

NC Department of Health and Human Services

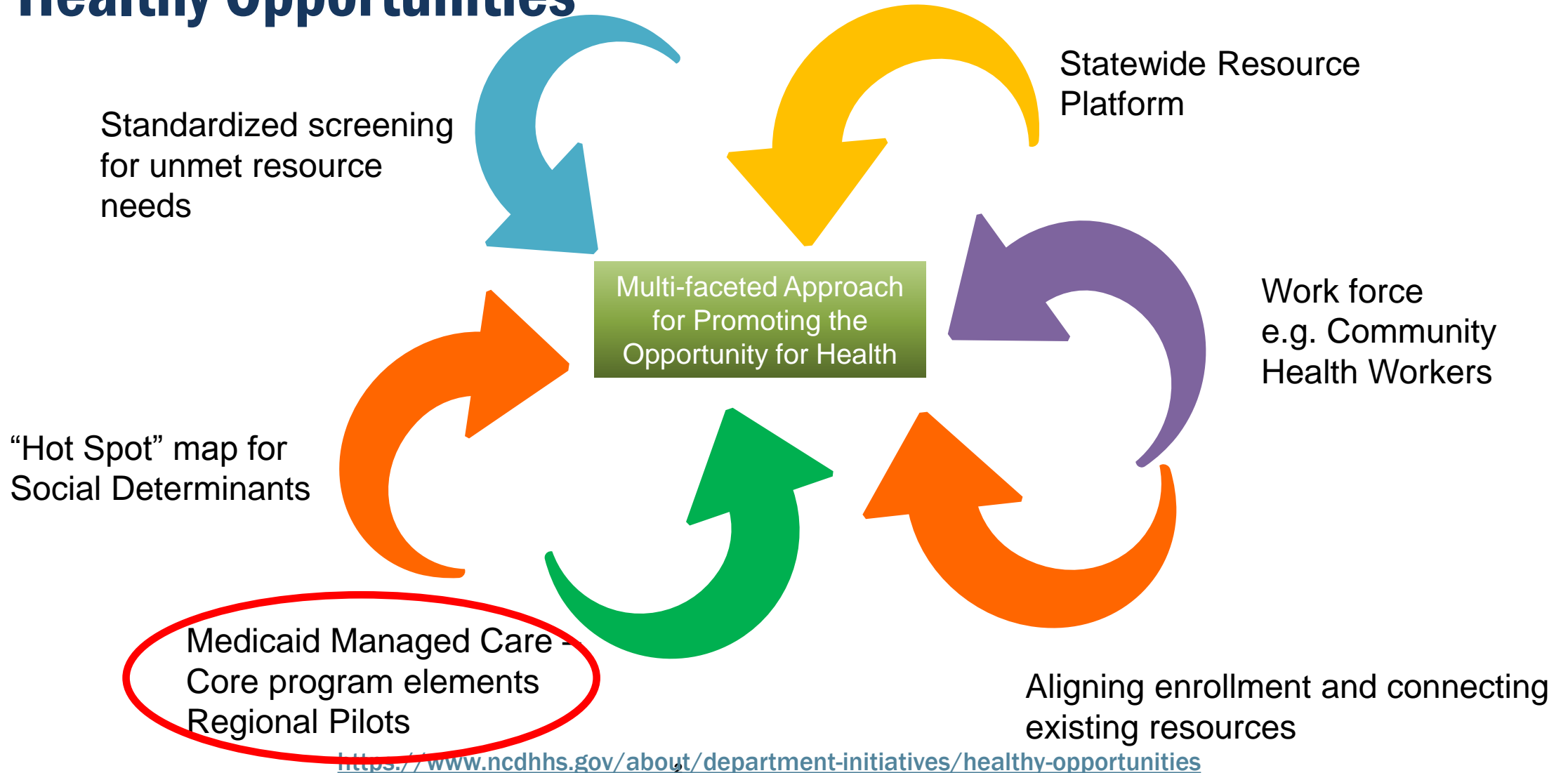
# Public Private Regional Pilots Part of 1115 Medicaid Waiver

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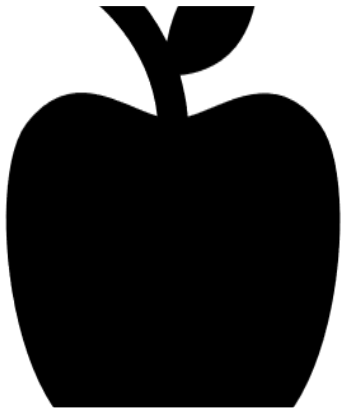
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NCIOM ACC Task Force 10-18-18 2018

# Creating the Statewide Framework and Infrastructure for Healthy Opportunities



# Initial Priority Domains



Food  
Security



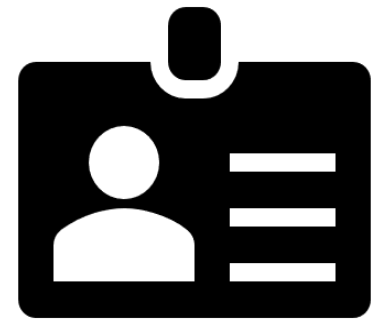
Housing  
Stability



Trans-  
portation



Inter-  
personal  
Violence



Employ-  
ment

# Medicaid Transformation – Core Program Elements

- **Care Management**
    - Training on Trauma Informed Care, Resource Navigation
    - Standardized screening questions
    - Navigation to resources - Connect to NC Resource Platform/NC Care 360
  - **Quality Strategy/withhold-based incentives - screening for and addressing social issues:**
  - **Allow health related services (e.g. food) to count as patient care - i.e. in numerator of Medical Loss Ratio (MLR)**
  - **Use of in lieu of services and value-based payments offer tools and strategies to PHPs for financing health-related services**
  - **Possible risk-adjustment or stratification on social risk in future**
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# Public Private Regional Pilots

- **Move from targeted evidence-based interventions (e.g. one sub-population, one intervention) to a full population level across multiple domains and interventions**
- **Test how to scale and right-size interventions to a heterogeneous population to cost-effectively improve health and lower costs**
- **Deliver enhanced services through care management**
- **Co-invest Medicaid dollars with philanthropy to leverage and coordinate investments and cover full range of services**
- **Learn how to finance “health” interventions and incorporate into value based payments**
- **Apply what is learned in the regional pilots to statewide program elements**

# Population

- **2-4 pilot regions - more than one county, urban and rural, does not need to fill, but cannot cross Medicaid region**
- **All managed care plans will be required to participate in a pilot within their region**
- **Children, Adults, Pregnant Women**
- **Eligibility:**
  - **Care Manager will determine eligibility based on criteria**
  - **Requires one needs-based criterion and one social risk factor**

Eligibility Category	Age	Examples of Needs-Based Criteria (at least one, per eligibility category)
Adults	22+	2 or more chronic conditions Repeated emergency department or hospital admissions.
Pregnant Women	n/a	Multifetal gestation Chronic condition likely to complicate pregnancy Current or recent use of drugs or heavy alcohol Adolescent $\leq 15$ yrs, Advanced maternal age, $\geq 40$ yrs Less than one year since last delivery History of prior poor birth outcome
Children	0-3	Neonatal intensive care unit graduate Neonatal Abstinence Syndrome Prematurity Low birth weight Positive maternal depression screen
	0-21	Uncontrolled chronic conditions or chronic condition that have a high risk of becoming uncontrolled due to unmet social need, Three or more categories of adverse childhood experiences

# Interventions

- Interventions across 4 domains
- Requirement to provide a proportion of services to upstream lower cost population (i.e. children)
- Care manager will work with eligible beneficiary to:
  - Determine lowest intensity service that may reasonably meet the person's need as part of care plan
  - Periodically re-assess beneficiary and increase or decrease intensity of service, as needed
- Important to promote cost-effectiveness and financial scalability over a population
- Randomization in later years to further learn what works



<b>Service Sub-Category</b>	<b>Example of Services allowed for Medicaid dollars</b>
<b>Housing</b>	<b>Tenancy Support and Sustaining Services</b> <b>Housing Quality and Safety Improvement Services</b> <b>Legal Assistance</b> <b>One time payments for security deposit and first month's rent</b> <b>Short-Term housing post-Hospitalization</b>
<b>Food</b>	<b>Food Support Services</b> <b>Meal Delivery Service</b>
<b>Transportation</b>	<b>Non-emergency health-related transportation</b>
<b>Interpersonal Violence (IPV)/Toxic Stress</b>	<b>Interpersonal Violence-Related Transportation</b> <b>IPV and Parenting Support Resources</b> <b>Legal Assistance</b> <b>Child-Parent Support</b>

# Lead Pilot Entity

- LPEs will:
  - Develop, manage, and oversee network of community-based organizations and social service agencies that will provide pilot services
  - Assist care managers with connecting beneficiaries to the right resources
  - Facilitate payments to CBOs and data collection
- LPEs must have:
  - Strong connections to community resources
  - Strong financial and data management abilities
- LPEs will have access to capacity building funding to gain the necessary infrastructure
- NC Resource Platform – NC Care 360 can be part of infrastructure

## **Financing – Public-Private Partnership**

- Flexible expenditure authority of Medicaid dollars on specifically delineated CMS approved services delivered to Medicaid enrollees**
- PHPs shall approve and make payments to Community Based Organizations – most likely through the Lead Pilot Entities for pilot services.**
- Philanthropic and private investment to cover services not allowed by Medicaid**

# Financing – Path to Value

- **Fee for Service and Bundled Payments**
- **Advancing value-based payment over course of pilot for network providers**
  - **Incentive payments for operational readiness, process metrics**
  - **Withholds based on meeting person's resource need, health, and utilization metrics**
  - **Shared savings based on health, utilization, and cost savings**
    - **Costs savings based on subset of pilot enrollees whose services are likely to result in decreased medical expenses in the short-term**
    - **Assures LPEs are not penalized for delivering effective, evidence-based upstream interventions that result in a financial return on investment over the longer-term**

# Rapid cycle evaluation/Summative evaluation

- **Rapid cycle assessments**

- Evaluation throughout pilots to learn impacts of the pilots in real time and make adjustments
- Evolving metrics - Operational readiness, service delivery, resource needs met, self-reported quality of life, health outcomes, utilization, cost

- **Summative evaluation**

- Health, utilization, and cost savings overall and by sub-groups
- Determine cost-neutrality and cost-effectiveness of interventions by sub-group
- Scale interventions that worked into Medicaid statewide

## **Process/Time Line**

- **Early 2019: Request for Information (RFI)**
- **Mid 2019: Request for Proposals (RFP)**
  - RFP will determine LPEs/ Pilot Regions
- **Late 2019: Award LPEs/ Pilot Regions**
- **2020: Full year of capacity building for LPEs and regions**
- **January 1, 2021: Begin Service Delivery**
- **October 31, 2024: End Pilots (at end of 1115 waiver)**

**Questions?**