

## **Population Health**

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MedNet21
Center for Continuing Medical Education



# **Objectives**

- Understand what Population Health refers to and the various dimensions of Population Health Management
- Appreciate why Population Health is important
- Learn about how Population Health and Value Based Care initiatives are being implemented at OSU

# What is Population Health and The Various Dimensions of Population Health

# What is Population Health?

It depends on who you are and what you do

- For Clinicians: Clinical Quality Metrics/Care Gap Closures
- For Administration: ACOs/MCO Contracts/MIPS/BPCI/CPC+
- Public Health: Immunizations/Safe drinking water/Disaster Prep
- Community Health: Health Equities/Social Needs/Advocacy

## Population Health Management

## Population health management refers to

- the process of improving clinical health outcomes
  - · of a defined group of individuals
  - through improved care coordination, patient engagement and addressing non-medical health determinants
    - delivered in a person-centric manner
  - supported by appropriate financial and care models

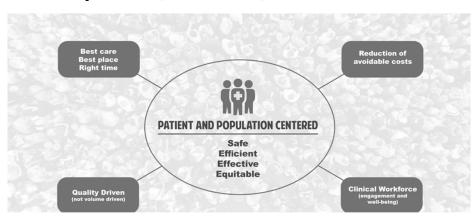
## Adapted from: American Hospital

Association™

Advancing Health in America

## Value-based care

Key element of overall strategy for promoting safe, equitable, effective, and efficient care



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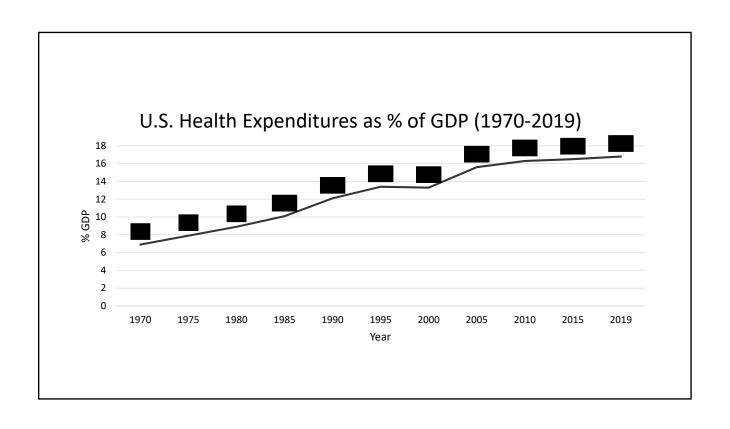
## **Population Health**

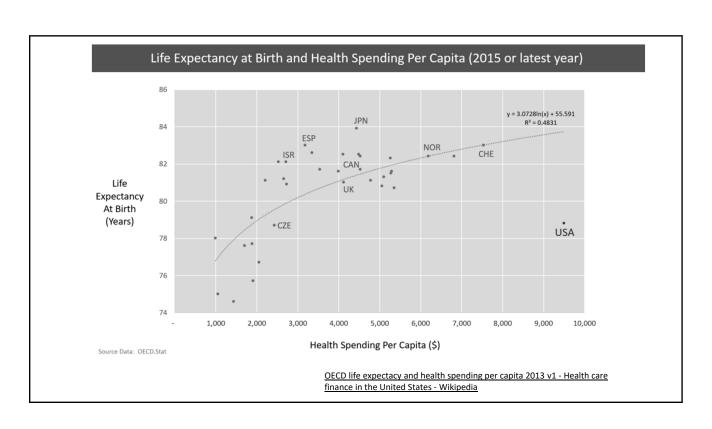
## Allison Heacock, MD

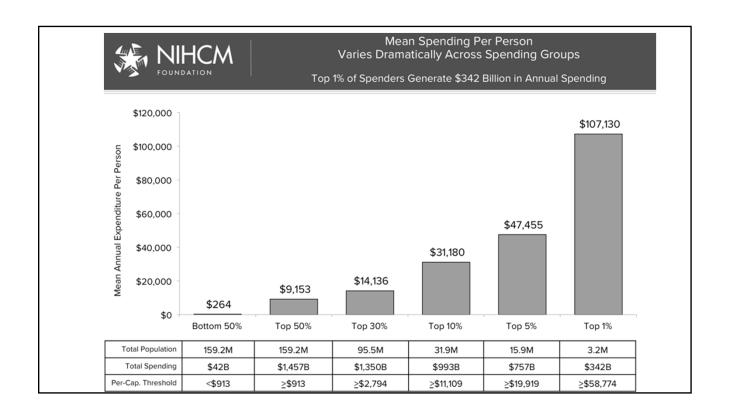
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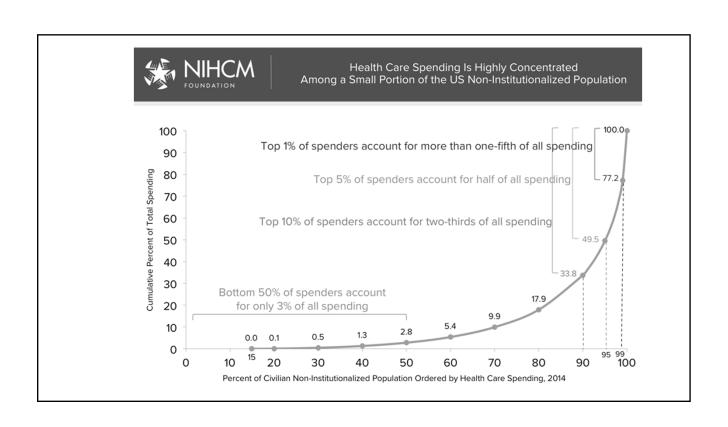
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# Why Population Health is **Important**









## Volume vs. Value Based Revenue Models

Managing against predictable inputs

Payment models that reward: Visits/procedures/RVUs

Managing against outcomes

Payment models that reward: quality outcomes over volume

Quantity/Volume Lower \$ Risk

Higher \$ Risk

**Full Capitation** 

→ Quality/Outcomes

Fee for service

**ACOs** 

**OCPC** CPC+

**BPCI-A** 

#### Acronyms:

ACO: Accountable Care Organization

OCPC: Ohio (Medicaid) Comprehensive Primary Care

Comprehensive (CMS/Multi-payer) Primary Care Plus (evolution from PCMH – Patient Centered Medical Home)

**Bundled Payments for Care Improvement- Advanced** 

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**ACOs OCPC** 

CPC+ **BPCI-A**  **Full Capitation** 

Traditional medical care in US is the Fee for Service model

- Payment is tied to providing a service, not to the health outcome
- No payment for work done outside context of a visit/episode of care
- Incentivizes system utilization = increased costs with variable outcomes

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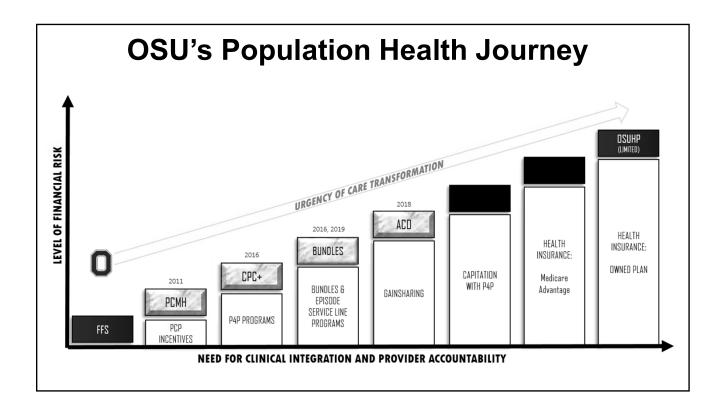
CPC+ **BPCI-A**  **Full Capitation** 

Higher \$ Risk Quality/Outcomes

Value Base Care Models:

- Share financial 'risk' of providing care for populations of people
- Reward quality outcomes
- Focus on prevention and care coordination
- Revenues not entirely connected to 'visits' (examples)

How Population Health and Value Based Care Initiatives are being Implemented at OSU



## How did we get here?

#### What's MACRA?

The Medicare Access and CHIP Reauthorization Act of 2015 (MACRA) is a bipartisan legislation signed into law on April 16, 2015. MACRA created the Quality Payment Program that:

- •Repeals the Sustainable Growth Rate (PDF) formula
- •Changes the way that Medicare rewards clinicians for <u>value over volume</u> by creating a quality payment program with two tracks:
  - •Streamlines multiple quality programs under the new Merit Based Incentive Payments System (MIPS) Similar to Meaningful Use
  - •Gives bonus payments for participation in eligible alternative payment models (APMs)

https://www.cms.gov/Medicare/Quality-Initiatives-Patient-Assessment-Instruments/Value-Based-Programs/MACRA-MIPS-and-APMs/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-APMS/MACRA-MIPS-

## The CMS Quality Payment Program Has Two **Participation Tracks**

MIPS: Merit-based Incentive Payment System.

In MIPS, you may earn performance-based payment adjustments for the services you provide to Medicare patients.

You generally have to report on measure and activity data for the Quality, Improvement Activities, and Promoting Interoperability performance categories, collected during the performance year.

> Payments are adjusted up or down based on these scores

Alternative Payment Model: An APM is a customized payment approach developed by CMS, often designed to provide incentives to clinicians who are providing high-quality, high-value care. APMs can focus on specific clinical conditions, care episodes, or populations.

#### Examples include:

Medicare Shared Savings Plan (ACO) Under an MSSP, if the organization can realize savings by providing high-quality and low-cost care to a defined group of Medicare beneficiaries seen by the providers participating in the MSSP, Medicare will share the savings with the ACO.

BPCI-A/CPC+/PCF/ESRD/ etc.

https://qpp.cms.gov/about/qpp-overview

## **Population Health Key Cost Saving Strategies**

#### Strategic Goal

Reduce Total Cost of Care for Risk Stratified Populations and Enhance Capture of Risk Scores

#### **Domains**

#### Cost Control **Activities**

to identify and act on opportunities around controllable costs

- PCP Attribution
- Primary-Oncology Care
- High Cost **Imaging**
- Reduced Readmissions

### Right Place of Care

Engage key stakeholders Transform care delivery model To encourage patient centered cost effective locations of care

- Reduced High **ED** Utilization
- Ambulatory Sensitive Admissions
- Home **Enabled Care**

#### Patient Centric Care

Patient engagement to provide meaningful patient centered care

- · Home Enabled Care
- Post-Acute Care Options
- Length of Stay • Disease
- Management SDoH Screenings

#### Health Equity

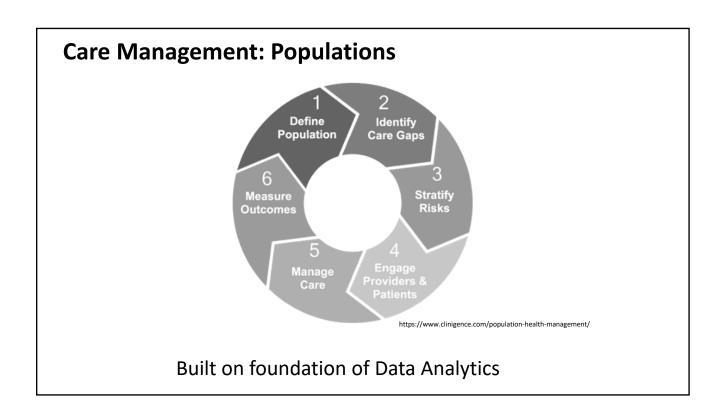
To lead, in awareness of, and in addressing inherent inequities in health care

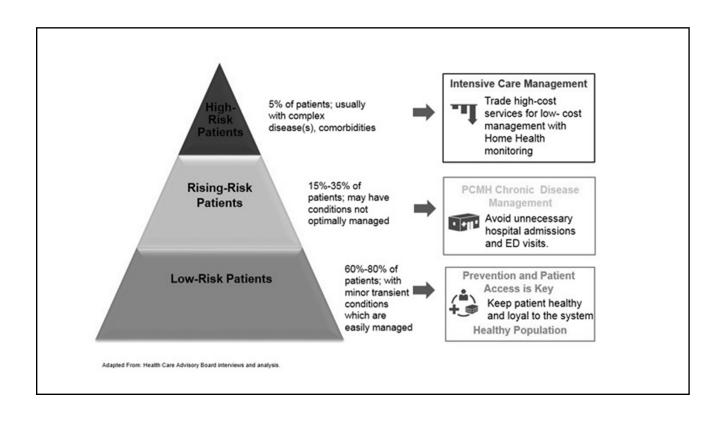
- Public Policy Advocacy
- Health
- Outreach Community
- Engagement **Bias Training**

#### Risk Adjustment

Optimize Risk Scoring to Capture Reimbursement opportunities

- Annual Wellness Visits
  - Adjustment Factor optimization
  - Maximize Accuracy of **HCC** capture





## **Coordination matters**

A coordinated model enhances patient focus, financial value, and can boost OSU's reputation

Coordination is a critical element of a robust coordinated valuebased care platform

- · Facilitates highly patient-centric care:
  - · Positively impacts quality, outcomes and experience
  - · Seamless care transitions resulting in care at right time, place and cost
  - Enables implementation of innovative care delivery models leveraging technology and digital advances
- Enhances financial value:
  - Impacts internal operations and efficiencies (e.g. reduces readmissions)
  - · Potential revenue centers for the Medical Center
  - Important to realize full value in risk-based contracts
- Enhances Ohio State's reputation as a true integrated care delivery system

## Patient Case: Power of Care Management

John – 62 year old male patient. has T2DM, CHF and COPD.

Multiple hospitalizations (8 in 12 months) for combo of above co-morbidities

Smokes 1-2ppd/drinks 4-8 Pepsi's a day/most meals are fast food or reheat microwave meals

Has intellectual impairments. Lives with mom. Is function in most ADLs Adherence to recommended prescriptions is challenging

Solution: HHN (med setup, admin, education, food resources)

Result: one hospitalization in last 24 months.