Making the Most of Evolving Payment Policies to Enhance Hospital-based Care in Rural Communities

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Please note that the views expressed by the conference speakers do not necessarily reflect the views of the American Hospital Association and Health Forum.

Not All About the Money, But ...

- Delivery System Reform = Use of different incentives in payment design
- Money is the means to an end as articulated in mission and vision statements; and patient revenue the major source of revenue







Not All About the Money, But ...

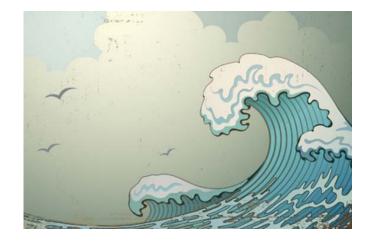
- Patient revenue driven by government <u>and</u> third party payers, so pay attention to optimizing payment from them
- The shift to pay-for-value alters how to maximize revenue and creates opportunities for different investments/uses of that revenue





The Waves of Change

- Bundled payment for episodes of care
- Value based incentive payments
- MACRA: Advanced alternative payment







The Waves of Change

- Private plans engaged in Medicare and Medicaid
- Accountable Care Organizations
- Accountable Health Communities





Directing the Waves to Improve Rural Systems

- Moving to a High Performance Rural System: RUPRI Health Panel (<u>http://www.rupri.org/areas-of-work/health-policy/</u>)
- Tracking developments in response to payment policy changes: RUPRI Center for Rural Health Policy Analysis (<u>http://www/ruprihealth.org</u>)
- Tools, resources, and illustrations of rural health system innovation: Rural Health Value

(www.ruralhealthvalue.org)





High Performance System and Public Policy

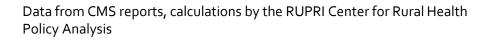
- Medicaid policies: "Medicaid Payment and Delivery System Reform: Challenges and Opportunities for Rural Health Systems" (document and brief)
- Medicare policies: "Medicare Value-based Payment Reform: Priorities for Transforming Rural Health Systems" (document and brief)
- "Care Coordination in Rural Communities: Supporting the High Performance Rural Health System"





Tracking developments: Medicare Advantage

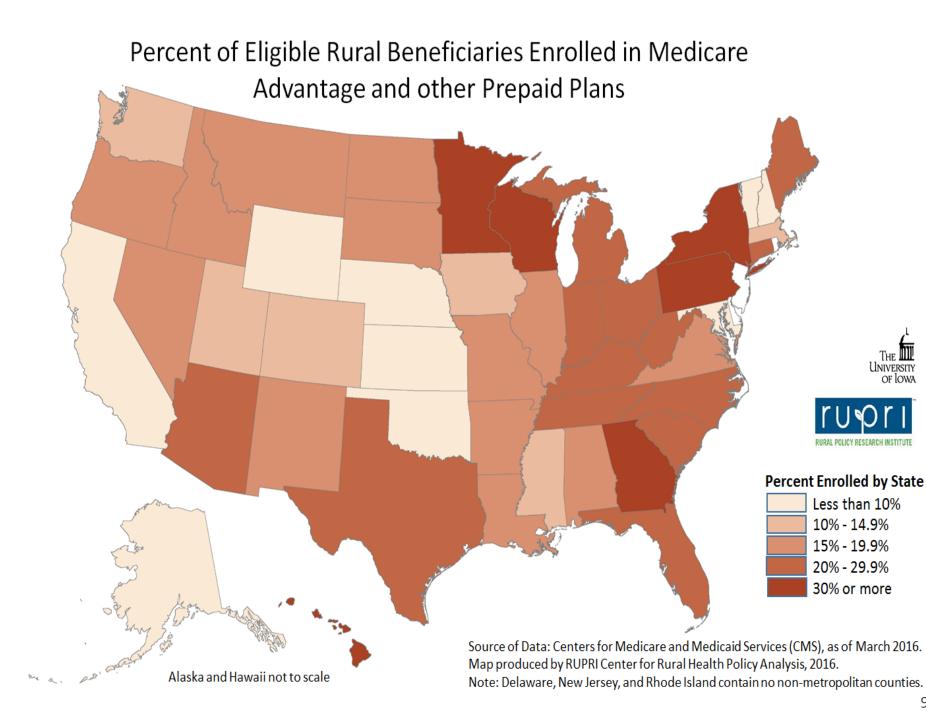
- Rural enrollment in 2009:
 1.17 million (13.5%)
- Rural enrollment in 2012:
 1.5 million (16.5%)
- Rural enrollment in 2016:2.2 million (21.8%)











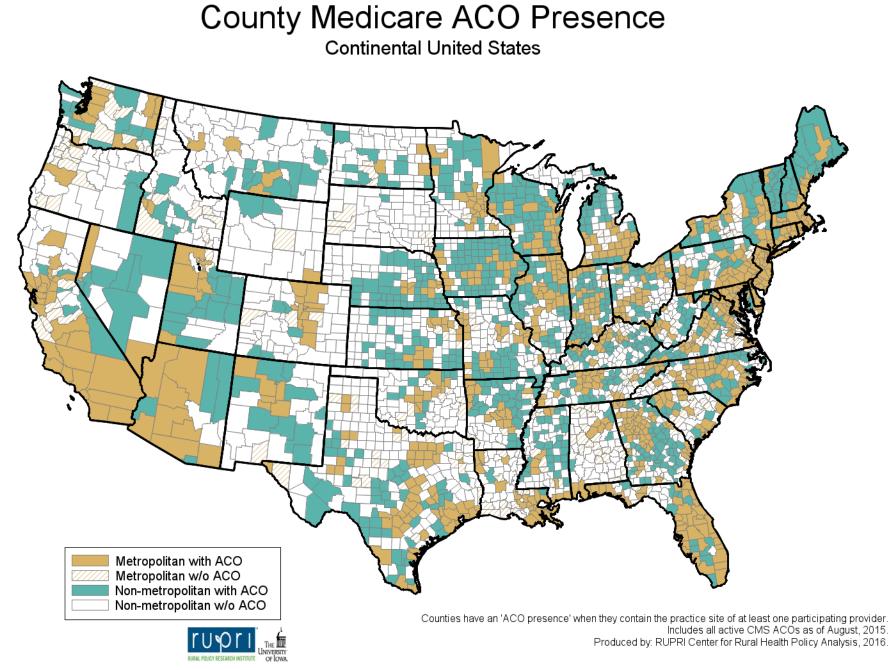
Tracking Medicare MSSP ACOs

- ACOs operate in 72.% of metropolitan counties, 39.7% of nonmetropolitan counties
 7.6 million beneficiaries now
- 7.6 million beneficiaries now receiving care through ACOs
- Rural sites in all four census regions



County Medicare ACO Presence **Continental United States** 100 Metropolitan/Non-metropolitan ACOs Metropolitan with ACOs Non-metropolitan with ACOs Metro. ACO, unknown area No ACOs 'Known' ACO city location CMS-designated sites as of January, 2013. Produced by: RUPRI Center for Rural Health Policy Analysis, 2013. rup RURAL POLICY RESEARCH INSTITUTE





Profiling Innovations in Rural Healthcare Organizations

- Health Outside Hospital Walls
- Integrated Care in a Frontier Community
- Innovation in Rural Health Care: Contemporary Efforts to Transform into High Performance Systems
- Proactively Pursuing Value-Based Payment
- Proactive System Affiliation





Tools and Resources Accessible Through Rural Health Value

- Governance Leadership
- Care Management
- Community Health
- Clinical Care







Tools and Resources Accessible Through Rural Health Value

- Patient and Family
 Engagement
 Performance Improvement
- Performance Improvement
- Health Information
 Technology
- Financial Risk Management





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Tools and Resources Developed by Rural Health Value

- Critical Access Hospital Financial Pro Forma
- Engaging Your Board and Community in Value-Based Care Conversation



- Physician Engagement A
 Primer for Healthcare Leaders
- Value-Based Care Assessment Tool





Tools and Resources Developed by Rural Health Value

- Assessing Leadership Competencies Care Coordination: A Self-Assessment for Rural Health **Providers and Organizations** Population Health: A Self-Assessment Tool for Rural Health **Providers and Organizations**
- Using Data to Understand Your Community







Conclusion

- It is all about maximizing resources (payment) and ...
- using them effectively, perhaps with new latitude
- to develop high performance systems
- that best need community needs.







For further information

The RUPRI Center for Rural Health Policy Analysis http://cph.uiowa.edu/rupri

The RUPRI Health Panel http://www.rupri.org

Rural Telehealth Research Center http://ruraltelehealth.org/

The Rural Health Value Program http://www.ruralhealthvalue.org





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