



DRAFT

Arkansas Payment Improvement Initiative

Overview of Developmental Disabilities

May 2, 2012



Context: services today

Types of services

- **Developmental Day Treatment Clinic Services** (DDTCS) providing pre-school and adult development services
- Non-center based **Early Intervention**
- **Home and Community Based Waiver services** (e.g., supportive living, adaptive equipment)
- **Private Intermediate Care Facilities (ICFs)** and **public Human Development Centers (HDCs)** providing 24/7 residential and support services

- Accounts for ~20% of total Arkansas Medicaid spending
- All are “optional” services according to CMS
- \$250 – 400M deficit expected for SFY2014 (beginning July 2013)

Developmental Disabilities: minimizing resources not focused on delivering care and improving coordination of DD and medical care

How DD services are provided today

- Level of services provided varies significantly but is not tied to a consistently deployed assessment of the client's level of need
- Providers must maintain detailed activity logs for compensation, spending considerable resources
- DD clients are at risk for greater medical costs than the population at large

Our vision for improved delivery of DD services

Note: Initial phase will include adults (ages 18+) not enrolled in school

- A consistent assessment will be used to determine each client's level of need, and providers will be compensated based on the level of services required to effectively match the client's need
- Information that providers are required to record and submit will be limited to that which is needed to ensure quality of care
- DD clients will be served by a health home which considers the client's full set of needs across the entire continuum of care, including DD, medical and behavioral health, and coordinates among participating providers

Why the new payment model encourages improvements in DD service delivery

- Instead of receiving fee-for-service payments tied to detailed activity logs, providers will receive a bundled episode payment informed by an annual assessment and tied to desired outcomes
 - Ensure DD care provision is efficient and based on client needs
 - Minimize resources / time not focused on delivering client care
- Health homes will be rewarded for increased care coordination for DD clients

How will the DD episode and health home model benefit clients, families and providers?

- Improves program efficiency and helps create a **sustainable system** to serve clients and families
- Allocates resources using an **independent, needs-based** assessment
- Includes **new service options** to better match needs of clients and families
- Increases **flexibility in service delivery** for clients and providers to execute an integrated, person-centered plan
- **Reduces administrative burden** so more time can be spent on service delivery

PRELIMINARY

Timetable going forward - what to expect

Key milestones	Description	Timing
<ul style="list-style-type: none"> Assessment development, announcement and education 	<ul style="list-style-type: none"> Feedback gathered from stakeholders to inform Arkansas-specific design of Inter-RAI ID tool Educational workgroups and townhalls to answer questions Assessment process and additional detail design documents shared for episode and health home 	<ul style="list-style-type: none"> Ongoing (next update May 16th)
<ul style="list-style-type: none"> Assessment launch 	<ul style="list-style-type: none"> Training provided to independent assessors Initial assessments begin for adults in ICF/HDCs or who are on the ACS waiver (and are not enrolled in school) 	<ul style="list-style-type: none"> 2nd half 2012
<ul style="list-style-type: none"> Reporting period / data collection for both episode and health home 	<ul style="list-style-type: none"> Data collection and refinement Reports available to providers in order to establish baseline historical performance 	<ul style="list-style-type: none"> 2nd half 2012
<ul style="list-style-type: none"> Feedback period 	<ul style="list-style-type: none"> Formal / informal opportunities for feedback on experience to date Refinements to version 1.0 design 	<ul style="list-style-type: none"> Q4 2012
<ul style="list-style-type: none"> Performance period begins 	<ul style="list-style-type: none"> Episodic payment begins (design / timing may vary by level of DD services) Performance-related health home incentives introduced 	<ul style="list-style-type: none"> Subsequently