



# Project LAUNCH: Working with Private Payers

May 17, 2012

Barry Zallen, MD, FAAP

Blue Cross and Blue Shield of Massachusetts (BCBSMA\*) is an independent licensee of the Blue Cross and Blue Shield Association.  
Proprietary. © Blue Cross and Blue Shield of Massachusetts, Inc.

\*BCBSMA refers to Blue Cross and Blue Shield of Massachusetts, Inc., Blue Cross and Blue Shield of Massachusetts HMO Blue® Inc., and/or Massachusetts Benefit Administrators LLC, based on Product participation.

- Developmental/Behavioral Screening
  - Primary care providers bill 96110: Developmental Testing, Limited
  - Paid separately by private payers and Medicaid when billed with preventive visit
- Psychiatrists:
  - Can bill evaluation, medical management, and therapy codes
  - Can bill E&M codes
- Therapists: Can bill evaluation and therapy codes
- Primary care clinicians:
  - Can bill E&M codes for counseling (if  $\geq$  50% of time of visit)
  - Cannot bill evaluation, medical management or therapy codes
- Co-Located therapist in primary care office:
  - Can bill evaluation and therapy codes if contracted with health plan



The New World...

# Fee-For-Service System is Failing All of Us



MASSACHUSETTS

- Problems for Pediatric and Behavioral Health Providers:
  - Administrative burden
  - Denials
  - Reimbursement for collateral contact
  - Limited range of services defined by billing codes
  - Counter-productive incentives
  - Reimbursement rates

# Goal for Blue Cross Blue Shield of Massachusetts Alternative Quality Contract (AQC): an ACO Model



MASSACHUSETTS

Bring trend down to CPI by changing payment system to reward quality and efficiency instead of volume and intensity of procedures

*Integrated care focused on primary care teams and collaboration among all providers is fundamental to success*

# Highlights of the AQC Model (1 of 2)



MASSACHUSETTS

## Global Budgets

- Supports collaboration among primary care providers, specialists, community and tertiary hospitals, behavioral health providers, etc....
- Rewards efficient provider organizations with increased margins

## Performance Incentives

- Creates accountability for quality, safety and outcomes in all aspects of care
- Ties payments to achieving the goals of safe, effective, patient-centered care.

# Highlights of the AQC Model (2 of 2)



MASSACHUSETTS

## Sustained Partnerships

- Encourages investment in long-term quality and efficiency initiatives
- *Promotes the integration and coordination of care*

## Care Restructuring

- Encourages investment in primary care teams
- Creates opportunities for the implementation of alternate care delivery models (e-mail, group visits, etc.), new collaborations among providers, and other innovations...

# How is the AQC/ACO Different from Capitation?



MASSACHUSETTS

- Includes a significant quality performance upside potential, including measures of clinical outcomes and patient experience
- Settlement of all expenses for the population against their budget
  - Budget adjusted annually for health status
  - Budget increases by a trend rate less than network average
- Five year commitment allows for investment in innovations



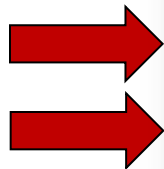
# Quality Measures and Incentive



MASSACHUSETTS

- Process, outcome, and patient experience measures, out-patient and hospital
- Ambulatory outcomes triple-weighted
- **Notice that there are only Two Adult BH measures...no Pedi...**

# 2012 Ambulatory Measures



BCBSMA 2011 AQC AMBULATORY MEASURES	
<b>Depression</b>	
Acute Phase Rx	Ages 18 and older; Members newly diagnosed with Major Depression who are treated with Antidepressant medication and remain on medication for 84 days (12 weeks)
Continuation Phase Rx	Ages 18 and older; Members newly diagnosed with Major Depression who are treated with Antidepressant medication and remain on medication for 180 days (6 months)
<b>Diabetes</b>	
HbA1c Testing (2X) and Control	Ages 18 - 75; Two (2) HbA1c tests per year; most recent HbA1c level < 9.0%
Eye Exams	Ages 18 - 75; Eye Screening for diabetic retinal disease by an eye care professional
Nephropathy Screening	Ages 18 - 75; During current year, either (1) Evidence of Nephropathy screening (Microalbumin test) <u>OR</u> (2) Evidence of Nephropathy treatment <u>OR</u> (3) Nephrologist visit <u>OR</u> (4) Evidence of ACE/ARB therapy
Blood Pressure Control	Ages 18 - 75; Most recent Blood Pressure <140/80 mm Hg
Diabetes LDL-C Screening and Control	Ages 18 - 75; Annual LDL-C screening test; most recent LDL-C level <100 mg/dL
<b>Cardiovascular Conditions</b>	
Cardiovascular LDL-C Screening and Control	Ages 18 - 75; Annual LDL-C screening test; Most recent LDL-C level <100 mg/dL
Hypertension Blood Pressure Control	Ages 18 - 85; most recent Blood Pressure <140/90 mm Hg
<b>Women's Preventive Screenings</b>	
Breast Cancer Screening	Ages 40 - 69; Mammography once every 2 years
Cervical Cancer Screening	Ages 21-64; Pap test every 3 years
Chlamydia Screening	Ages 16 -24; at least one (1) Chlamydia test per year if sexually active
<b>Preventive Screening</b>	
Colorectal Cancer Screening	Ages 50-75; FOBT in current year <u>OR</u> Flexible Sigmoidoscopy every 5 years <u>OR</u> Colonoscopy every 10 years
<b>Respiratory Conditions</b>	
Adult Acute Bronchitis	Ages 18 - 64; Adults with diagnosis of Acute Bronchitis <u>NOT</u> treated with antibiotic
Pedi Upper Respiratory Infection (URI)	Ages 3 months - 18 years; Members with diagnosis of Upper Respiratory Infection (URI) who were <u>NOT</u> dispensed an antibiotic prescription
Pedi Pharyngitis	Ages 2 - 18; Members with diagnosis of Pharyngitis who were dispensed an antibiotic <u>AND</u> received a group A streptococcus test
<b>Well-Visits</b>	
< 15 months	Ages 0 - 15 Months; at least six (6) Well Child Visits in first 15 months of life with a PCP, PA or NP
3-6 Years	Ages 3 - 6; at least one (1) Well Child Visit per year with a PCP, PA or NP
Adolescent Well Care Visits	Ages 12-21; At least 1 Comprehensive Well Care Visit per year with a PCP, PA, NP, or OB/GYN

# 2011 Hospital Measures



MASSACHUSETTS

<b>Hospital Clinical Process Measures</b>
<b>AMI Measure</b>
Aspirin at Arrival
Aspirin at Discharge
ACE inhibitor or ARB for Left Ventricular Systolic Dysfunction
Beta Blocker at Discharge
Smoking Cessation Advice/Counseling
<b>Heart Failure Measure</b>
Evaluation of Left Ventricular Systolic (LVS) Function
ACE inhibitor or ARB for Left Ventricular Systolic Dysfunction
Discharge Instructions
Smoking Cessation Advice/Counseling
<b>Pneumonia Measure</b>
Pneumococcal Vaccination Status
Influenza Vaccination Status
Antibiotics within 6 hours
Blood Cultures Performed in the Emergency Department Prior to Initial Antibiotic Received in Hospital
Appropriate Initial Antibiotic Selection
Smoking Cessation Advice/Counseling
<b>Surgical Infection Measure</b>
Prophylactic Antibiotic Received Within One Hour Prior to Surgical Incision
Prophylactic Antibiotics Discontinued Within 24 Hours After Surgery End Time
Prophylactic Antibiotic Selection
<b>Hospital Clinical Outcome Measures</b>
Acute Myocardial Infarction After Major Surgery
In-hospital Mortality
Wound Infection Rate
Pneumonia After Major Surgery/Invasive Vascular Procedure
Selected Infections Due to Medical Care
Postoperative Pulmonary Embolism or Deep Vein Thrombosis
Birth Trauma – Injury to Neonate
Obstetric Trauma – Vaginal Without Instrument
<b>Hospital Patient Experience Measures</b>
Communication with Nurses Composite
Communication with Doctors Composite
Responsiveness of Staff Composite
Discharge Information Composite



What Does This Mean for Integration of  
Pediatric Primary and Behavioral Health  
Care?

# Change is in the wind....



MASSACHUSETTS

- Federal and state governments (Medicare and Medicaid) reducing health care budgets
- Employers demanding changes to slow premium increases or even reduce premiums
- All this means medical cost trend has to be slowed...and this pressure on the system won't disappear

# Where is the Wind Blowing?...



MASSACHUSETTS

- Movement away from fee-for-service by federal and state governments and by commercial insurers
- Revolution in alternative payment models
- New Relationships between providers
  - ACOs “own” the population and determine how to care for them, not insurers
  - So various types of providers are beginning to collaborate within ACO’s or may approach/partner with ACO’s
- This is an opportunity to promote pedi primary care-BH integration

# Demonstrating the Value of Behavioral Health Integration with Primary Care



MASSACHUSETTS

- ACO's and pediatric primary care providers don't understand how BH integration can be valuable so BH providers and others (you?) need to make that case
- Show that integration can:
  - Improve the quality of care
  - Lower TOTAL costs
- This value can be in any aspect of caring for an ACO's populations and keeping it healthy

# Many Ways BH Integration Can Add Value



MASSACHUSETTS

- Team and Collaborative Care Models
- Curbside Consults for providers
- Easy Access for patients (emergent and routine)
- Help reduce the increased medical/surgical costs associated with patients with BH diagnoses ("BH co-morbidity")
- Measure effectiveness with outcome measures (*help develop new and better pediatric BH measures, including outcome measures*)
- Create collaborative BH networks to address the full spectrum of needs
- Other...



# Possible Financial Models for Integration of BH with Primary Care



MASSACHUSETTS

- Retainers
- Payment for collaboration, meetings, support
- “Sub-caps”
- Pay for performance on outcome measures
- Fee-for-Service
  - Traditional process (and rates) through health plans OR...
  - Direct contracts with ACOs with negotiated rates based on the value provided
- Other....

***Not necessarily limited to ACO's...some of this can work in FFS***

- Many specialists feel threatened.
- Hugely increased focus on primary care...with resources and respect starting to follow
  - Primary care clinicians have long felt underpaid, overworked, unappreciated, disrespected by specialty colleagues...and patients...
  - BH providers feel the same
- Integration with resurgent primary care may offer BH providers a path to thrive in the new world...

....IF THEY CAN DEMONSTRATE VALUE

# Engaging Payers...

## Regardless of Current Payment Model in Your State



MASSACHUSETTS

- Participate in Pediatric Councils or Child Mental Health Forums in your states, in collaboration with pediatric and/or BH leaders
  - Pediatricians, hospitals, advocates, government agencies, BH providers...and PAYERS (or invite them)
- Partner with above contacts and meet with colleagues at the plan or contact the CMO or BH leaders in the plan
- Offer collaboration: want to learn from and work with you...
- Discuss models that will promote integration and offer evidence for its value
- Encourage payers to include Pediatric BH measures in accountability measures for ACOs...but first must...
  - Encourage and work with national measurement entities to create such measures
  - Achieve this through work with local and national professional societies, hospital organizations, government entities, groups above, or individually



Thank you!