# Value Based Payment Quality Improvement Program (VBP QIP)

**Update Webinar** 

## Today's Agenda

- VBP QIP Financing
- VBP QIP P4R Updates
- VBP QIP Contracting
- VBP QIP Penalty Adjustments
- VBP QIP Program Reminders
- Resources and Q&A



## **VBP QIP Financing**



## VBP QIP Financing – Demonstration Year 3 (DY3) **Pairings**

VBP QIP SFY 17 -18 Pairings & Funding

мсо	PPS	Facility	Gross Funding	
	Maimonides Medical Center	Brookdale Hospital	\$31,000,000	
Affinity	Montefiore Hudson Valley Collaborative	St. Joseph's Hospital	\$7,800,000	
Amerigroup	Nassau Queens Performing Provider System, LLC	Nassau University MedicalCenter	\$40,000,000	
	Advocate Community Partners	Jamaica Hospital	\$16,000,000	
Emblem Health (HIP)	Health and Hospitals Corp.	Health and Hospitals Corp.	\$60,000,000	
	Central New York Care Collaborative, Inc.	Lewis County General Hospital	\$2,036,000	
		Orleans Community Hospital	\$1,434,039	
		St James Mercy Hospital	\$1,844,635	
Excellus	Finger Lakes Performing Provider Systems, Inc.	Wyoming County Community Health	\$1,000,000	
	Mohawk Valley PPS	A O Fox Memorial Hospital	\$1,000,000	
	Maimonides Medical Center	Interfaith Medical Center	\$50,000,000	
		Kingsbrook Jewish Medical Center	\$50,000,000	
	Montefiore Hudson Valley Collaborative	Montefiore – Mount Vernon	\$11,096,728	
		Nyack Hospital	\$17,747,861	
	Nassau Queens Performing Provider System, LLC	St. John's Episcopal	\$27,650,000	
Fidelis	Westchester MedicalCenter	Bon Secours Charity Health	\$2,898,070	
ridens		Good Samaritan Hospital Suffern	\$2,000,000	
	Advocate Community Partners	Jamaica Hospital	\$9,000,000	
HealthFirst	Maimonides Medical Center	Brookdale Hospital	\$109,000,000	
MetroPlus	Health and Hospitals Corp.	Health and Hospitals Corp.	\$60,000,000	
MVP	Montefiore Hudson Valley Collaborative	Montefiore - New Rochelle	\$20,837,141	
	Westchester MedicalCenter	Health Alliance(Benedictine)	\$2,999,926	
	Central New York Care Collaborative, Inc.	Rome Memorial Hospital	\$1,000,000	
United Health Plan	Maimonides Medical Center	Wyckoff Heights MedicalCenter	\$70,000,000	
Wellcare	Montefiore Hudson Valley Collaborative	St. Luke's Cornwall	\$19,301,520	

<sup>\*</sup> VBP QIP funding amounts do not include premium admin, surplus, or taxes

## VBP QIP P4R Updates



### VBP QIP P4R – Service Exclusion Waiver

- Reminder that applications for the Service Exclusion Waiver are being accepted through June 27, 2018.
- Facilities may find the application for the Service Exclusion Waiver on the VBP QIP website <a href="https://www.health.ny.gov/health\_care/medicaid/redesign/dsrip/vbp\_initiatives/index.htm">https://www.health.ny.gov/health\_care/medicaid/redesign/dsrip/vbp\_initiatives/index.htm</a>
- Waiver adjusts requirement to include only Inpatient & Emergency Department Medicaid Managed Care Dollars:

#### Original Calculation:

Medicaid Managed Care dollars in VBP arrangement

Total Medicaid Managed Care dollars

#### Calculation with Waiver:

Inpatient & ED Medicaid Managed Care dollars in VBP arrangement

Total Inpatient & ED Medicaid Managed Care dollars



### VBP QIP P4R – Contract Submission Deadline

DOH will now allow facilities to submit contracts without penalty through **June 29**, **2018**\* although facilities are encouraged to submit sooner if possible.

If the June 29, 2018 deadline is missed, the same penalty will apply and will be assessed over the remaining 9 months in the Demonstration Year.

With the revised deadline, contracts should have an anticipated effective date of October 1, 2018.

DOH strongly encourages facilities submitting amended contracts to submit by March 31, 2018 so they can have an effective date of July 1 and avoid any gap between contracts. However, amended contracts will be accepted until the June 29, 2018 deadline.



<sup>\*</sup>Due date is listed as June 29, 2018 since July 1, 2018 falls on a Sunday

## **VBP QIP Contracting**



## **Contracting Status**

**Deliverable Submission/Review** 

**Contract Preparation** 

**Contract Finalization/Execution** 

July – Sep 2017

Oct – Dec 2017

Jan- Jun 2018

- Facilities submitted all LOIs
- Facilities submitted one Level
   1 VBP contract to DOH
- Facilities received determination on whether contract meets requirements on Sep 29
- Facilities to begin engaging with MCOs with whom they have an LOI
- Facilities and MCOs
   expected to have agreed
   on risk/shared savings,
   quality metrics
- Facilities and paired MCOs should finalize details of contract including data collection methods and physician network
- Contracts must be nearing readiness for submission

Please include "VBP QIP" in the subject line of your contract submissions so they can be easily identified as VBP QIP contracts.



### **VBP Contract Review**

Facilities are required to submit Level 1 (or higher) VBP contracts with the MCOs required to meet the 80% VBP target by June 29, 2018. The facilities should submit information in accordance with the timeline below.

#### June 29, 2018

- Contracting MCO must submit new or amended VBP Contract and the following documentation to DOH contracts group for review contract@health.ny.gov:
  - Contract Statement and Certification Form
  - MCO assigned unique identifier
  - April 1, 2017 Standard Clauses and the contract must contain the April 1, 2017 Standard Clause Incorporation language
  - Off Menu Supplemental Checklist, as required
  - Contract Attestation (sent by facility to DOH and paired MCO)

#### August 4, 2018

- DOH will provide feedback to the contracting MCO, the VBP QIP Facility, and the PPS that either:
- 1. Contract is in alignment with the NYS Roadmap and no further updates are needed.
- Updates are needed and provide feedback on elements that should be updated to meet roadmap requirements.

#### August 18, 2018

 Contracting MCO submits updated contract along with the updated contract statement and certification form to DOH contracts group.

#### September 28, 2018

- DOH contracts group makes determination if the contract meets requirements.
- Contracting MCO, VBP QIP Facility, and PPS are notified of DOH determination.
- VBP QIP paired MCO is also notified of DOH determination.



Off-menu contracts may take DOH additional time to review. Therefore, if there are delays in DOH feedback, paired MCOs should continue paying out funds for attestation. The paired MCO can perform a reconciliation in the future if the requirement is not met.



## VBP QIP Penalty Adjustments



## VBP QIP Penalty Assessment

For any missed P4R or P4P requirements, penalties will be reflected in the January rate package. However MCOs have three (3) options when it comes to paying their facilities:

Option 1

Plans may elect to hold (in lump sum) the penalty assessed to the facility from their normal rate payments.

Option 2

Plans may elect to keep paying the full funding to the facility and then recover the penalty amount from the facility in knowledge that the State will recover the penalty in a reconciliation of the relative fiscal year.

**Option 3** 

Plans may elect to prorate the penalty over the course of the associated fiscal year.



## VBP QIP Program Reminders



## VBP QIP Roles and Responsibilities

PPS Role	<ul> <li>Provide support (non-financial) and guidance to participating facilities</li> <li>Flow funds from the MCO to the facility</li> <li>Monitor facility's performance</li> </ul>
Facility Role	<ul> <li>Report quality measure performance to the MCOs</li> <li>Regularly review your FTP to ensure implementation is in accordance with contractual obligations to move towards VBP</li> <li>Improve quality of care</li> <li>Achieve financial sustainability over duration of the program</li> <li>Engage in continuous communication with PPS and MCOs regarding obstacles and successes</li> </ul>
DOH Role	<ul> <li>Provide MCOs with criteria for funds distribution and program administration that aligns with NYS VBP Roadmap</li> <li>Fund the program through MCO Per Member Per Month (PMPM) rate increases inclusive of an administrative fee</li> <li>Provide contracting guidelines and recommendations</li> <li>Monitor the facilities' sustainability plans and status</li> <li>Communicate facilities' success/risk with OPCHSM</li> </ul>
MCO Role*	<ul> <li>Validate reporting</li> <li>Communicate with the facility and PPS</li> <li>Collaborate</li> <li>Oversee program</li> <li>Distribute and report on funds</li> </ul>

<sup>\*</sup>MCOs are NOT responsible for ensuring that the facilities achieve the goals of VBP QIP



### VBP QIP – Penalties

 The table below outlines the allocation of P4R and P4P funds in years DY3 through DY5

	DY3	DY4	DY5
VBP Contracting Progress (P4R) %	50% (Paid in Q1 and Q2)	20%	0%
Performance Improvement (P4P) %	50% (Paid in Q3 and Q4)	80%	100%

- If the facility is unable to meet the DY4 P4R requirement of 80% of total Medicaid MCO contracted payments tied to at least a Level 1 VBP arrangement by June 29, 2018, the facility will forfeit 20% of their available award in DY4.
- If the facility remains unable to reach this milestone by April 1, 2019, the facility will forfeit 50% of the DY5 P4P award.



## Key Deliverable Deadlines

- Beginning DY3 Q4, quality measure performance will drive payment.
- Quarterly Improvement will be considered achieved for a measure if the most recently completed quarter's annual rolling results indicate <u>maintaining or</u> <u>improving</u> the level of quality over the preceding quarter's annual rolling results regardless of the magnitude of improvement.

Measurement Quarter	DY2 Q4	DY3 Q1	
Measurement Period	4/1/2016 — 3/31/2017	7/1/2017 — 6/30/2017	
MCO Reviews Achievement, Prepares Payment	9/30/2017	12/31/2017	
MCO Releases Monthly Payments for QIT Achievement	Oct – Dec (2017)	Jan – Mar (2018)	
MCO Sends P4P Performance Report to DOH	1/31/2018	4/30/2018	



## **VBP QIP Timeline**

Description of Event/Task	Deadline/Date Completed	Responsible Party
Review and approve DY3 Q1 QITs and begin preparing payment	Friday, December 29, 2017	MCO
DY3 Q3 measurement period ends	Sunday, December 31, 2017	N/A
Collect and report DY3 Q2 P4P data to MCO	Wednesday, January 31, 2018	Facility
Submit QIT Payment report to DOH for DY2Q4	Wednesday, January 31, 2018	MCO
Review and approve DY3 Q2 QITs and begin preparing payment	Friday, March 30, 2018	MCO
DY3 Q4 measurement period ends	Saturday, March 31, 2018	N/A
Collect and report DY3 Q3 P4P data to MCO	Monday, April 30, 2018	Facility
All VBP Contracts with 80% funds in VBP arrangements due to DOH	Sunday, July 1, 2018	Facility



### **Deliverable Submission**

Report	Submitted by	Submitted to	Frequency	Location
VBP QIP Contracts	MCOs	DOH	As updated	contract@health.ny.gov
Remaining contracts due	Facilities	MCOs & DOH	July 1, 2018	contract@health.ny.gov
Documentation of achievement of P4P metrics	Facilities	MCOs	Quarterly	VBP QIP paired MCO
Documentation of approval of P4P deliverables, supporting documentation, and payment date	MCOs	DOH	One month after payment quarter	vbp_qip@health.ny.gov
VBP Contracts, Contract Statement and Certification form	Contracting MCOs	DOH	As completed or updated	contract@health.ny.gov



## **Important Information**

VBP Support Materials

#### **VBP Resource Library:**

- Path: DSRIP Homepage → Value Based Payment Reform → VBP Resource Library
- Link: <a href="https://www.health.ny.gov/health\_care/medicaid/redesign/dsrip/vbp\_library">https://www.health.ny.gov/health\_care/medicaid/redesign/dsrip/vbp\_library</a>

#### **VBP Website:**

- Path: DSRIP Homepage → Value Based Payment Reform
- Link: <a href="https://www.health.ny.gov/health\_care/medicaid/redesign/dsrip/vbp\_reform">https://www.health.ny.gov/health\_care/medicaid/redesign/dsrip/vbp\_reform</a>



## Thank you for your continued support with VBP QIP!

- The next VBP QIP Update Webinar is scheduled for March 21st, 2018
- For questions on VBP QIP quality measures, please email the SPARCS BML at <a href="mailto:sparcs.submissions@health.ny.gov">sparcs.submissions@health.ny.gov</a> with "VBP QIP Measures" in the title.
- For questions on VBP QIP financing, please contact <a href="mailto:bmcr@health.ny.gov.">bmcr@health.ny.gov.</a>
- For other questions on VBP QIP, please contact the VBP QIP inbox at <a href="mailto:vbp\_qip@health.ny.gov">vbp\_qip@health.ny.gov</a>.
- For questions regarding VAP or VAPAP, please contact <a href="mailto:vapap@health.ny.gov.">vapap@health.ny.gov.</a>

