Advancing innovations in health care delivery for low-income Americans

# Capabilities Needed for Value-Based Care

Population Health Learning Network

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### About the Center for Health Care Strategies

A non-profit policy center dedicated to improving the health of low-income Americans



#### **Presenter Introductions**



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## **Session Objectives**



By the end of this session, your health center will know:

- Four capabilities needed to succeed in a value-based payment (VBP) environment
- How to connect these capabilities with your current and future VBP efforts
- How to effectively communicate a value proposition to staff, partners, MCOs and other stakeholders



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# What are the Capabilities?

### Capabilities Needed to Succeed in VBP

- 1. Implementing care models to manage complex patients
- 2. Using data to support care delivery, improve quality, and reduce total cost of care
- 3. Coordinating effectively with external providers and community based organizations
- 4. Building internal and external support





# Implementing care models to manage complex patients

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Effective Care Coordination Models:

- Are designed or adapted to meet unique health center needs
- Are built around team-based care
- Integrate clinical guidelines, both internally and across sites
- Incorporate changes in the work flow
- Utilize a designated care coordinator on-site with clear roles and responsibilities



Using data to support care delivery, improve quality, and reduce total cost of care

**Essential capabilities:** 

- EMR to support care coordination and to capture data
- Training and monitoring to ensure accurate coding
- Availability of tools to perform data analysis
- Defined staff person to mange quality reporting and monitoring



# Using data to support care delivery, improve quality, and reduce total cost of care

Advanced capabilities:

- Ability to share data with external entities
- Availability of a data warehouse to support data sharing and analytics that would include: EMR clinical data, payer claims data, admission, discharge, and transfer data
- IT tools for managing care in real time: e.g. dashboards, shared care management plans
- Analytics to track attributed patients and assess total cost of care outside of health center's walls
- Predictive modeling



# Coordinating effectively with external providers and community based organizations

Health Centers are able to:

- Develop and maintain relationships with existing and new partners, including hospitals and other provider groups, e.g. specialists and behavioral health specialists
- Track and understand where care is delivered outside of its walls
- Create shared care management plans
- Manage transitions of care
- Share and act on data in real time

 Work with community based organizations to identify
 and address social determinants of health CHCS Center for Health Care Strategies, Inc.

# Building internal and external support



Health Center Leaders:

- Understand VBP: can articulate vision, address contracting and implementation challenges
- Actively support VBP efforts internally and in the community
- Build collegiality among staff
- Clearly communicate changes to staff
- Develop clear roles and processes
- Engage health plans to identify shared goals, coordinate resources, address data challenges, patient attribution, etc.
- <sup>11</sup> Engage external stakeholders: patients, other provide for Care Strategies, Inc.

# Why are These VBP Capabilities Important?



#### Many of these capabilities are just "good care"

- >> These capabilities are the tools to succeed in VBP, but also just ways to improve quality and lower costs for a health center
- » Even if there is no VBP arrangement currently in place, it is a good idea to develop these capabilities
- Shouldn't health centers be paid in a way that incentivizes "good care"?
  - » Current PPS rates are encounter-based, not value-based
  - » VBP can help to improve your practice and its performance by aligning payment with good care/these capabilities
- However, to enter into a VBP arrangement, many providers need to build a business case for internal and external stakeholders



#### **Group Discussion**

#### What are Your Health Center's Capabilities?



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## How to effectively communicate a value proposition to partners, MCOs and other stakeholders

### What Is a Value Proposition?



- "Value proposition refers to a business or marketing statement that a company uses to summarize why a consumer should buy a product or use a service. This statement convinces a potential consumer that one particular product or service will add more value or better solve a problem than other similar offerings will." (Investopedia)
- Value Propositions typically contain:

» An explanation of how the product/service solves a problem

» Specific benefits

» Points of difference/competitive advantages

It is not a "mission statement" – a value proposition sells your product/service



#### Value Proposition Example

For Business

		•	
		•	

DRIVER RIDER Cities

Download the app

#### **Rides on tap**

With 95% coverage across the US, you can be on your way in just a few minutes.

#### Budgetfriendly

Help

Whether you need a luxury ride or one to carry the whole family, easily compare ride types, pricing, and ETAs right up front.

#### Safety first

Lyft drivers undergo two types of background checks and give over 1 million rides every single day — that's why the average Lyft ride is rated 4.8 out of 5 stars.



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#### The #1 Rule of Value Propositions

# KNOW YOUR AUDIENCE

What one audience values isn't necessarily what another one does



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#### Another Value Proposition Example



#### 19

How to Create a Value Proposition

- Think about why your FQHC exists
  - » Why are you in business?
  - » What services do you provide?
  - >> Who do you serve?
- Think about what makes you different
  - >> What are your biggest strengths?
  - » Who are your biggest competitors?
  - >> What do you do better than your competitors?
- Tailor your message
  - » Accentuate your greatest attributes for your goal and attune them to your <u>audience</u> CHCS Center for CHCS Center for Health Care Strategies. Inc.



### Some More Value Proposition Tips

It is not a tagline or motto



» It is longer, and doesn't need to be catchy – but you should make it clear and simple

#### Why are you using your value proposition?

- » In addition to knowing your audience you need to know what you are asking your audience to do. What action do you want them to take after they see/hear your value proposition?
- There is no specific format
  - » Do what works for you. It could be a paragraph, bullet points, or a simple phrase. It can be written or delivered verbally.



### Making a Pitch: The LVHN Story



- FQHC network in Allentown, PA that had implemented a Camden Coalition-like intervention for high-need, highcost patients they implemented through a CMMI Health Care Innovation Award
- Funding was running out needed funding from MCOs to continue the work
- Made successful pitch to state's largest Medicaid MCO by:
  - » Using data to make the case for the intervention
  - » Talking about the benefits that the MCO cared about: (1) cost reduction; (2) risk reduction; (3) quality scoring
  - » Knowing their audience: making a presentation personalized to that MCO using their patients



#### Any Questions?





#### Value Proposition Challenge



Each of you will create a value proposition for your FQHC to present to an MCO in hopes of entering into a VBP contract

#### Remember to:

- >> Why does your FQHC exist?
- >> What makes your FQHC different than competitors?
- » Simplify the message and attune it to your audience
- » It doesn't need to be catchy focus on your core capabilities
- At the end....we will be role-playing



#### What's Next?



- What are practical next steps you can take to implement these skills?
  - »Assess your capabilities strengths and weaknesses
  - »Make meaningful connections between your capabilities and VBP goals
  - »Develop a value proposition
- Additional help available from CHCS
  >> Technical assistance opportunities (Spring 2019)

