



UNEARNED FUNDING



Thursday, September 28, 2017; 12:00-1:00pm

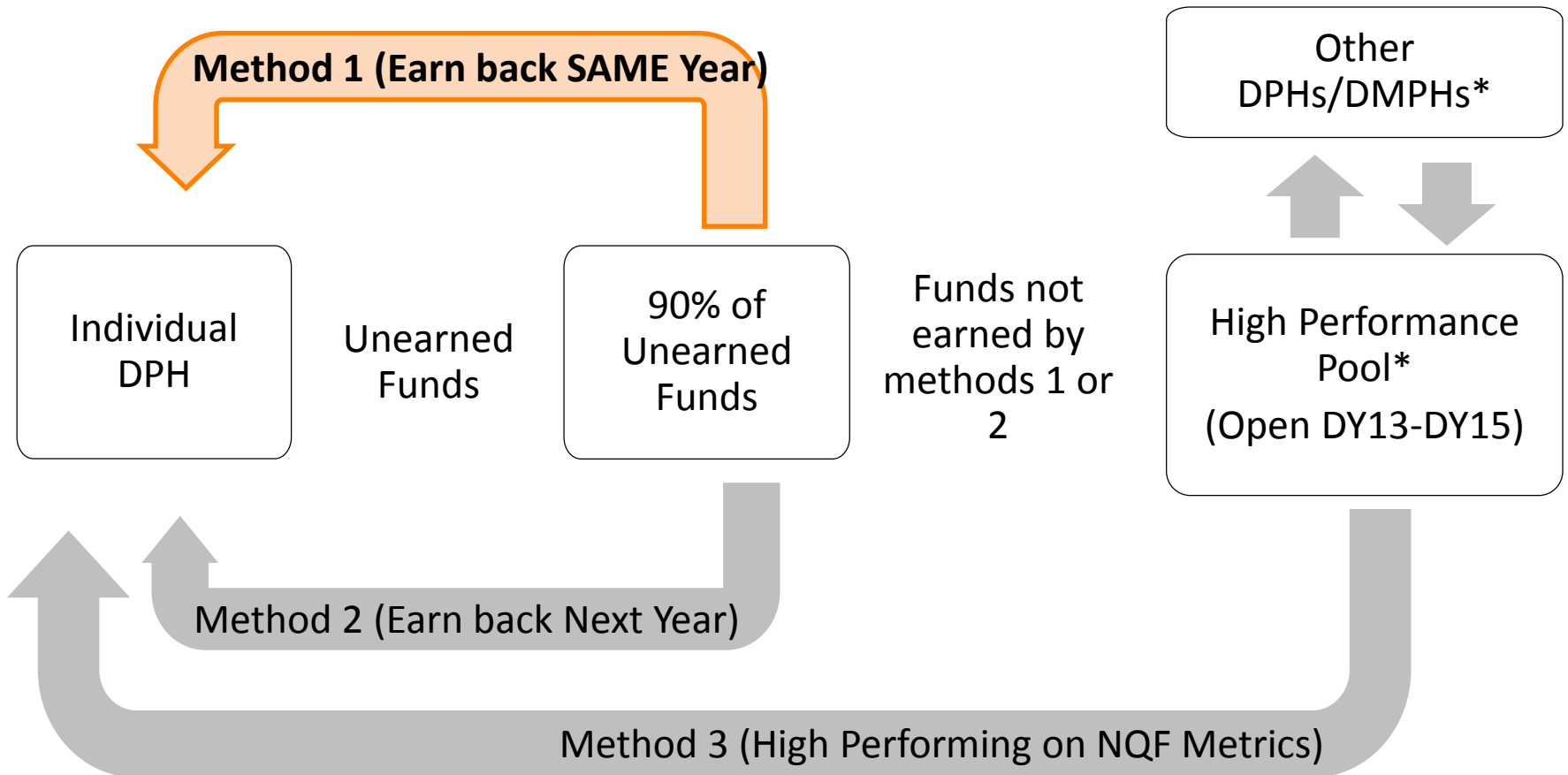
Dr. Ash Amarnath, DHCS, PRIME Clinical Lead

Dr. David Lown, CMO, SNI

Recording Link:

<https://safetynetinstitute.webex.com/safetynetinstitute/lsr.php?RCID=29fd4685e0cc45a1bc90f281c7296fed>

3 Methods



Method 1: Earning Unclaimed Funds

1. Within the same Demonstration Year:

- PHS can earn up to 90% of unearned funds
 - 10% automatically funds the subsequent DY DPH-wide High Performance Pool
- Demonstrate $\geq 50\%$ over performance on other P4P metrics

Table 9: Unearned Claiming (for current DY)

| End of Year Metric Performance | Amount of unearned funds that are eligible for re-claiming |
|---------------------------------------|---|
| 50-74% over performance | 25% of the metric value |
| 75%-99% over performance | 37.5% of the metric value |
| 100% over performance | 50% of the metric value |

Method 1 – Example 1

Assumes Metric value = \$100k

| DY 12 Underperformance | | | DY 12 Overperformance | | | |
|---------------------------------------|-----|---------------|-----------------------|------|-------|---------------|
| Metric | AV | Unearned \$ | Metric | AV | % \$ | \$ |
| 1 | 0 | 100k | 4 | 1.5 | 25% | 25k |
| 2 | .5 | 50k | 5 | 1.75 | 37.5% | 37.5k |
| 3 | .75 | 25k | 6 | 2 | 50% | 50k |
| SUM | | 175k | SUM | | | 112.5k |
| To HPP * (DY 13) | | - 10% | | | | |
| Unclaimed funds eligible to be earned | | 157.5k | | | | |

Method 1 – Example 1

Assumes Metric value = \$100k

| DY 12 Underperformance | | | DY 12 Overperformance | | | |
|---------------------------------------|-----|---------------|-----------------------|------|-------|---------------|
| Metric | AV | Unearned \$ | Metric | AV | % \$ | \$ |
| 1 | 0 | 100k | 4 | 1.5 | 25% | 25k |
| 2 | .5 | 50k | 5 | 1.75 | 37.5% | 37.5k |
| 3 | .75 | 25k | 6 | 2 | 50% | 50k |
| SUM | | 125k | SUM | | | 112.5k |
| To HPP * (DY 13) | | - 10% | | | | |
| Unclaimed funds eligible to be earned | | 112.5k | | | | |

Earned in DY12 = \$112.5k

Underperforming metrics #1 & 2, chosen to match value of overperforming metrics #4-6

Method 1 – Example 2

Assumes Metric value = \$100k

| Underperformance | | | Overperformance | | | |
|---------------------------------------|----|-------------|-----------------|------|------|-------------|
| Metric | AV | Unearned \$ | Metric | AV | % \$ | \$ |
| 7 | 0 | 100k | 9 | 2.0 | 50% | 50k |
| 8 | .5 | 50k | 10 | 2.0 | 50% | 50k |
| | | | 11 | 1.50 | 25% | 25k |
| | | | 12 | 2.0 | 50% | 50k |
| SUM | | 150k | SUM | | | 175k |
| To HPP * (DY 13) | | - 10% | | | | |
| Unclaimed funds eligible to be earned | | 135k | | | | |

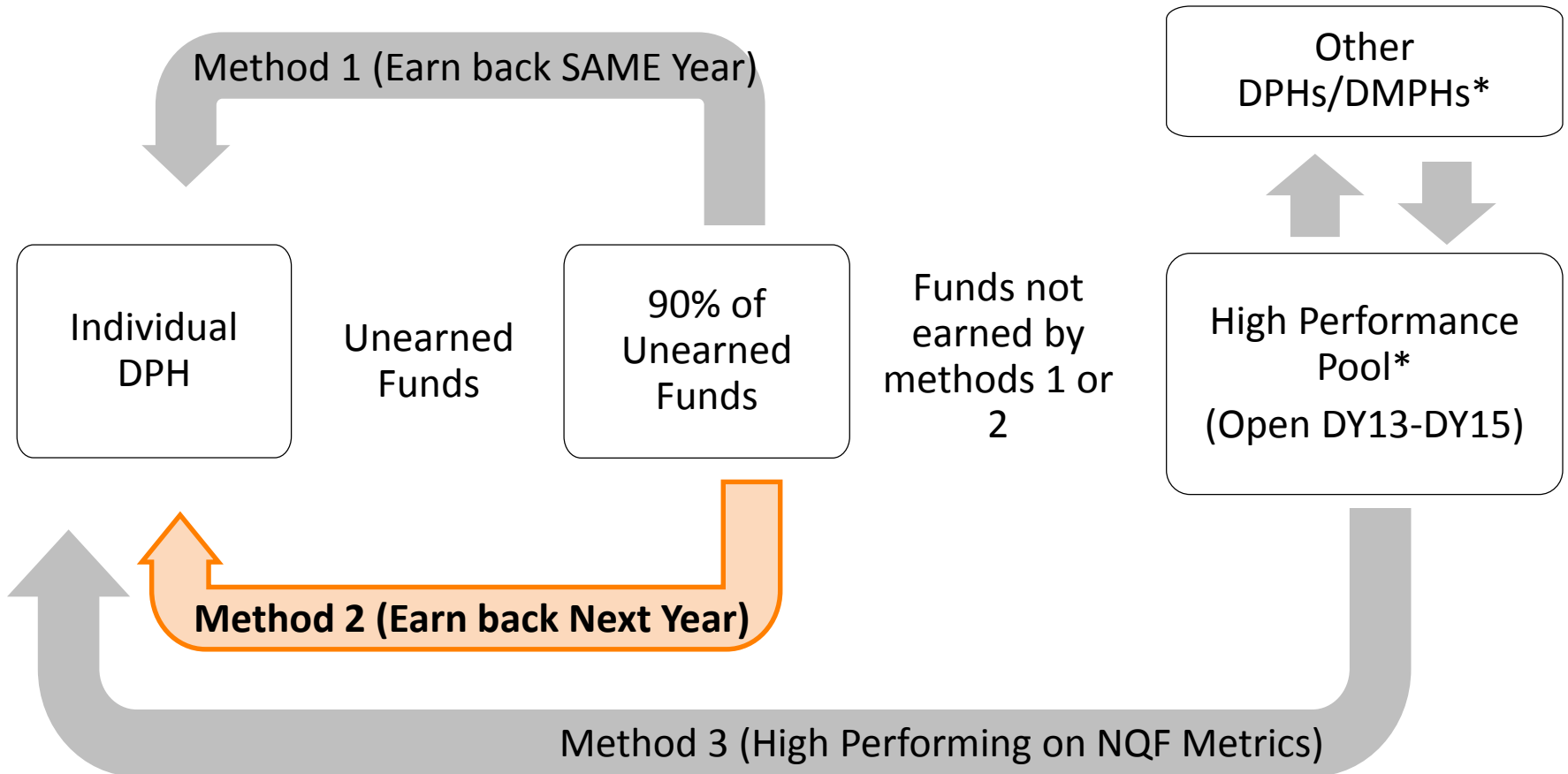
Method 1 – Example 2

Assumes Metric value = \$100k

| Underperformance | | | Overperformance | | | |
|---------------------------------------|----|-------------|--|------|------|---------------|
| Metric | AV | Unearned \$ | Metric | AV | % \$ | \$ |
| 7 | 0 | 100k | 9 | 2.0 | 50% | 50k |
| 8 | .5 | 50k | 10 | 2.0 | 50% | 50k |
| | | | 11 | 1.50 | 25% | 25k |
| | | | 12 | 2.0 | 50% | 50k |
| SUM | | 150k | SUM | | | 175k |
| To HPP * (DY 13) | | - 10% | Value selected over-performance metrics | | | \$150K |
| Unclaimed funds eligible to be earned | | 135k | | | | |

Earned in DY12 = \$135k

3 Methods



***Can't claim same metric for Method 1 and Method 2**

Earning Unclaimed Funds – 3 Methods

2. Subsequent Demonstration Year:

- Up to the remaining 90% from the prior DY can be earned back by demonstrating $\geq 50\%$ over performance on the same unmet metric according to Table 10, pg 21 of Attachment II

Table 10: Unearned Claiming (for subsequent DY)

| End of Year Metric Performance | Amount of the same metric's prior year's unearned funds that are eligible for re-claiming |
|---------------------------------------|--|
| 50-74% over performance | 25% of a metric's unearned funds |
| 75%-99% over performance | 37.5% of a metric's unearned funds |
| 100% over performance | 50% of a metric's unearned funds |

Method 1 – Example 1

Assumes Metric value = \$100k

| DY 12 Underperformance | | |
|---|-----|--------------|
| Metric | AV | Unearned \$ |
| 1 | 0 | 100k |
| 2 | .5 | 50k |
| 3 | .75 | 25k |
| SUM of remaining DY 12 unclaimed funds | | 50k |
| To HPP * (DY 13) | | - 10% |
| DY 12 unclaimed funds eligible to be earned in DY 13 | | \$45k |

Method 2 – Example 1

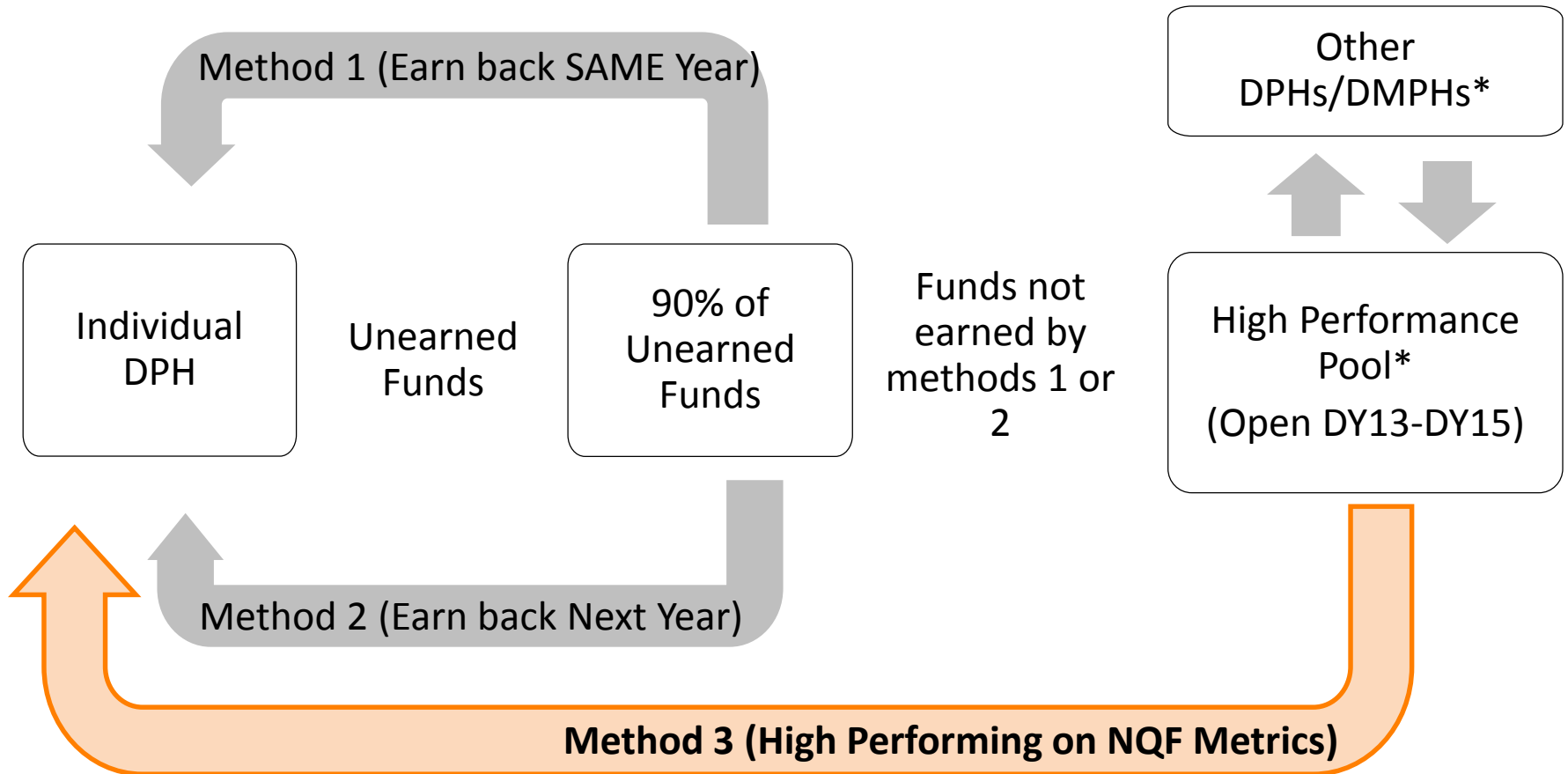
Assumes Metric value = \$100k

| DY 12 Underperformance | | | DY 13 Overperformance | | | |
|--|----|---------------------------------|-----------------------|------|-------|----------|
| Metric | AV | Available Unearned \$ for DY 13 | Metric | AV | % \$ | \$ |
| 2 | .5 | 45k | 2 | 1.75 | 37.5% | \$16,875 |
| Remaining unclaimed funds added to HPP | | \$28,125 | Total Earned in DY 13 | | | \$16,875 |

**Unearned Funds Reclaimed
Via Method 2 in DY13 = \$16,875**



3 Methods



Earning Unclaimed Funds – 3 Methods

3. High Performance Pool DYs 13-15

- Funded by remaining unearned funding
- Earnable by any DPH achieving High Performance on any of the DPH required projects' 22* P4P NQF Metrics
- Must achieve:
 - ≥ 90 th percentile benchmark OR
 - 20% gap closure
- Funds allocated pro rata to qualifying PHSs

NOTE: PHS can only use a metric's over performance to earn unclaimed funds through 1 of the 3 reclaiming mechanisms

*There are 16 unduplicated NQF metrics, but several metrics exist in multiple projects

High Performance Pool Metrics**

1. CG-CAHPS: Provider Rating
2. Colorectal Cancer Screening
3. Comprehensive Diabetes Care: HbA1c Poor Control (>9.0%)*
4. Controlling Blood Pressure
5. Depression Remission at 12 Months CMS159v4
6. Exclusive Breast Milk Feeding (PC-05)
7. H-CAHPS: Care Transition Metrics
8. Influenza Immunization
9. Ischemic Vascular Disease (IVD): Use of Aspirin or Another Antithrombotic
10. Medication Reconciliation - 30 days*
11. PC-02 Cesarean Section
12. Prenatal and Postpartum Care
13. Reconciled Medication List Received by Discharged Patients
14. Screening for Clinical Depression and follow-up*
15. Timely Transmission of Transition Record*
16. Tobacco Assessment and Counseling*

*Metric exists in >1 project, each occurrence of which counts as a separate metric for the High Performance Pool

**Inclusion dependent on standard gap closure methodology

Why isn't 1.2.11 REAL eligible for over-performance?

- 1.2.11 target is not based on gap closure, but on threshold achievement → No gap to close, or to over-perform on
- Examples:
 - DPH #1:
 - DY 11 rate of 0%
 - DY 12 rate of 43%
 - Achieved double the target
 - Doubled the “gap” to target.
 - DPH #2:
 - DY 11 rate of 16%
 - DY 12 rate of 24%
 - Didn't achieve double the target
 - Did double their “gap closure”