

# Oregon's CCOs: what do we know so far?

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# Overview

CCOs & health equity

Addressing SDOH through health related services

# Our view of CCO progress



# Summary of 1115 waiver evaluation

Reductions in spending

Access measures flat or slightly down relative to comparison groups

Quality mixed

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Reductions in spending

Access measures flat or slightly down relative to comparison groups

Quality mixed

Successful infrastructure investments

Slower progress on integration/SDOH

# Areas of focus for CCO 2.0

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Maintain sustainable cost growth

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Equity?

**How has the state addressed equity?**

# How has the state addressed equity?

CCO transformation plans

Regional Health Equity Coalitions

Community Health Workers

# Our analysis:

Medicaid claims analysis (2010-11 vs. 2013-14)

Compare changes in existing disparities (access, utilization, quality) for

white vs. black enrollees

white vs. American Indian/Alaska Native enrollees

# Findings

McConnell et al. Health Affairs, 2018

	Pre-intervention measures for white enrollees (unadjusted)	White-black or white-AI/AN disparity (adjusted)		
		Pre- intervention period	Post- intervention period	Change over time
<b>WHITE-BLACK DIFFERENCES</b>				
Utilization measures (per 1,000 member months)				
Primary care visits	335.7	-39.8****	-25.4****	14.4****
Other outpatient visits <sup>a</sup>	307.8	-30.7****	-17.2****	13.5****
ED visits	64.0	15.9****	16.0****	0.1
Potentially avoidable ED visits, ages 18 and older	13.9	4.0****	3.5****	-0.5
Quality measures				
Access to preventive/ambulatory services, ages 45-64	89.0%	-2.5%***	-0.4%	2.1%***
Access to preventive/ambulatory services, ages 1-6	86.6%	-2.5%****	-0.1%	2.4%****
Unplanned 30-day all-cause readmission rate	13.6%	1.8%	— <sup>b</sup>	— <sup>b</sup>
Preventable hospital admissions for chronic conditions <sup>c</sup>	2,086.1	1,858.9****	1,183.1****	-675.7



	Pre-intervention measures for white enrollees (unadjusted)	White-black or white-AI/AN disparity (adjusted)		
		Pre- intervention period	Post- intervention period	Change over time
<b>WHITE-AMERICAN INDIAN/ALASKA NATIVE DIFFERENCES</b>				
Utilization measures (per 1,000 member months)				
Primary care visits	335.7	-15.2****	-2.9	12.2****
Other outpatient visits <sup>a</sup>	307.8	-9.2****	-2.6	6.6**
ED visits	64.0	6.0****	4.8****	-1.2
Potentially avoidable ED visits, ages 18 and older	13.9	1.6**	0.9**	-0.7
Quality measures				
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**Social determinants of health**

# Social determinants of health

Notable feature CCO 1.0 was ability to use “flexible spending” on services not “medically necessary”



# Social determinants of health

Major goal of CCOs was ability to use “flexible spending” on services not “medically necessary”

Now known as “health related spending”

# Flexible Services

Cost-effective and health-related

Alternatives to Medicaid state plan services

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Cost-effective and health-related

Alternatives to Medicaid state plan services

Lack traditional billing or encounter codes

Provided to individuals or communities



# **Examples of Flexible Services Provided by CCOs**

# Examples of Flexible Services Provided by CCOs

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## Individuals

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Blood pressure cuffs

Medication dispensers

Gym memberships

Small construction projects

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## Individuals

Blood pressure cuffs

Medication dispensers

Gym memberships

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## Communities

Cooking classes

Farmer's market

Community health worker hub

Homeless shelter funding

# Flexible Services Spending was Low Overall

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Year	Health care	Flexible services	Percentage
2014, Q1-Q4	\$2.4 B	\$1.7 M	0.07%
2015, Q1-Q4	\$2.9 B	\$1.7 M	0.06%
2016, Q1-Q2	\$1.9 B	\$1.4 M	0.07%

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Oregon Health Authority, CCO quarterly financial reports

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Oregon Health Authority, CCO quarterly financial reports

# **Challenge #1**

## **Definitions and Guidance**

# Areas of Confusion

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Community-level services



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Care coordination and disease management

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Services provided outside capitation rates

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Care coordination and disease management

Services provided outside capitation rates

Services not tied to diagnoses or billing codes

**Challenge #2**

**Funding**

# Funding Challenges

Treatment of flexible services in rate setting

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Confusion about *rate-setting* versus *MLR* rules

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Treatment of flexible services in rate setting

Confusion about *rate-setting* versus *MLR* rules

Concern about funding community-level investments

# **Challenge #3**

## **Data and Evaluation**



# Data and Evaluation Challenges

Variation in ability to track and report data

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Variation in ability to track and report data

Tying flexible services *use* to *outcomes*

Small number of observations

Difficulty finding a good comparison group

**Flexible services are now part of  
“health related services”**

**HRS = flexible services + community benefit  
initiatives**

# Health related services

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1. Should improve health quality
2. Directed toward individuals or populations
3. Grounded in evidence
4. Should increase the likelihood of desired outcomes in ways that can be objectively measured and produce verifiable results

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2. Respect (but challenge) need for interventions that are “evidence-based” and “verifiable”

*Example: shower guardrail*

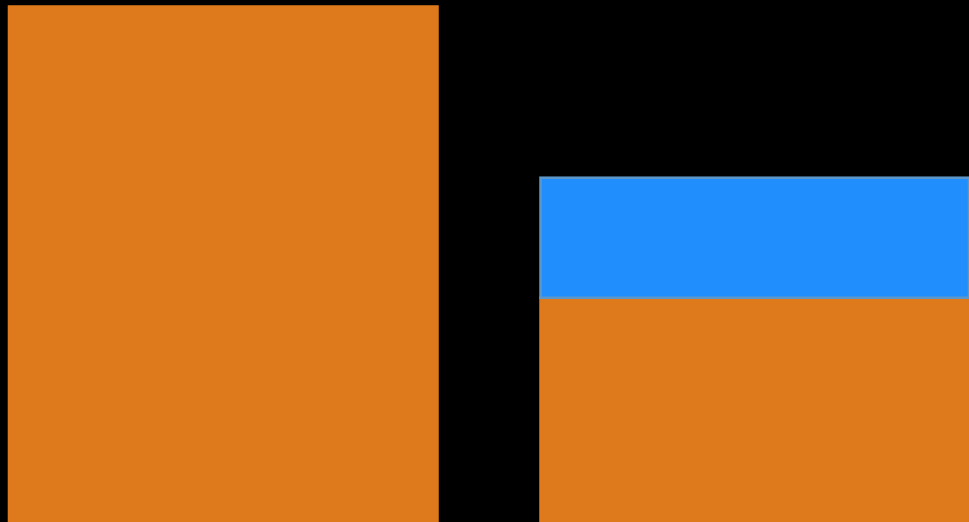
# Lessons for Providers

1. Advocate early for definitions and guidance
2. Respect (but challenge) need for interventions that are “evidence-based” and “verifiable”

*Example: shower guardrail*

3. Look for alignment with Medicare Advantage

# Getting from here to there:



Current state

Future state

**Your experiences and lessons will  
guide the nation**