The HSCRC is developing a process to quantify hospital care transformation efforts around the State to make incentive payments to hospitals through the Medicare Performance Adjustment (MPA). Currently, hospitals may receive incentive payments for the Episode Care Improvement Program (ECIP), which focuses on reducing post-acute care costs for 23 clinical episodes. The HSCRC will add incentive payments for hospital efforts, outside of ECIP, that reduce the Medicare Total Cost of Care (TCOC) growth rate.

There are four fields which are required for hospital submission and an additional two which HSCRC staff will use in their review and approval of these care transformation efforts.

Required from Hospital: Background Components Overview Provide care transitions and care coordination for primary care patients to improve clinical outcomes Description of current or upcoming program/initiative and reduce unnecessary utilization which hospitals may be implementing to impact patient outcomes, population health and total cost of care performance under Global Budget Revenues (GBR). **Defined Care Interventions** Interventions Briefly describe a standardized Connect patients getting discharged from ED or intervention pathway to hospital with primary care follow up appointments address unmet clinical or social Contact patients between their clinic visits to needs. address any needs including connecting them to Identify care partners at the other resources as needed (eg social needs) hospital, or in the community, who will implement the Care partners: MedStar Health hospital entities; CRISP intervention. **Identifiable Intervention Population** • Medicare beneficiaries with 2 or more visits to a Medicare FFS beneficiaries primary care doctor in FY2017 (from an NPI List to be only, until further payer data provided) available • Discharge from a MedStar ED, inpatient, or observation Must be identifiable in status Medicare claims based on clinical condition, patient history and/or other criteria; cannot be identified with an EHR or clinical data point, **Episode Trigger** Medicare beneficiaries with 2 or more visits to a A "trigger" event, or primary care doctor from the NPI list in the 12 months combination of factors, to prior to the performance period identify when a beneficiary is Discharge from a MedStar ED, inpatient, or observation enrolled in the intervention status

- Must be identifiable in Medicare claims; cannot be triggered with an EHR or clinical data point,
- Duration of intervention: full performance period (FY21)

For HSCRC Analysis and Consideration:

TCOC Impact and Duration of Episode

- From the information above, HSCRC will estimate the TCOC savings related to the intervention by calculating the difference in costs for the intervention population before and after the intervention went into effect.
 - E.g. HSCRC will calculate the PBPM cost for all beneficiaries who qualify under the care coordination algorithm and are discharged from a MedStar hospital in 2018 and the PBPM cost for all beneficiaries who qualify under the care coordination algorithm in 2021. The TCOC will be equal to the difference in PBPM costs times the number of beneficiaries.

Reconciliation Payments

- HSCRC staff will calculate the reconciliation payment that will be made to the hospital for the savings that they produce as part of a care transformation effort.
- The reconciliation payments will be included when the State calculates the TCOC run rate and
 the required savings for the TCOC Model. The costs may be offset through the MPA-EC in
 order to ensure any reconciliation payments will remain cost neutral and reward hospitals
 that meaningfully engage in care transformation efforts.