State Efforts to Control Health Care Costs

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20th Princeton Conference
Princeton, NJ
May 23, 2013

Where Innovation Is Tradition
Fiscal Cliff? US to Default????
Two Roads to Fiscal Balance
ACO Suite:
• Shared Savings Program
• Pioneer ACO Model
• Advance Payment ACO Model
• Accelerated and Learning Development Sessions

Primary Care Suite
• Comprehensive Primary Care Initiative (CPCI)
• Federally Qualified Health Center Advanced Primary Care Practice Demonstration
• Multi-Payer Advanced Primary Care Practice (MAPCP) Demonstration
• Independence at Home
• Medicaid Health Home State Plan Option

Dual Eligible Suite:
• State Demonstration to Integrate care for Dual Eligible Individuals
• Financial Alignment to Support State Efforts to Integrate Care
• Demonstration to Reduce Avoidable Hospitalizations of Nursing Facility Residents
• Medicaid Health Home State Plan Option

Diffusion and Scale Suite:
• Partnership for Patients
• Million Hearts Campaign
• Innovation Advisors Program
• Care Innovations Summit

Bundled Payment Suite
• Bundled Payment for Care Improvement

Healthcare Innovation Challenge

Rapid Cycle Evaluation and Research Learning and Diffusion
Alternative Delivery and Payment Models—Private Sector Initiatives

Patient Centered Medical Home................. Bundled/Episode of Care Payments
Accountable Care Model Arrangements.............. Comprehensive/Global Payment

NOTE: Icons may represent multiple partnerships within the state

*The map is current as of February 2013. As new programs are identified the map will be updated accordingly.
Comprehensive Primary Care Initiative
Multipayer Advanced Primary Care Practice demonstration states
State Innovation Model Awards

Model Testing Awards
Model Pre-Testing Awards
Model Design Awards

Source: Centers for Medicare & Medicaid Services
State Innovation Models: Theory of Action

Hypothesis to be tested: New service delivery and payment models will be more effective and produce better outcomes when they are implemented as part of a broad-based, Governor-led, statewide initiative that brings together multiple payers and stakeholders -- and uses the levers of state government to effect change.

States can be strong partners in transforming health care because they:

- Pay for a large percentage of health care services
- Have broad regulatory powers over health care providers and payers
- Regulate public health, social service, and educational services
- Can convene multiple parties
- Are closer to the actual delivery of care
- Can integrate state health information exchange infrastructure and capabilities to support accountable care
Virginia Health Innovation Center

- Created on 2010 recommendation of Virginia Health Reform Initiative Advisory Council
- 501c3, housed at state Chamber of Commerce
- Seed money from stakeholder associations
- Surveyed state, got over 400 “examples”
- 6 task forces creating SIM, CMMI proposals
- Led by private actors in cooperation with state