

# Delaware Center for Health Innovation Payment Model Monitoring Committee

## **MEETING INFORMATION**

- Date: January 11, 2017, 4:30 pm
- Location: Newark, Delaware

## **AGENDA**

- Recap and status updates
- Current situation and complications
- Path forward on payment innovation
- Next steps
- Next meeting date and location

## **NEXT STEPS**

- Hold additional meetings with the Committee to provide background on Federal changes and potential payment reforms

## **NEXT MEETING DATE AND LOCATION**

- Wednesday, March 8, 2017 @ 4:30pm
- 15 Innovation Way, Room 102, Delaware Biotechnology Institute, Newark DE

## **SUMMARY OF DISCUSSION**

- Tom Brown provided the Committee with a recap from the November meeting, an update from the December Board meeting, and an update on DCHI successes to date
- The Committee discussed Delaware's progress to date on adopting value-based payment models, with acknowledgement of the progress to date, but also that some stakeholders have described the shift as "slower than desired", and with varying degrees of adoption between hospital systems and smaller practices
- The Committee discussed the current environment in Delaware, noting that as Delaware seeks to curb healthcare cost growth, the Payment Committee and DCHI have an opportunity to be involved in educating and advocating for more proactive

models that reduce inefficiencies and waste in the system, as opposed to reductions in benefits or payment rates

- The Committee also discussed Delaware in the context of potential changes to Federal financing (e.g., to Medicaid and the Individual Market), leading to a window of opportunity for states to propose reforms that may supersede or augment potential Federal changes
- Discussed a range of potential payment innovation models, and discussed examples from other states for each
  - Potential models discussed include total cost of care models (including both upside and downside risk), capitation arrangements, bundled payment models, special needs population-based models, statewide multi-payer ACOs, and global healthcare budgets
- The Committee briefly discussed potential vehicles for payment reform, including independent contracting between MCOs and providers, state purchasing, legislative action, and waiver authorities; Committee members asked for additional information on the potential for using waivers as a vehicle for reform