**INTRODUCING A LAN STRATEGIC INITIATIVE**

**State Transformation Collaboratives (STCs)**

**WHAT IS THE GOAL OF THE STCs?**
The STCs will continue to shift the economic drivers away from fee-for-service to a value-based, person-centered approach to health through Medicaid and Medicare collaboration and partnership.

**KEY COMPONENTS**

- 3-4 distinct working groups, each dedicated to transforming health care in a specific state or region within a state
- Comprised of payers, providers, health systems, purchasers, patient advocates, and community organizations
- Locally-focused approach to addressing the needs of state populations through alternative health care payment

**NOTIONAL GOALS**

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<th>Shuttle 60% of payments to an APM for participating providers in a state</th>
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<td>Reduce avoidable hospitalizations in a state</td>
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<td>Achieve measurable improvement in select health outcomes based on state-specific goals and needs</td>
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**POTENTIAL VALUE**

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<th>Integrate a greater diversity of community perspectives and needs into alternative payment initiatives</th>
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<td>Support and/or expand ongoing state efforts seeking to impact health equity</td>
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<td>Harness the collective capabilities of state and federal government, private, and non-profit organizations to accelerate transformation</td>
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**STC COLLABORATION WITH COMPLEMENTARY LAN INITIATIVES**

*The LAN’s initiatives will build off each others’ learnings and actions to implement and scale innovative models.*

Health Equity Advisory Team (HEAT) will work with the STC and AC AC to:

- Identify promising APMs designed to reduce health disparities
- Provide guidance on APM design and implementation
- Prioritize, specify, and recommend key model design elements and implementation approaches

The Accountable Care Action Collaborative (AC AC) will work with STCs to:

- Provide forum for sharing cross-state knowledge and information, including guidance, resources, and subject matter expertise
- Collect and synthesize data on cross-state efforts
- Scale promising practices and learnings to the regional and/or national levels