



COLORADO

Department of Health Care
Policy & Financing

Alternative Payment Model 2 Design

Review Team:

Session 1

February 6, 2024

Agenda

1. Welcome and Introductions
2. Understanding the DRT Role
3. What is Value-Based Payment?
4. Looking Ahead
5. Appendix

1. Welcome and Introductions

Meet the APM 2 Team



Araceli Santistevan
APM 2 Lead



Dawson Larance
APM 2 Co-Lead



Suman Mathur
Design Review Team
Lead Facilitator



Moriah Bell
Design Review Team
Supporting Facilitator



Kendra Neumann
Design Review Team
Supporting Facilitator



Hayley Dennison
APM 2 Support Team



Andy Wilson
APM 2 Support Team



Chelsea Finfer
APM 2 Support Team



Shani Ogilvie
APM 2 Support Team

2. Understanding the DRT Role

The ‘North Star’ Goal

“Improving the health, equity, access, affordability, and outcomes for all Coloradans”

This ‘North Star’ Goal will be our shared foundation with HCPF as we support HCPF in refining or creating programs to achieve these outcomes.

The Purpose of the Design Review Team (DRT)

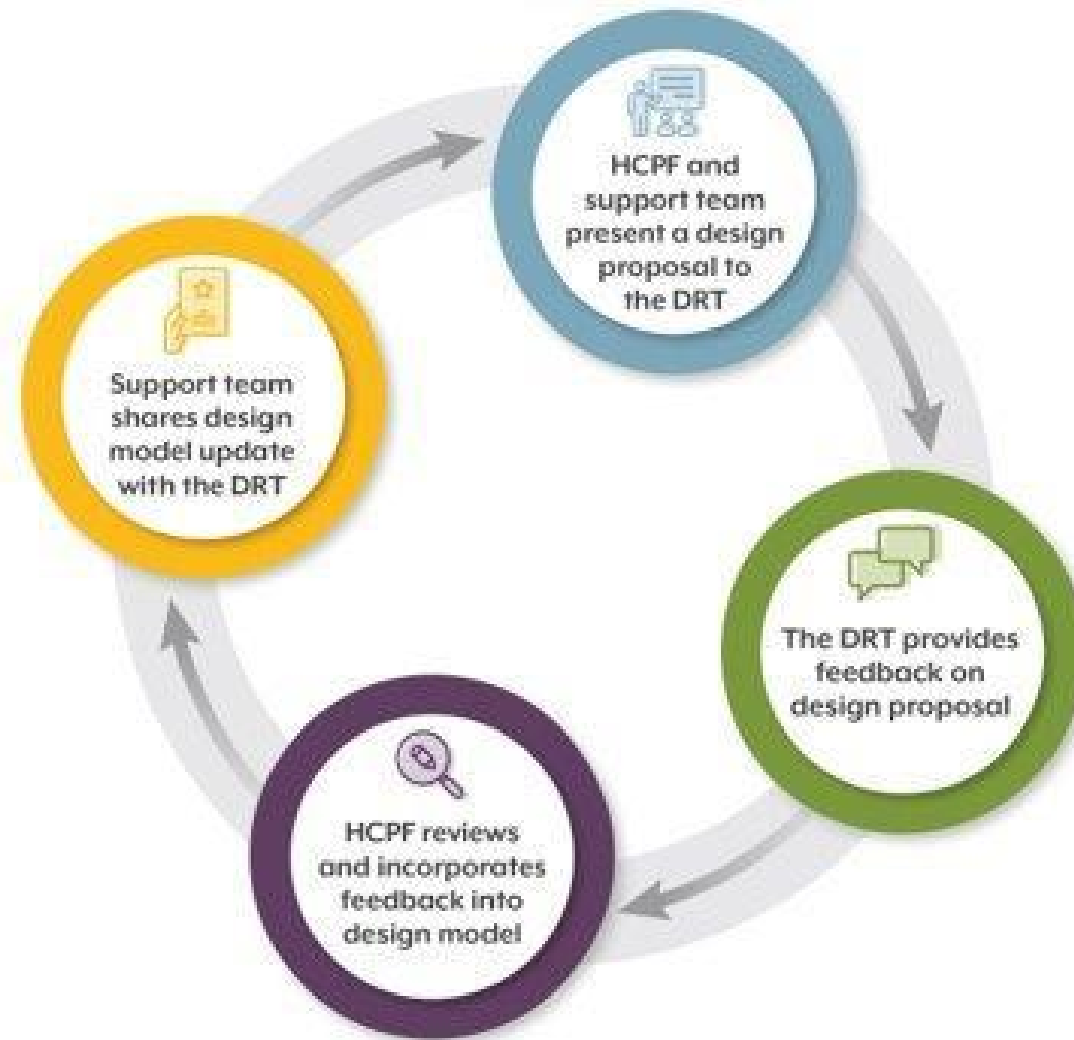
To inform the redesign of the Alternative Payment Model for primary care (APM 2).

In Scope	Out of Scope
<ul style="list-style-type: none">• Communicate insights, experience, and expertise on the topics presented• Make suggestions or propose ideas for the redesign of APM 2 within the context of the topics presented• Provide feedback to any consideration or option put forward for the redesign of APM 2• Ask questions!	<ul style="list-style-type: none">• Make final decisions on the redesign of the APM 2 program• Provide formal recommendations (i.e., report or standard documentation)• Discuss recommendations on design elements that cannot be changed (these elements will be communicated during relevant DRT sessions)

The Design Review Team will provide iterative feedback to HCPF on key design topics

1. **Goals and Objectives:** What are we trying to achieve?
2. **Quality Measurement and Quality Target Setting:** How will performance be measured and rewarded to align with program goals?
3. **Payment and Cost Target Setting:** How will providers get paid?
4. **Performance Improvement:** What information do you need to be successful?
5. **Program Sustainability:** What types of support will be needed to sustain this program?

This process will inform APM 2 redesign



3. What is Value-Based Payment?

What is Value-Based Payment?

- Value-based payment models reward providers based on **achievement of quality goals** and, in some cases, cost savings.
- These are in contrast to traditional fee-for-service payment models, which are based on the volume of care.

Source: [Medicaid and CHIP Payment and Access Commission](#)

HCPF currently operates, and is in the process of developing, several Alternative Payment Models (APMs)

	Primary Care	Specialty Care	Others
In Operation	<ul style="list-style-type: none"> • APM 1 • APM 2 	<ul style="list-style-type: none"> • Maternity Bundled Program 	<ul style="list-style-type: none"> • Hospital Transformation Program • Prescriber Tool APM, Phase I
In Development	<ul style="list-style-type: none"> • Payment Alternatives for Colorado Kids (PACK) • APM 2 (Redesign) 	<ul style="list-style-type: none"> • New Maternity APM • Home Health/Home Care Based Services (HCBS) APM 	<ul style="list-style-type: none"> • Colorado Providers of Distinction (COPoD) • Prescriber Tool APM, Phase II

The current APM 1 and 2 programs focus on primary care



The goals of APM 1 and 2 are to introduce **accountability** for outcomes, provide **stable revenue** for participants, allow for increased investment in care improvement, and reward savings in **chronic conditions care management**.



APM 1 Primary Care Medical Provider (PCMP) participants receive adjustable fee-for-service payments based on **defined quality measure performance**.



APM 2 PCMP participants can receive a **flexible PMPM** (per-member per-month) payment as well as a shared savings incentive payment dependent upon **savings for members with defined chronic conditions**.

4. Looking Ahead

Looking Ahead

Next DRT Session: Wednesday, February 28th from 11:00am - 1:00pm

Topic: APM 2 Redesign Goals and Objectives, APM 1 and 2 Overview

Resources available for your review:

- [APM 2 Program Resources](#)
- APM 101 Videos
 - [APM 1](#)
 - [APM 2](#)

Questions? Please email us at HCPF_VBPStakeholderEngagement@sate.co.us

5. Appendix

Upcoming APM 2 DRT Session Topics

Date	DRT Session	APM Framework Component	APM 2 DRT Session Topic (Subcomponent)
Feb 6	1	DRT Overview	Sessions, Expectations, Background
Feb 28	2	Goals and Objectives	Feedback on Goals
Mar 13	3	Quality Measurement & Quality Target Setting	Feedback on Quality Measures and targets as well as operationalization
Mar 27	4	Quality Measurement & Quality Target Setting	For Payment (tied to Goals)
Apr 10	5	Payment and Cost Target Setting	Overall process of payment and target setting
Apr 24	6	Payment and Cost Target Setting	Feedback and proposed considerations for attribution method
May 8	7	Payment and Cost Target Setting	Feedback, pros, cons for risk adjustment methodology considerations
May 22	8	Payment and Cost Target Setting	Overall process of reconciliation
June 12	9	Performance Improvement	Actionable insights, provide 'must haves', nice to haves
June 26	10	Program Sustainability	Prioritize types of Support