

Patient Attribution and Financial Benchmarking: Accelerating and Aligning Population-Based Payment Models

April 25, 2016 2:45pm-4:00pm

#### WELCOME & SESSION OBJECTIVES

- Provide an overview of the Patient Attribution and Financial Benchmarking draft recommendations
- Share a summary of the public comments on each white paper
- Share stakeholder perspectives on steps organizations can take to adopt population-based payment models.
- Offer opportunity for audience questions and facilitated discussion



# AGENDA

Time (ET)	Topic & Speaker
2:45-2:50pm	<ul><li>Welcome</li><li>Objectives</li><li>Introduction to Panelists</li></ul>
2:50-3:15pm	Overview of Patient Attribution and Financial Benchmarking - Dana Gelb Safran and Michael Chernew
3:15-4:00pm	<ul> <li>Facilitated Discussion</li> <li>Identifying successful application of Patient Attribution and Financial Benchmarking in current state</li> <li>How Patient Attribution and Financial Benchmarking apply to various stakeholder groups</li> <li>Q&amp;A</li> </ul>



#### PBP PANELIST

Patient Attribution and Financial Benchmarking



Mai Pham, MD

Member

PBP Work Group

Chief Innovation Officer

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Medicaid Innovation

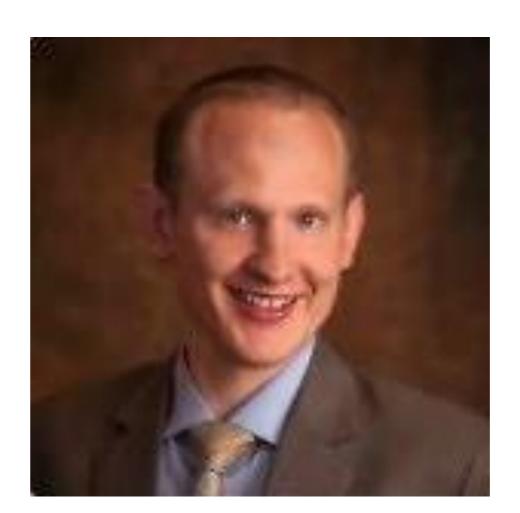


Dana Gelb Safran, ScD

Work Group co-chair PBP Work Group

Chief Performance
Measurement &
Improvement Officer and
Senior Vice President,
Enterprise Analytics

Blue Cross Blue Shield of Massachusetts





#### David Muhlestein, PhD, JD

Member PBP Work Group

Senior Director of Research and Development

Leavitt Partners, LLC

## Michael Chernew, PhD

Member PBP Work Group

Leonard D. Schaeffer
Professor of Health Care
Policy

Harvard Medical School



## PATIENT ATTRIBUTION CONTEXT

- A foundational component of population based payment is patient attribution, as it identifies the patient-provider relationship and forms the basis for performance measurement, reporting, and payment.
- The recommendations presented in the white paper are intended for use in payment models that assume primary care providers are the principal starting point for managing a population across the entire continuum of care.
- The PBP work group suggests that such recommendations be adopted by commercial insurers and, when possible, government programs.



### FLOW CHART

### DRAFT FOR PUBLIC COMMENT

6

Key Steps in Patient Attribution











2

3

4

5

Patient Self-Report Gold standard when it is

available

Primary Care Providers

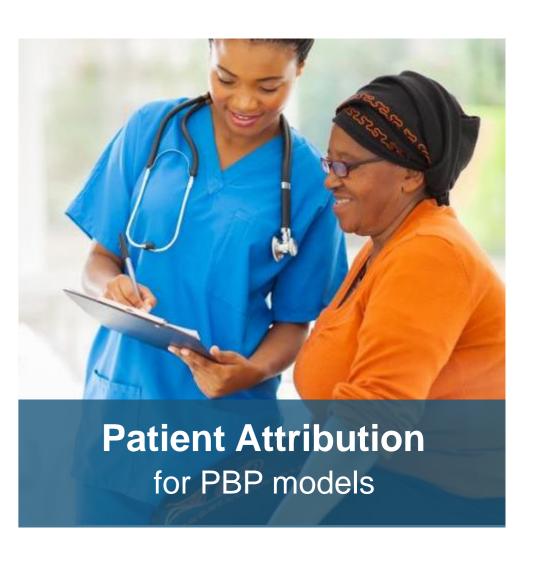
E&M codes for wellness and preventive

care

Primary Care
Providers
Other E&M
codes

Primary Care Providers
Prescription

Specialty
Care
E&M codes
for
specialty care
(selected
specialists)





### FINANCIAL BENCHMARKING

- A financial benchmark is a population-based spending level that is used to establish PBP payment rates for providers. It can be based on a provider organization's spending in the previous year. It can also be based on regional or national spending levels.
- The purpose of financial benchmarks in PBP models is to enable accountability and to establish a target that fairly rewards high performers.
- All PBP models must in some way employ financial benchmarks, as both payers and providers use these benchmarks to manage resources, plan investments in delivery support infrastructure, and identify inefficiencies.
- Successful approaches to financial benchmarking must simultaneously encourage participation while encouraging providers to meet financial and quality objectives.



#### WHY FINANCIAL BENCHMARKING

Financial benchmarks lead PBP models toward more high valued care

Setting financial benchmarks help to ensure that overall spending remains at a sustainable level

Financial benchmarks provide a foundation for providers to deliver high quality, cost effective, and person centered care

Financial benchmarks hold provider organizations accountable for delivering care efficiently



### STAKEHOLDER FEEDBACK

#### Financial Benchmarking

- Received 32 unique public comments over a 4 week period
- 24 organizations submitted comments

#### **Patient Attribution**

- Received 49 unique public comments over a 4 week period
- 40 organizations submitted comments





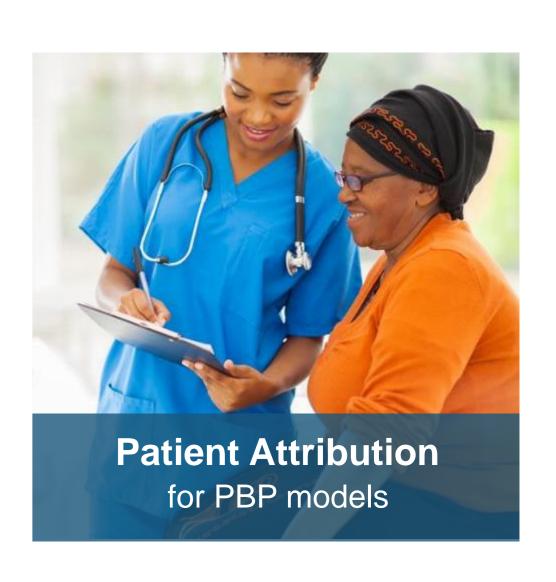


#### PATIENT ATTRIBUTION COMMENT SUMMARY

#### Themes

- Unattributed members
- Attribution impact on high-risk patients and high-cost services
- Patient engagement
- Primary care and specialty care providers
- Attribution for quality measurement of special topics
- Regional variation

- Attestation as the gold standard
- Claims-based approach
- Vulnerable populations
- ✓ E&M codes
- Alignment
- Medicaid-Managed Care





#### Themes

- Concern that one of the goals of PBP benchmarks is to let failing organizations fail.
- Many commenters didn't think it was realistic to converge to national benchmarks.
- Several commenters expressed concerns about the impact of convergence on rural organizations.
- Some commenters were concerned about using benchmarks to do apples-to-oranges comparison between different types of organizations.
- Some confusion about what was covered in total cost of care and requests for additional things to fall under that umbrella.





## DISCUSSION QUESTIONS

- From your perspective, what recommendations are most important or valuable to your stakeholders?
- Which are the most important barriers to be addressed in order to successfully realize this vision of patient attribution and financial benchmarking for PBP models?



#### Access the DRAFT white papers:

Patient Attribution https://hcp-lan.org/groups/pbp/patient-attribution/

Financial Benchmarking https://hcp-lan.org/groups/pbp/financial-benchmarking/





# CONTACT US

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