EXHIBIT F



Building a healthier future for all Arkansans

Agenda

Overview of the Payment Improvement Initiative

- Imperative for change
- Goals, history and structure of initiative
- Description of model (episode-based payment)
 - How episode-based payments work
 - New roles for patients and providers
- How incentive payments are calculated

Operational details on how the initiative works

- Detailed review of the upper respiratory infection (URI) episode
- Tools for providers and next steps to take
- Comments, questions and answers

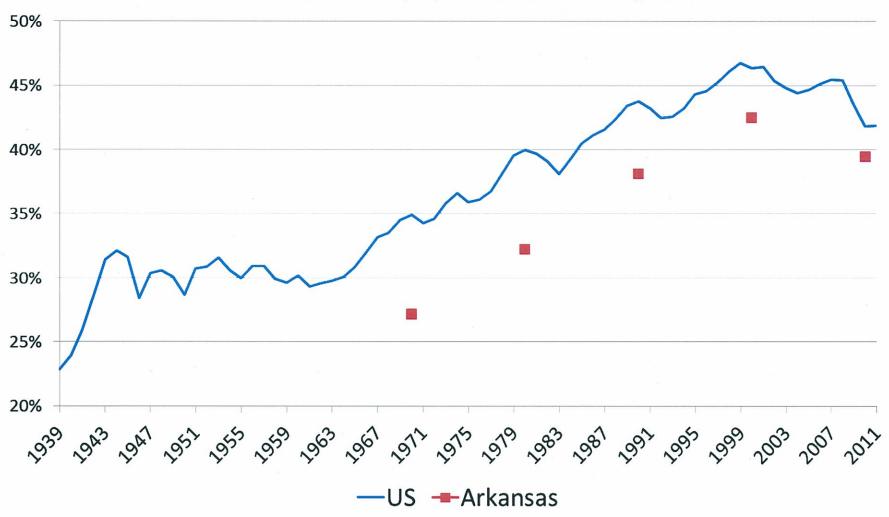
Today, we face major health care challenges in Arkansas

- The health status of Arkansans is poor, the state is ranked at or near the bottom of all states on national health indicators, such as heart disease and diabetes
- The health care system is hard for patients to navigate, and it does not reward providers who work as a team to coordinate care for patients
- Health care spending is growing unsustainably:
 - Insurance premiums doubled for employers and families in past 10 years (adding to uninsured population)
 - Large projected budget shortfalls for Medicaid

Medicaid and the new economy

Percentage of Population with Non-Farm Employment

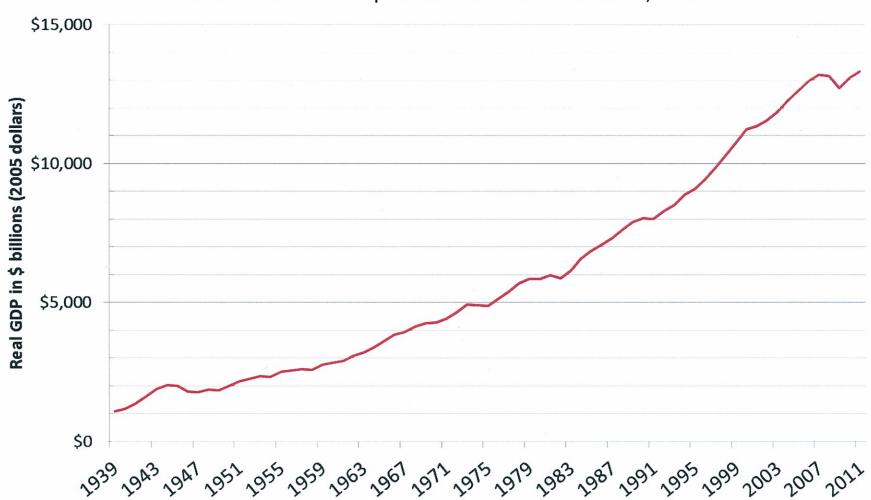
Source: Current Employment Statistics Survey, BLS



Medicaid and the new economy

US Real Gross Domestic Product

Source: US National product and Income Accounts, BEA



Medicaid and the new economy

Total U.S. Medicaid and CHIP Spending as a Percentage of GDP

Sources: National Health Accounts, HHS; US National product and Income Accounts, BEA

