

#### CCO & HEALTH TRANSFORMATION WORKGROUP

Caryn Wheeler, MPH December 18<sup>th</sup> 2014

#### **ABOUT ME**

Jackson County TPEP & Healthy Communities Coordinator Jackson County Accreditation Coordinator Jackson & Josephine County Adult Immunization Outreach Coordinator Master of Public Health, Health Management & Policy

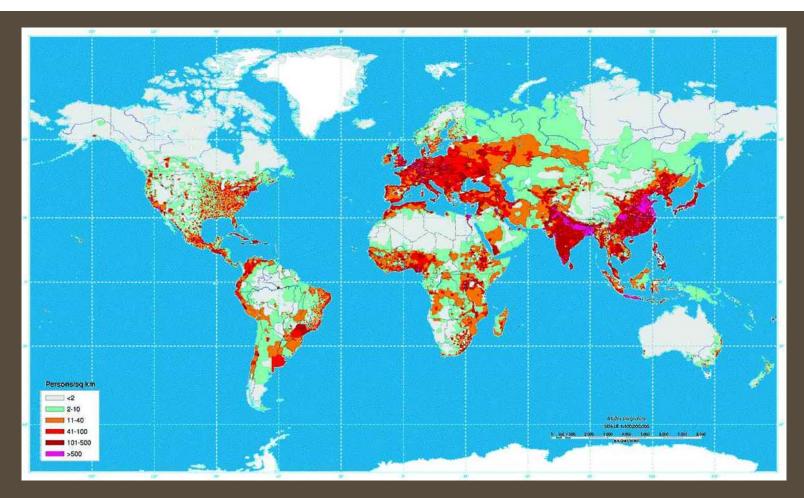


### HOW WE GOT HERE

Coordinated Care Organizations 101

# COORDINATED CARE ORGANIZATIONS: WHY AND HOW DID WE GET HERE?

Why is healthcare transformation needed? Why coordinated care? How is it structured? Who is doing it? What will be different?

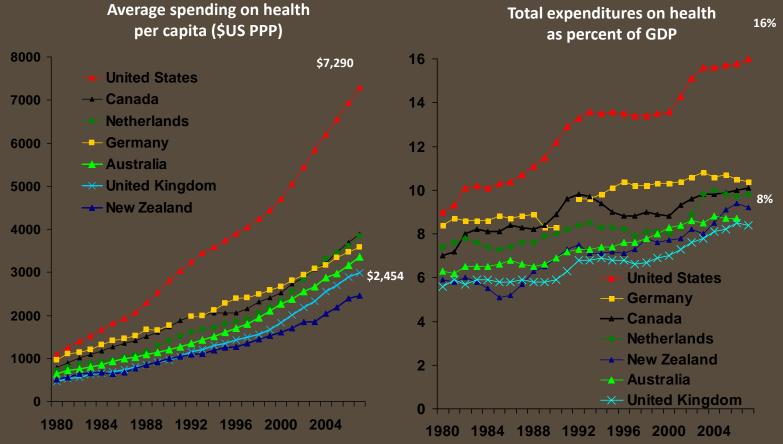


"Although the United States makes up just 5% of the world's population, they represent more than half of every medical dollar expended on the planet. Yet for all that effort, US life expectancy appears near the bottom of rankings by the OECD."

Martinson et. al <u>Health Across the Life Span in the United States and England</u>. Am J Epidemiol. 2011;173(8):858-865

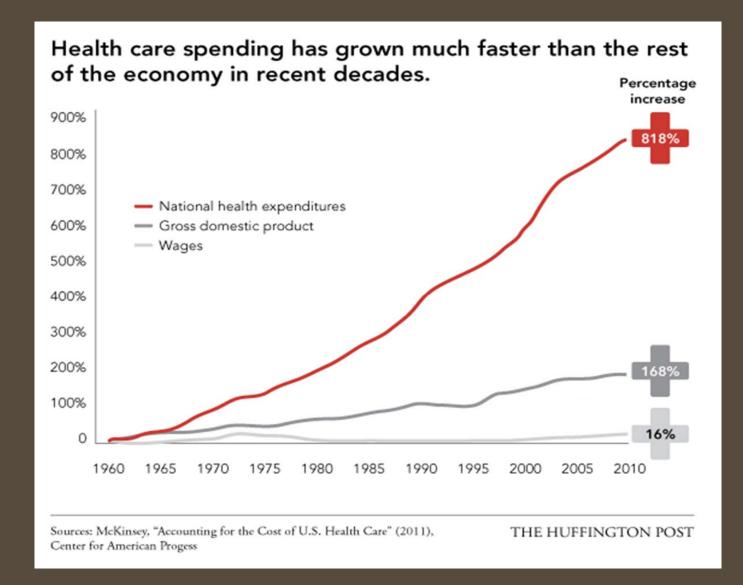


#### EXHIBIT 1. INTERNATIONAL COMPARISON OF SPENDING ON HEALTH, 1980–2007



Note: \$US PPP = purchasing power parity.

Source: Organization for Economic Cooperation and Development, OECD Health Data, 2009 (Paris: OECD, Nov. 2009).



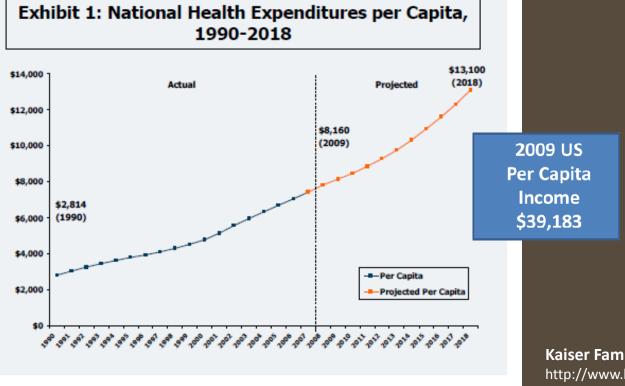
## HEALTHCARE COSTS: RISING FASTER THAN OTHER GOODS

If food had risen at the same rates as medical inflation since the 1930s:

- I dozen eggs = \$80.20
- I dozen oranges = \$107.90
- 1 lb. of bananas =\$16.04
- 1 lb. of coffee =\$64.17



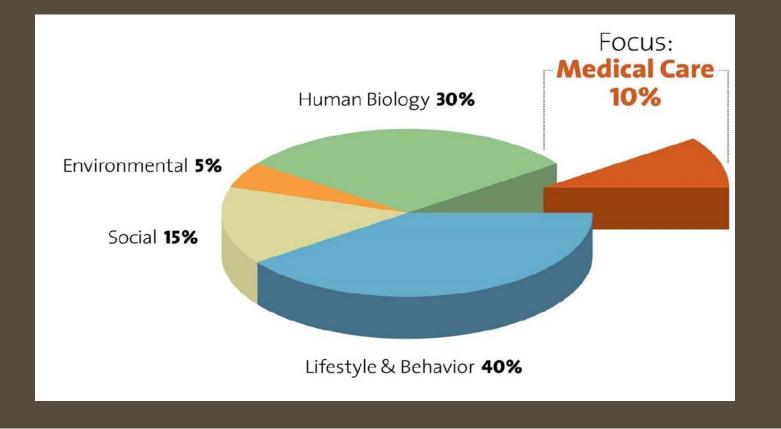
### THE URGENCY OF "TRANSFORMATION"...



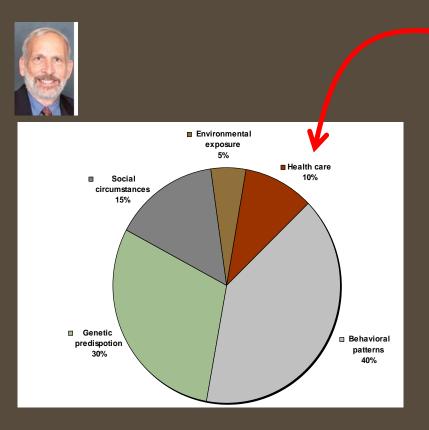
THE HENRY J. KAISER FAMILY FOUNDATION

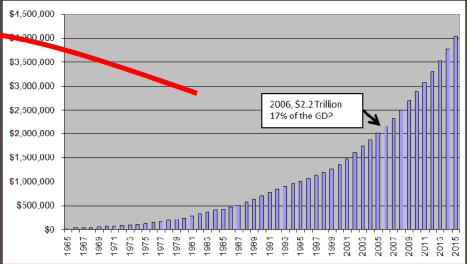
Kaiser Family Foundation, March 2009 http://www.kff.org/insurance/upload/7692\_02.pdf

#### WRONG FOCUS = WRONG RESULTS



#### SO... "WHAT DETERMINES OUR HEALTH?"





"We don't pay for health we pay for sickness."

Schroeder, NEJM 2007;357:1221-8

### OREGON'S ISSUES

#### Oregon's budgetary struggle

- Oregon shortfall = \$3 Billion
- Can't fund schools: K-12 or college
- Can't fund police and jails
- Can't fund Medicaid (Oregon Health Plan) ightarrow Costs rising 8%/ year

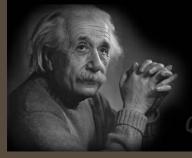
#### The State's Options: How to Bend the Healthcare Cost Curve

- Cut benefits
- Cut number that can enroll
- Pay providers less
- OR.....

We can't solve problems by using the same kind of thinking we used when we created them.

> **Albert Einstein** German Theoretical-Physicist

> > (1879-1955)





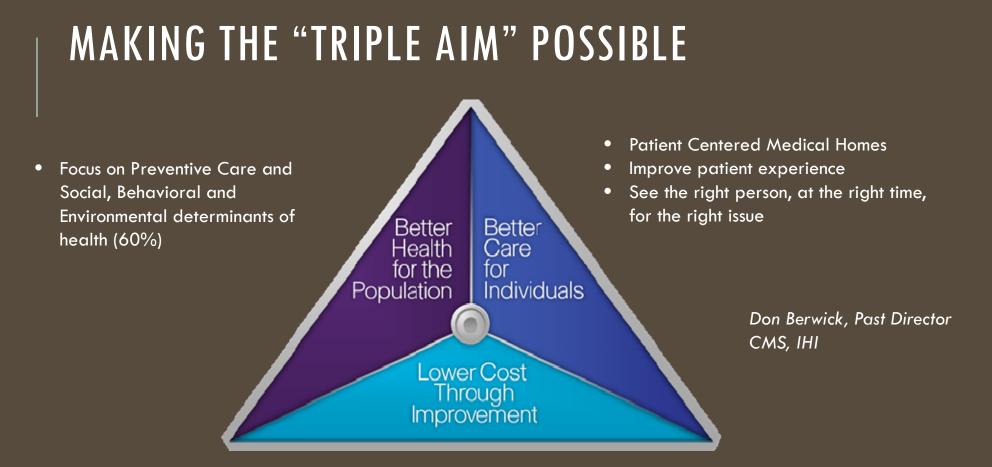
In any moment of decision, the best thing you can do is the right thing, the next best thing is the wrong thing, and the worst thing you can do is nothing.

(Theodore Roosevelt)

izquotes.com

### TRIPLE AIM: A NEW VISION FOR OREGON

Better health
 Better care
 Lower costs



- Eliminate Waste, Duplication, Errors and Unnecessary care
- Change the way we pay for healthcare  $\rightarrow$  insurers and providers
- Outcomes based and data driven decision making

### PPACA = AFFORDABLE CARE ACT = OBAMACARE

#### Patient Protection & Affordable Care Act (PPACA) was signed into law March 2010

 Set out to provide new funding for public health and prevention, bolster the public health workforce and infrastructure, and foster innovation and quality

#### Largest changes in health care in 50 years

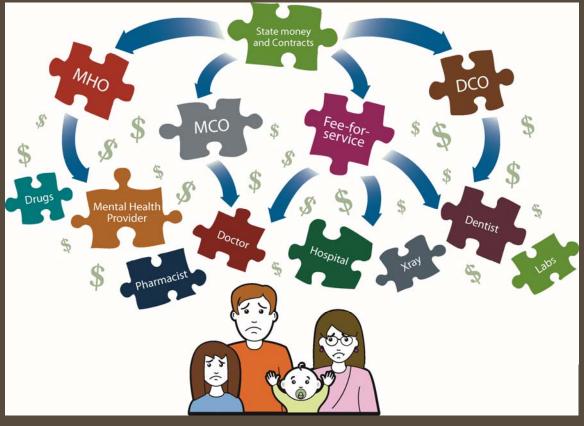
#### Coverage and access

- Medicaid expansion in Oregon
  - Majority of members are enrolled in coordinated care organizations
- Health insurance exchanges

#### Enrollment

- Total Oregon Health Plan enrollment: 1,008,953 (September 15, 2014)
- Increase of 394,770 members since December 2013

#### BEFORE CCOS: HEALTHCARE IS CONFUSING; HEALTHCARE IS EXPENSIVE



### **BEFORE & AFTER CCOS**

#### Before CCOs

Fragmented care

Disconnected funding streams with unsustainable rates of growth

No incentives for improving health (payment for volume, no value)

Limits on services

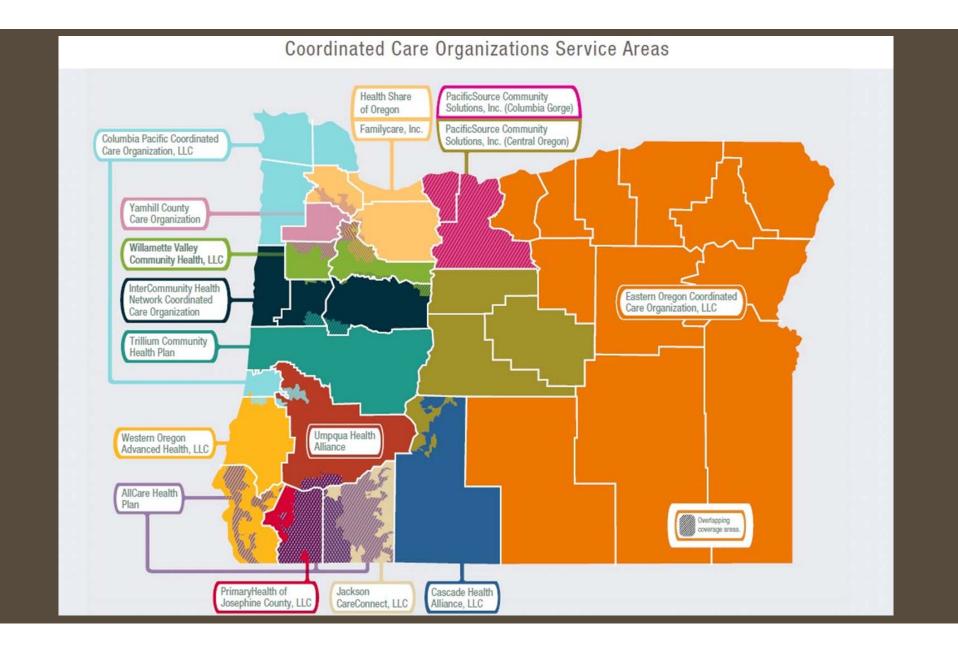
Health care delivery disconnected from population health

Limited community voice and local area partnerships

#### After CCOs

Coordinated, patient-centered care
One global budget with a fixed rate of
growth
Metrics with incentives for quality
Flexible services
CCO community health assessments and
improvement plans

Local accountability and governance, including a community advisory council



### THE COORDINATED CARE MODEL

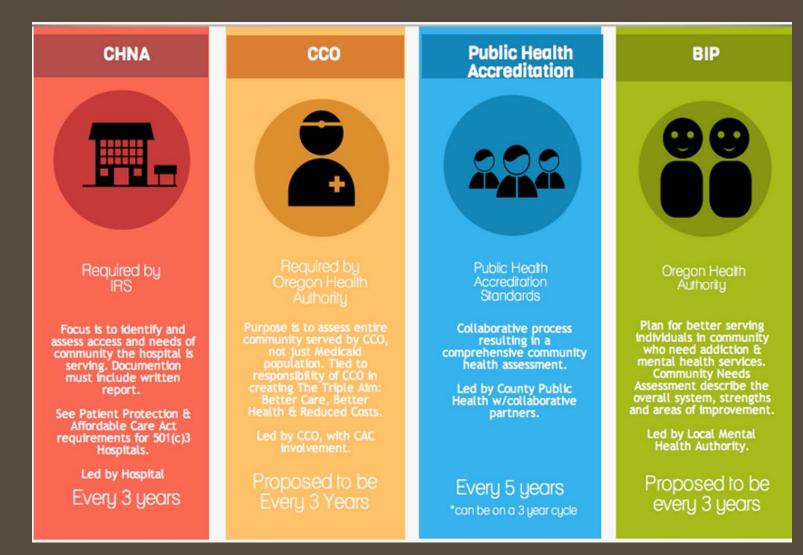


#### **COORDINATED CARE ORGANIZATIONS**



### THE COMMUNITY HEALTH ASSESSMENT (CHA)

"The CCO's Community Advisory Council shall the community health assessment and adopt a plan to serve as a strategic population health and health care system service plan for the community served by the CCO. The Council shall annually publish a report on the progress of the plan."



V Consulting & Associates Inc. \* www.vconsults.com

#### OREGON CCO COMMUNITY HEALTH IMPROVEMENT PLAN (CHIP) PRIORITY FOCUS AREAS\*

- Mental health integration (13 CHPs)
- Maternal health, early childhood and youth (11 CHPs)
- Access to care (8 CHPs)
- Health equity and socioeconomic disparities (7 CHPs)
- Oral health (7 CHPs)
- Healthy housing and the built environment (7 CHPs)
- Public health, chronic disease and chronic illness prevention (6 CHPs)
- \* submitted as of July 2014 from 14 CCOs

#### TRANSFORMATION PLANS

Establish the foundation for OHA's partnership with CCOs to achieve Oregon's health system goals

#### **ALPHABET SOUP**

- CCO = Coordinated Care Organization
- CAC = Community Advisory Council
- CACC = CAC subcommittee focusing on the Community Health Assessment
- CHA = Community Health Assessment
- CHIP = Community Health Improvement Plan
- MAPP = Mobilizing for Action Through Planning & Partnerships
- SWOT = Strengths, Weaknesses, Opportunities & Threats
- DCO = Dental Care Organization
- OAR = Oregon Administrative Rule
- ORS = Oregon Revised Statutes

### TRANSFORMATION CENTER



To support Health System Transformation, OHA needs to transform itself, too.

- Move beyond just regulating CCOs. Be a supportive partner in transformation and the spread of innovation.
- Transformation Center will operate as OHA's hub for innovation and improvement.
- Will also help the agency see where it needs to transform internally.

Goal: Partner with CCOs to increase the rate and spread of innovation needed to achieve triple aim.

- Our role is to help good ideas travel faster.
- Will work collaboratively with partners.

Spread elements of the coordinated care model to other payers

### **DIFFUSION OF INNOVATION**



These strategies also help innovations spread and will be part of the Transformation Center:

- Active Learning Network: Peer-to-peer conversations and shared learning is critical
- Champions of Change: Opinion leaders and early adopters help spread the word effectively
- Rapid Cycle Improvement: Proven technique for enhancing speed and quality of decision making

## TRANSFORMATION CENTER SUPPORT TRANSFORMATION

- Innovator Agents
- Learning Collaboratives
- Data & Analytics
- Technical assistance and infrastructure support
- Conferences and workshops, communications, outreach and networking
- Council of Clinical Innovators; Clinical standards & supports
- Regional Health Equity Coalitions (6)
- Promotion of patient-centered primary care homes, use of non-traditional health workers and elements of the CCO model

### **INNOVATOR AGENTS**

Serve as liaison between the State and the CCOs, and the CCOs and local partners

#### Varied backgrounds

- Mental Health
- Long Term Care
- Child Welfare
- Public Health
- Early Childhood
- Social Work
- Developmental Disabilities







TRANSFORMATION













### **FUTURE TOPICS**

- 1. Eastern Oregon CCO
- 2. Early Learning Hubs and CCOs: Collaborating Across Systems
- 3. Yamhill CCO & the universal referral
- 4. AllCare & Alternative Payment Methods (APMs)
- 5. Innovator Agents
- 6. Healthiest State & Opportunities for cross-collaboration
- 7. 2 new metrics (effective contraception use & dental sealants)
- 8. Alternative Payment Methodologies in Oregon: The State of Reform

### FORMAT

