

Alliance for Better Health Transformation Fund Calculations and Payments



Transformation Fund

- The Transformation Fund is split 70/30, with 70 % of the funds allocated to performance on the 39 DOH Performance Measures, and 30% allocated to the Participant Performance Measures ("Proxy Measures").
 - The 70 % is spread across 2 payments, corresponding to the DOH performance determinations in January and July 2018, and adjusted based on DOH performance determinations.
 - The 30% is spread evenly across 4 quarters, and adjusted based on Alliance performance determinations.

Proxy Q1	Proxy Q2	January 2018	Proxy Q3	Proxy Q4	July 2018
\$1,900,000	\$1,900,000	\$2,974,089	\$1,900,000	\$1,900,000	\$15,283,443

Performance Teams

- Alliance will establish performance teams around logically bundled DOH performance measures.
- A Participant working on one or more DOH measure within a bundle will be assigned to the associated performance team.

Bi-Annual Calculation

- Each of the DOH Performance Measures has an allocation % established by DOH.
- After DOH makes their performance determination, the total amount of P4P \$ is spread across all 39 DOH Performance Measures based on the DOH % (in this example \$160,303 for Potentially preventable ER Visits represents 100% performance).
- The measure specific amount is then multiplied by the specific Participant Allocation Factor to determine the Participant’s payout for that measure (in this example 20%).

Potentially Preventable ER Visits	January 2018 \$ 2,974,089		
Participant Allocation Factor 20%	\$ 32,065	5.39%	\$160,303

Quarterly Calculation

- Each of the DOH Performance Measures has an allocation % established by DOH.
- The Participant, in collaboration with Alliance, has identified at least 1 proxy measure for each bundle of DOH measures containing a measure or measures that they are working on.
- At the end of the quarter, Alliance determines the Participant's performance on their specific proxy measures.
- The measure specific amount is then multiplied by the Participant specific Allocation Factor to determine the payout for that measure (in this example it is 2% for each of the 5 DOH measures shown).
- For each of the proxy measures that are “Made,” the Participant earns the associated proxy value of the sum of the underlying DOH measures that they are working on.
- In this example the Participant is working on all 5 measures in the bundle and has made the proxy of the associated bundle. They earn $\$2,048 \times 5 = \$10,240$.

January Proxy total \$ 1,900,000

Potentially Avoidable ER Visits	*	Proxy Make	2%	\$ 2,048	\$ 102,410	5.39%
Potentially Avoidable Readmissions	*		2%	\$ 2,048	\$ 102,410	5.39%
Composite of All Measures - Adult	*		2%	\$ 2,048	\$ 102,410	5.39%
Composite of All Measures - Pediatric	*		2%	\$ 2,048	\$ 102,410	5.39%
% W Care Transitions	*		2%	\$ 2,048	\$ 102,410	5.39%

A Comprehensive Example

- In this example:
 - All the measures the participant is working on are listed.
 - The DOH has determined Alliance performed at 75% for both the January and July performance periods.
 - The total amount available for each measure the Participant is working on for the bi-annual payments (January and July) is determined by multiplying the total bucket by the DOH % for each of the measures.
 - The participant is working on measures in all the bundles except the PAM bundle.
 - In Q1, Q2, and Q4 the Participant “makes” the proxy for each bundle they are working on. In Q3 they “miss” the BH bundle.
 - In each instance of making a bundle, the Participant earns the quarterly amount for each measure they are working on within the made bundle.
 - The quarterly amount for each measure is calculated by multiplying the total quarterly amount (\$1,900,000) by the DOH %, and then multiplying that by the associated Participant specific Allocation Factor for that measure.
 - This Participant then earns a total of \$1.6 million in Transformation Fund Incentive dollars.
 - Illustration follows.....

			Q1	Q2	January 2018 (70%)	Q3	Q4	July 2018 (70%)	
					at 75%			at 75%	
P4P	Factor		\$ 1,900,000	\$ 1,900,000	\$ 2,230,567	\$ 1,900,000	\$ 1,900,000	\$ 11,462,582	
			\$154,696	\$154,696	\$181,611	\$107,196	\$154,696	\$933,274	\$1,686,170
Domain 2 - Integration (2a/b/c Strategies)									
PPV rate	*	20%	\$20,485	\$20,485	\$24,049	\$20,485	\$20,485	\$123,584	
PPR rate	*	20%	\$20,485	\$20,485	\$24,049	\$20,485	\$20,485	\$123,584	
PQI 90 rate	*	12%	\$12,291	\$12,291	\$14,429	\$12,291	\$12,291	\$74,150	
PDI 90 rate	*	12%	\$12,291	\$12,291	\$14,429	\$12,291	\$12,291	\$74,150	
% w 1+ year provider relationship	*	13%	\$4,438	\$4,438	\$5,211	\$4,438	\$4,438	\$26,776	
% w primary care visit, 20-44	*	13%	\$4,438	\$4,438	\$5,211	\$4,438	\$4,438	\$26,776	
% w primary care visit, 45-64	*	13%	\$4,438	\$4,438	\$5,211	\$4,438	\$4,438	\$26,776	
% w primary care visit, 65+	*	13%	\$3,329	\$3,329	\$3,908	\$3,329	\$3,329	\$20,082	
% w primary care visit, 1-2	*	13%	\$3,329	\$3,329	\$3,908	\$3,329	\$3,329	\$20,082	
% w primary care visit, 2-6	*	13%	\$3,329	\$3,329	\$3,908	\$3,329	\$3,329	\$20,082	
% w primary care visit, 7-11	*	13%	\$3,329	\$3,329	\$3,908	\$3,329	\$3,329	\$20,082	
Strategy 3a - Behavioral Health									
PPV rate for patients w BH Dx	*	15%	\$6,630	\$6,630	\$7,783		\$6,630	\$39,998	
% w antidepressant med mgmt - acute	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
% w antidepressant med mgmt - continuation	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
% diabetic schizophrenics w diabetes monitoring	*	12%	\$5,304	\$5,304	\$6,227		\$5,304	\$31,999	
% antipsychotic med users w diabetes screening	*	12%	\$5,304	\$5,304	\$6,227		\$5,304	\$31,999	
% on ADHD meds w timely follow-up - initial	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
% on ADHD meds w timely follow-up - continuation	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
% BH discharge w timely follow-up - 7 days	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
% BH discharge w timely follow-up - 30 days	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
% w positive depression screen and timely follow-up	*	12%	\$5,304	\$5,304	\$6,227		\$5,304	\$31,999	
% w timely initiative of substance abuse treatment	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
% engaged in substance abuse treatment	*	12%	\$2,652	\$2,652	\$3,113		\$2,652	\$15,999	
Screening for Clinical Depression and Follow-Up	*	12%	\$3,743	\$3,743	\$4,394		\$3,743	\$22,579	
PQI #15 - adolescent asthma	■	7%	\$2,805	\$2,805	\$3,293	\$2,805	\$2,805	\$16,924	
PQI #14 - pediatric asthma	■	7%	\$2,805	\$2,805	\$3,293	\$2,805	\$2,805	\$16,924	
% w good asthma med ratio	■	7%	\$2,805	\$2,805	\$3,293	\$2,805	\$2,805	\$16,924	
% w filled asthma control scripts - 50%+	■	7%	\$1,403	\$1,403	\$1,647	\$1,403	\$1,403	\$8,462	
% w filled asthma control scripts - 75%+	■	7%	\$1,403	\$1,403	\$1,647	\$1,403	\$1,403	\$8,462	
Strategy 3g - Palliative									
Palliative care proxy measure	■	20%	\$24,278	\$24,278	\$28,502	\$24,278	\$24,278	\$146,467	