Health Care Payment Learning & Action Network

OVERVIEW



UPDATED SEPTEMBER 13, 2021

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LAN Mission, Vision, & Goals



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Formation & Purpose of the LAN



Launched by the U.S. Department of Health and Human Services (HHS) in 2015, the LAN was created to bring together partners in the private, public, and nonprofit sectors to transform the nation's health care system to emphasize high quality, efficient, and affordable care via alternative payment models (APMs).

Since its inception, decision makers from these stakeholder groups have worked together through the LAN to align efforts, capture best practices, disseminate information, and apply lessons learned.



History of the LAN

Original Mission & Goals

To accelerate the health care system's transition to alternative payment models (APMs) by combining the innovation, power, and reach of the private and public sectors. The shift from feefor-service to paying for quality via APMs is aimed at achieving better quality, better health, and lower cost.



GOALS

Goal of U.S. health care payments linked to quality and value through APMs in Categories 3 & 4* of the APM Framework.

> **RESULTS** 2015 Data: 23% 2016 Data: 29% 2017 Data: 34% 2018 Data: 36%

*Category 3: APMs Built on Fee-for-Service Architecture Category 4: Population-Based Payments



LAN Mission & Vision

MISSION

To accelerate the shift to value-based care in order to achieve better outcomes at lower cost.

VISION

An American health care system that pays for value to the benefit of our patients and communities.



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LAN Goals

GOAL STATEMENT

Accelerate the percentage of U.S. health care payments tied to quality and value in each market segment through the adoption of two-sided risk models.

	Medicaid	Commercial	Medicare Advantage	Traditional Medicare
2020	15%	15%	30%	30%
2022	25%	25%	50%	50%
2025	50%	50%	100%	100%

Percentage of payments flowing through **two-sided risk models** (**Categories 3B & 4*** in the LAN APM Framework)



*Category 3B: APMs with Shared Savings and Downside Risk Category 4: Population-Based Payments



LAN Goals: Medicaid

50%

2025

Medicaid **Traditional** Medicare 15% Commercial Advantage Medicare 2020 30% 30% 15% 25% 25% 50% 50% 2022

50%

Percentage of payments flowing through two-sided risk models (Categories 3B & 4* in the LAN APM Framework)



*Category 3B: APMs with Shared Savings and Downside Risk Category 4: Population-Based Payments



100%

100%

LAN Goals: Commercial

Commercial **Traditional** Medicare 15% Advantage Medicaid Medicare 30% 15% 30% 2020 25% 50% 50% 25% 2022 100% 100% 50% 2025 50%

Percentage of payments flowing through two-sided risk models (Categories 3B & 4* in the LAN APM Framework)



*Category 3B: APMs with Shared Savings and Downside Risk Category 4: Population-Based Payments



LAN Goals: Medicare Advantage

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Percentage of payments flowing through two-sided risk models (Categories 3B & 4* in the LAN APM Framework)



*Category 3B: APMs with Shared Savings and Downside Risk Category 4: Population-Based Payments



LAN Goals: Traditional Medicare



Percentage of payments flowing through two-sided risk models (Categories 3B & 4* in the LAN APM Framework)



*Category 3B: APMs with Shared Savings and Downside Risk Category 4: Population-Based Payments



Organizations Supporting New LAN Goals













Business Group on Health

FloridaBlue 💩 🗑





Trinity Health

AMERICA'S Physician Groups =



Humana

McDermott + consulting











LAN Structure & Workflow



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LAN Governance

MITRE



- As a not-for-profit organization chartered to work in the public interest, MITRE operates federally funded research and development centers (FFRDCs) for the federal government and serves as an objective, independent advisor to CMS and other HHS operating divisions.
- The MITRE-operated FFRDC dedicated to health and well being is the CMS Alliance to Modernize Healthcare (Health FFRDC).
- The Health FFRDC serves as the independent convener of the LAN.

EXECUTIVE FORUMS

- Set strategy for the LAN within scope of LAN goals
- Serve as the primary collaborative bodies of the network
- Provide critical guidance and input into LAN initiatives and LAN work groups



- CMS funds the Health FFRDC to independently operate the LAN public-private partnership for a specific period of time.
- CMS is represented on the LAN Executive Forums as an equal partner with an equal voice in deliberations.

The LAN Executive Forums do not make policy recommendations directly to CMS or any other government entity.



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LAN Structure to Accelerate Progress



The LAN's Executive Forums—the CEO Forum and the Care Transformation Forum—convene health care leaders committed to shaping the strategic direction for value-based payment in the U.S.



LAN Executive Forums



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Executive Forums

FOCUS AREAS

CEO Forum

Influences LAN strategic direction and provides guidance on opportunities for action, alignment, and strengthening incentives and capacity to accelerate the transition to twosided risk payment models across markets

- Chief Executives/Presidents
- Meets twice/year (Summer/Winter)

Care Transformation Forum (CTF)

Influences and shapes care delivery transformation by identifying the tools and strategies to prepare providers and clinicians for success in improving patient outcomes and reducing costs in two-sided risk payment models

- Clinical Executives (CMO/CQO/CNO/CTO)
- Meets twice/year (Fall/Spring)



Addressing Social Determinants of Health (SDOH)



Reducing Ineffective Care and Inappropriate Utilization of Services



Increasing Data Transparency and Interoperability



Ensuring Timely Data and Analytics Capabilities



Facilitating Market-Based Solutions



Promoting Population-Specific Approaches



Executive Forum Chairs

CEO Forum



Dr. Mark McClellan

Director

Duke Margolis Center for Health Policy



Dr. Marc Harrison

President/Chief Executive Officer

Intermountain Healthcare

Care Transformation Forum



Ms. Emily Brower

Senior Vice President of Clinical Integration and Physician Services

Trinity Health



Dr. William Shrank Chief Medical Officer Humana



CEO Forum Participants

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Care Transformation Forum Participants



LAN Healthcare Resiliency Collaborative



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LAN Healthcare Resiliency Collaborative

The most effective APMs for resiliency are those that deliver on quality and cost for a population, while also supporting financial stability, even during a major crisis in the healthcare system.

MISSION

1 Identify and disseminate best practices for payer supports and payer-provider collaboration to help providers recover from the impact of the public health emergency;

2 Facilitate the transition into the most effective alternative payment models possible, as providers build on innovative care models to recover from the pandemic; and

Support further actions to identify, scale, and evolve effective alternative payment models.

3

View the LAN Healthcare Resiliency Collaborative webpage at https://hcp-lan.org/resiliency-collaborative/

Healthcare Resiliency Collaborative

VISION

A healthcare system that is responsive and resilient to events such as the unprecedented PHE and achieves improved patient experiences and outcomes, reduced disparities, and greater affordability and accessibility – NOT just a system that recovers to previous models of care and payment. In collaboration, payers and providers can lead the way through actions that shift payments from FFS approaches that have not worked well in the PHE and into effective APMs.

CORE COMPONENTS OF THE FRAMEWORK





Healthcare Resiliency Framework

WHO Payers, Providers & Multi-stakeholders

- FFS payment approaches have not worked well in the pandemic. Payers, providers and other stakeholders can lead the way through actions that shift payments into more resilient, effective APMs WHY
- WHEN Short-term and medium- to long-term
- The framework describes key actions that payers, HOW providers, and multi-stakeholder groups can take. The actions are inter-related and an organization's strategy for resiliency is likely to involve a combination of the actions.

View the LAN Healthcare Resiliency Framework webpage at https://hcp-lan.org/resiliency-collaborative/framework/

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Prov	ider Medium to Lo	ong-Term Act	
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Transition to effective APMs Promote equity in health care

Calibrate APMs to account for varying provider needs





Multi-Stakeholder Medium to Long-Term Actions



Engage in partnerships to support transition to effective APMs



Shared Commitment Statement

Our organization is committed to a healthcare system that is responsive and resilient to events such as the unprecedented COVID-19 public health emergency. We commit to achieving better patient experience, access, health outcomes, equity, quality, appropriateness, and affordability in the recovery from the crisis – not just a return to previous models of care and payment. In collaboration with other payers, providers, employers, and patient/consumer groups, we will lead the way through actions that help sustain and accelerate our transition to effective APMs, including those that incorporate population-based payments with prospective cash flows. In doing so, we will prioritize **three resiliency areas**:

1.

Recognizing that resiliency is dependent on addressing root causes that contribute to poorer health outcomes for at-risk populations, promoting equity in healthcare through intentionality in APM design and implementation that emphasizes measurement, adequacy in payment, addressing social determinants of health, and implementing other evidence-based interventions

2.

Calibrating population-based APMs to account for varying needs for capital and other non-financial supports among differing types of providers with differing levels of resources and capacity, while ensuring comparable and transparent information on quality and costs at the provider level

3.

Advancing whole-person, personcentered care through increased clinical integration of primary, specialty and other care into accountable primary care, with a particular emphasis on behavioral health and the use of virtual care and other novel care delivery modalities.

Our organization is committed to authentic patient and family participation in APM design and implementation.

View the Shared Commitment Statement at https://hcp-lan.org/resiliency-collaborative/shared-commitment/



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Shared Commitment Statement Organizations





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Some organizations have gone a step further and made individual specific commitments...



View the Shared Commitment Statement at https://hcp-lan.org/resiliency-collaborative/individual-commitments/

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Join Us and Make the Commitment Today!



https://hcp-lan.org/resiliency-collaborative/



LAN Accomplishments



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LAN Overview

VISION

An American health care system that pays for value to the benefit of our patients and communities.

MISSION

To accelerate the shift to value-based care in order to achieve better outcomes at lower cost.

HOW WE ACHIEVE OUR MISSION

Since 2015, the LAN has empowered the public and private sectors with a common framework for classifying APMs, published an interactive tool for designing APMs, measured the annual progress of adoption, and hosted annual summits to connect stakeholders. Please explore the modules below to learn more about how we have led the movement to transform health care payment.





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LAN APM Framework

- First published in 2016 and then refreshed in 2017, the APM Framework established a common vocabulary and pathway for measuring and sharing successful payment models
- 4 Categories & 8 Subcategories
- Has become the foundation for implementing APMs





State of LAN APM Framework Adoption



At least 13 States and the District of Columbia are Using the LAN APM Framework to Set Requirements for Value-Based Payment.



LAN APM Measurement Through the Years

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LAN 2018 APM Measurement Results

Read the APM Measurement Report

In **2018,**

35.8% of U.S. health care payments, representing approximately **226.5 million** Americans and **77%** of the covered population, flowed through Categories 3&4 models. In each market, Categories 3&4 payments accounted for:



Representativeness of covered lives: Commercial - 61%; Medicare Advantage - 67%; Traditional Medicare - 100%; Medicaid - 51%



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LAN 2018 APM Measurement Results

Read the APM Measurement Report





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Comparing LAN Measurement Results Across the Years

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* Denominator is 294,613,000, from *Health Insurance Coverage in the United States: 2017* https://www.census.gov/content/dam/Census/library/publications/2018/demo/p60-264.pdf



The LAN APM Roadmap





Suite of LAN Resources



Visit our <u>online resources page</u>:

- White Papers
- Fact Sheets
- Infographics
- Toolkits
- Reports
- Videos



Download your copy of Foundational Resources from our website!



Online Resource Banks

Maternity Episode Payment & Primary Care Payer Action Collaboratives

Maternity Episode Payment Online Resource Bank is a "one-stop shop" for the LAN's efforts related to Maternity APMs, including:

- The LAN Clinical Episode Payment white paper maternity recommendations
- Slides, e-books, and summaries from the nine virtual meetings of the Maternity Multi-Stakeholder Action Collaborative (MAC), which the LAN operated from December 2016 to September 2017
- Report "Establishing Maternity Episode Payment Models: Experiences from Ohio and Tennessee"

https://hcp-lan.org/maternity-resourcebank/



The PAC Resource Bank provides content to support payers as they operationalize alternatives to feefor-service payment specifically in "CPC+ Track 2," including:

- Slide presentations and meeting highlights from the PAC virtual collaborative sessions
- Additional CMS resources

https://hcp-lan.org/pac-portal/



Visit the LAN Website

https://hcp-lan.org

HCPLAN INSPIRE ~ STANDARDIZE ~ EMPOWER ~ MEASURE ~ ENGAGE ~ RESOURCES ~ Q Our Vision What is the Health Care Payment Learning & Action Network? An American health care system that pays The Health Care Payment Learning & Action Network (HCPLAN, or LAN) is an active group of public and private health for value to the benefit of our patients care leaders dedicated to providing thought leadership, strategic direction, and ongoing support to accelerate our care and communities. system's adoption of alternative payment models (APMs). The LAN mobilizes payers, providers, purchasers, patients, product manufacturers, policymakers, and others in a shared mission to lower care costs, improve patient experiences **Our Mission** and outcomes, reduce the barriers to APM participation, and promote shared accountability. Since 2015, health care stakeholders have relied on the LAN to align them around core APM design components, host To accelerate the shift to value-based forums and summits to share information and inspire action, build consensus among leaders, and measure the care in order to achieve better outcomes progress of APM adoption. The LAN will continue to be a trusted partner that connects the public and private sectors, at lower cost. identifies and shares best practices, and guides the field in rapidly moving to value-based payment. Medicare Traditional Medicaid Commercial Medicare Advantage **Our Goal Statement** 15% 15% 30% 30% 2020 Accelerate the percentage of US health care payments tied to quality and value in each market segment through the adoption of two-sided risk 25% 50% 50% 25% 2022 alternative payment models. DOWNLOAD OUR GOAL 50% 100% 100% 50% 2025



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LAN Summit

Platform for Learning & Collaboration

Each year, a multitude of payers, providers, purchasers, patients, industry leaders and other stakeholders attend the LAN Summit to discuss an array of innovations in payment reform, touching on implementation methods and lessons learned.

Federal and state health care purchasers describe how they are addressing the challenges of current and future health care delivery via new payment models that put the patient first.

In October 2020, LAN Summit attendees collaborated online at the first fully virtually event.



Seema Verma, CMS Administrator Brad Smith, Director, Center for Medicare & Medicaid Innovation Deputy Director, White House Domestic Policy Council

2019

Alex M. Azar II, HHS Secretary Amy Bassano, Acting Director & Deputy Director, CMMI

2018

Seema Verma, CMS Administrator (virtual) Adam Boehler, Senior Advisor to the Secretary, Deputy Administrator; Director, CMMI Patrick Conway, President & CEO. BCBS of North Carolina; Former Director, CMMI

Seema Verma, CMS Administrator

Alex M. Azar II, HHS Secretary (virtual)

Tom Daschle, Founder & CEO, The Daschle Group; Former U.S. Senator, South Dakota Senator Bill Cassidy, Louisiana

2016

(Fall)

2016

(Spring)

2015

2017

Sylvia Matthews Burwell, HHS Secretary Governor Mike Leavitt, Founder & Chairman, Leavitt Partners; Former HHS Secretary

Sylvia Matthews Burwell, HHS Secretary

Andy Slavitt, CMS Administrator



LAN Summit Press Coverage

2020	 6 media stories 12 journalists registered for the Summit More than 19,600 Twitter impressions and 31 new followers on social media sites
2019	 18 media stories 6 press outlets on site More than 10,200 Twitter impressions and 123 new followers on social media sites, 29 retweets, and 88 likes
 2018	 20 original media stories 6 press outlets on site 125 press release pick-ups for a total potential audience
 2017	 14 original media stories 5 press outlets on site 247 press release pick-ups for a total potential audience of 83.9 million
 2016	 25 original media stories 5 press outlets on site More than 920,000 Twitter impressions and 450 tweets from external sources.
 2015	• 3 media stories









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We want to hear from you!













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