

### Performance Incentive Awards (PIA) Program Year 3 Results

## **Overview**

- The Performance Incentive Awards (PIA) Program assessed MCOs' performance for both the Virginia Family Access to Medical Insurance Security (FAMIS) and Medallion 3.0 populations to determine quality awards or penalties.
- Three administrative measures (July 1, 2017 June 30, 2018):
  - Assessments of Foster Care Population
  - MCO Claims Processing
  - Monthly Reporting Timeliness and Accuracy
- Three Healthcare Effectiveness Data and Information Set (HEDIS<sup>®</sup>)<sup>1</sup> measures (January 1, 2017 – December 31, 2017):
  - Childhood Immunization Status—Combination 3
  - Controlling High Blood Pressure
  - Prenatal and Postpartum Care Timeliness of Prenatal Care
- These measures did not change for the PIA Program Year 3 (Fiscal Year 2018)
- Only measure rates with a "Reportable (R)" audit designation were included in the PIA.

<sup>1</sup> HEDIS<sup>®</sup> is a registered trademark of the National Committee for Quality Assurance (NCQA).



## **Overview**

- PIA scores for administrative measures are based on individual MCO performance.
- PIA scores for HEDIS measures are based on comparisons to Quality Compass benchmarks.
- DMAS chose the methodology to ensure budget neutrality (i.e., the penalties will always equal the awards).



## **Administrative Measure Scoring**

• DMAS developed the following administrative measure scoring:

Criteria	Score*					
Assessments of Foster Care Population						
MCO final annual percentage <u>&gt;</u> 85%	3					
MCO final annual percentage > 60% and < 85%	2					
MCO final annual percentage $\geq$ 40% and < 60%	1					
MCO final annual percentage < 40%	0					
MCO Claims Processing—Annual Rate						
MCO meets all standards for every month (i.e., 36 total) during the annual reporting period	3					
MCO meets between 33 and 35 standards (out of 36 total) during the annual reporting period	2					
MCO meets between 30 and 32 standards (out of 36 total) during the annual reporting period	1					
MCO meets fewer than 30 standards (out of 36 total) during the annual reporting period	0					
Monthly Reporting Timeliness and Accuracy						
MCO annual average is ≥ 91	3					
MCO annual average is $\geq$ 81 and < 91	2					
MCO annual average is $\geq$ 71 and < 81	1					
MCO annual average is < 71	0					

\*Measures with a "Not Reported (NR)" performance measure validation designation received a score of 0.



#### HEDIS Measure Scoring—Performance Score

 For each HEDIS measure, the MCO's upper and lower confidence intervals (obtained from the Interactive Data Submission System [IDSS] data set) were compared to the Quality Compass 50th percentile. A maximum of two points was awarded to each MCO as follows:

Points	Criteria
2	The 95 percent confidence interval for an MCO's measure score was entirely above the Quality Compass 50th percentile.
1	The 95 percent confidence interval for an MCO's measure score encompasses the Quality Compass 50th percentile.
0	The 95 percent confidence interval was entirely below the Quality Compass 50th percentile.



#### HEDIS Measure Scoring—Improvement Score

 Each MCO was also eligible to receive a third point based on improvement. The HEDIS rates from the prior year were compared to the HEDIS rates for the current year for each MCO using a t-test. Points were assigned as follows:

Points	Criteria				
1	The MCO showed a statistically significant improvement from one year to the next.	OR	The MCO was high performing (i.e., above the Quality Compass 90th percentile) in both years, regardless of significance.		
0	The MCO did not show a statistically significant improvement between years or declined.				



# Measure Weighting

PIA Measure Weighting							
Measure	Measure Weight						
Administrative Measures							
Assessments of Foster Care Population	12%						
MCO Claims Processing	12%						
Monthly Reporting Timeliness and Accuracy	10%						
HEDIS Measures							
Childhood Immunization Status—Combination 3	22%						
Controlling High Blood Pressure	22%						
Prenatal and Postpartum Care—Timeliness of Prenatal Care	22%						

- Weighted scores were calculated for each measure, and then each MCO's weighted score sum was determined.
- The weighted score sum was then subtracted from the statewide average score in order to get the difference from the average.
- The difference from the average indicates if the MCO receives an award or penalty.



# Methodology Overview

- DMAS elected to use a "zero sum" approach to the PIA in which all MCOs' awards are equal to all MCOs' penalties.
  - Each MCO will either collect an award or be subject to a penalty this year.
- The maximum at-risk for each MCO was 0.15 percent of the total annual MCO capitation amount, and the maximum award was 0.15 percent of the total annual MCO capitation amount.
- The amount of loss or gain for each MCO was based on the following:
  - 1) MCO performance on the six PIA measures, and
  - 2) Total capitation paid to each MCO for the fiscal year.



# **Methodology Overview**

- Funds Allocation Model
  - The MCO's weighted score sum was used to allocate funds.
    If the sum was above or below the statewide average, it was awarded or penalized, respectively.
- At-Risk Amount
  - The At-Risk Amount (0.15% of total capitation) was multiplied by the Percentage Award/Penalty to determine the MCO's maximum award (Max Award) or maximum penalty (Max Penalty).
  - Because the Max Penalty amounts exceeded the Max Award amounts for Program Year 3, the penalties needed to be reduced to achieve budget neutrality.

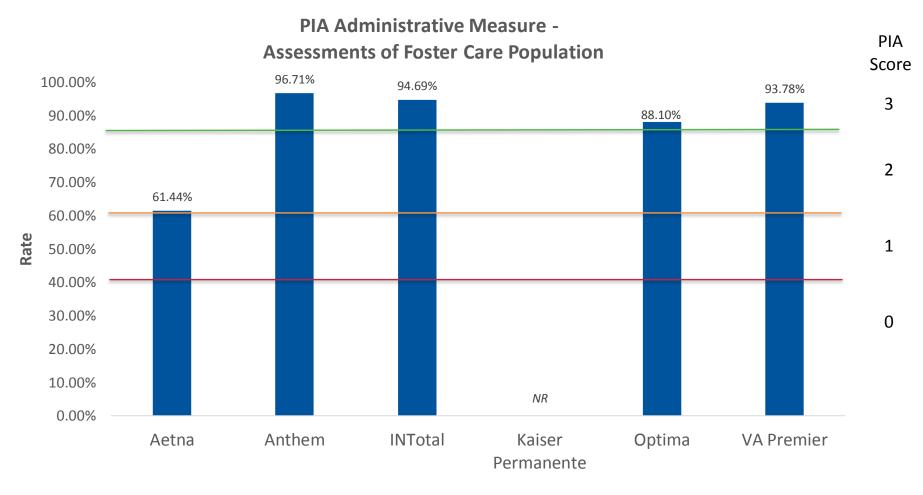


## **PIA Results**

#### **Administrative Measures**



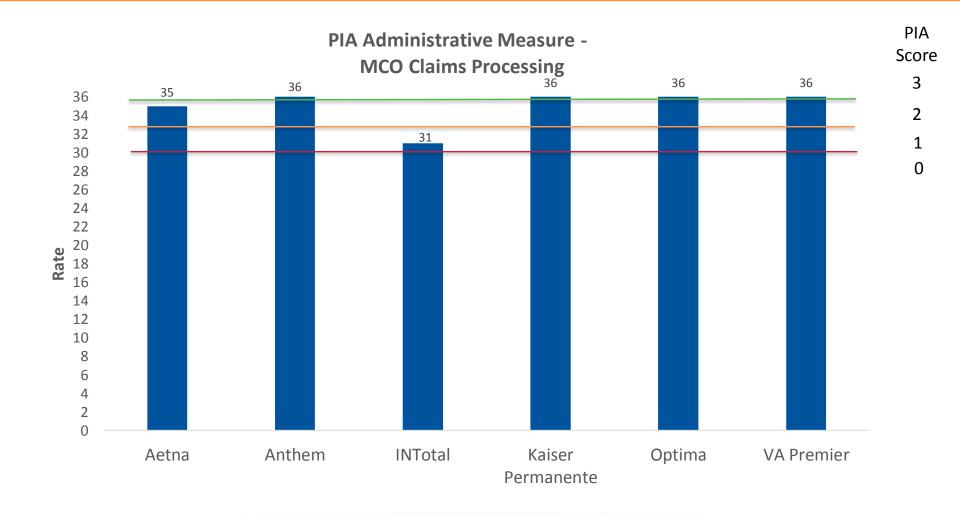
## **Assessments of Foster Care Population**



NR (i.e., Not Reported) indicates the measure data were materially biased.

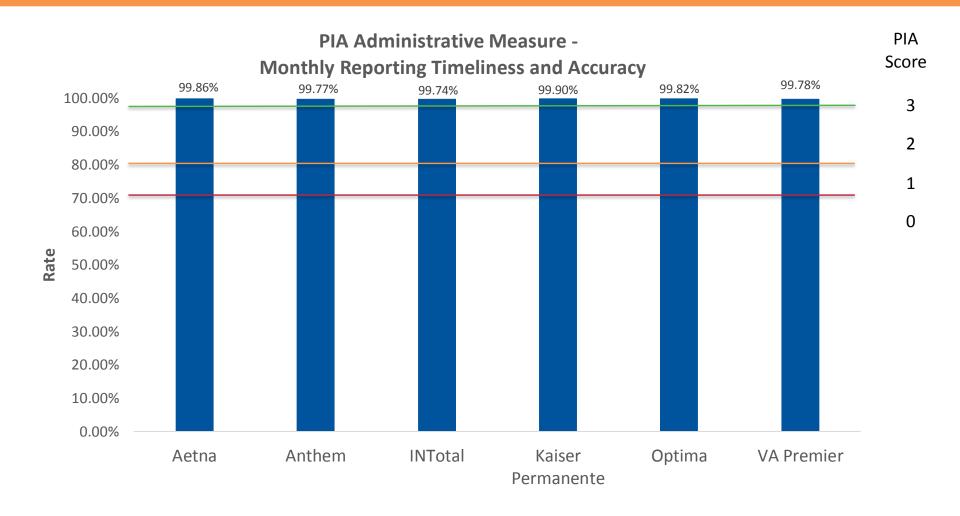


# **MCO Claims Processing**





## **Monthly Reporting Timeliness and Accuracy**



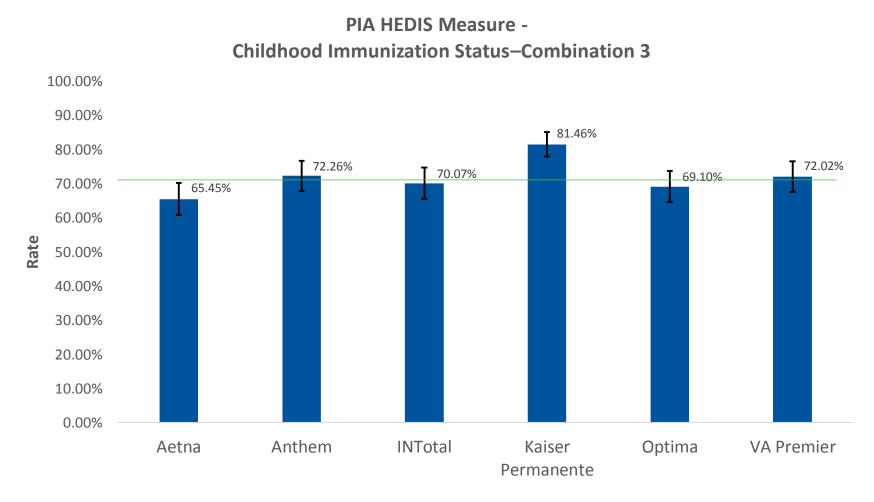


## **PIA Results**

#### **HEDIS Measures**



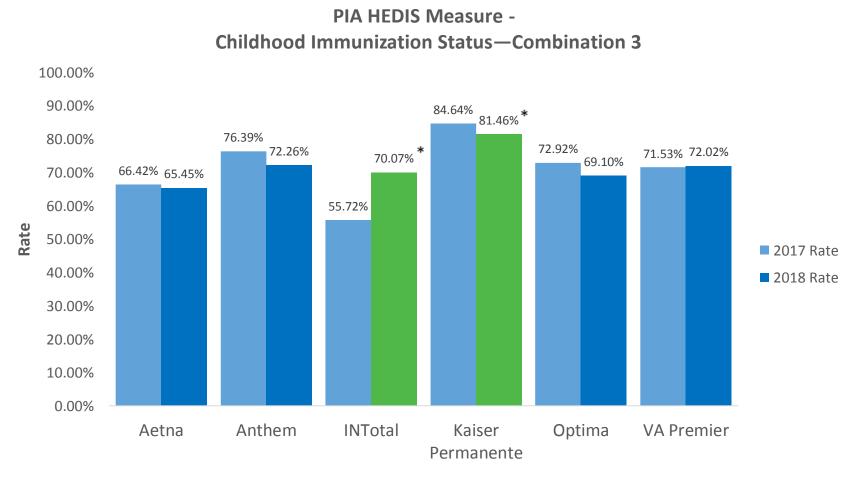
### Childhood Immunization Status—Combination 3



The green reference line represents the Quality Compass 50th Percentile.



### Childhood Immunization Status—Combination 3

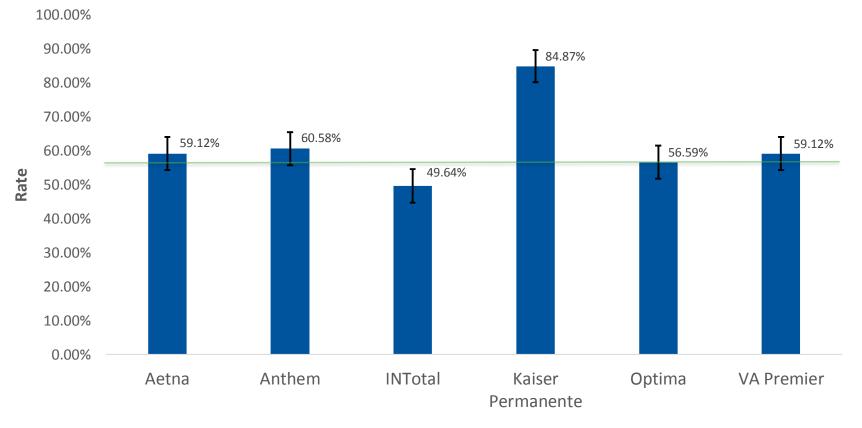


A green bar with an asterisk (\*) on the rate indicates that the MCO received an improvement point.



# **Controlling High Blood Pressure**

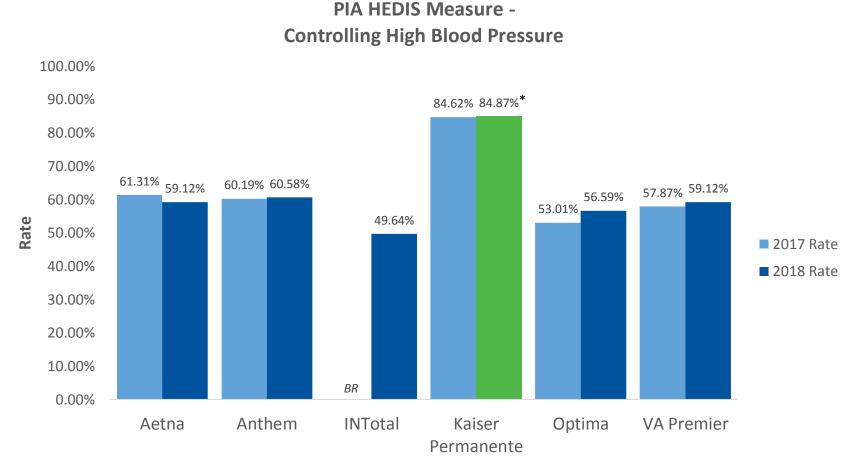
PIA HEDIS Measure -Controlling High Blood Pressure



The green reference line represents the Quality Compass 50th Percentile.



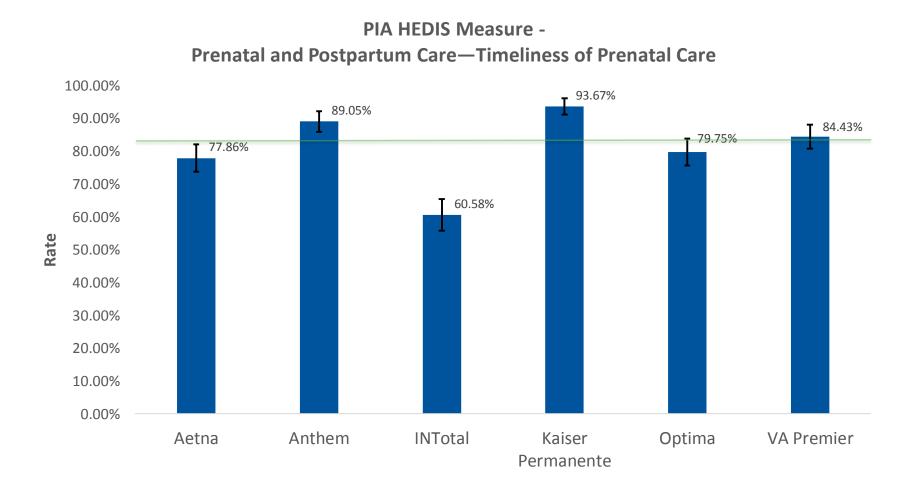
# **Controlling High Blood Pressure**



A green bar with an asterisk (\*) on the rate indicates that the MCO received an improvement point. *BR* (i.e., *Biased Rate*) indicates the measure data were materially biased.



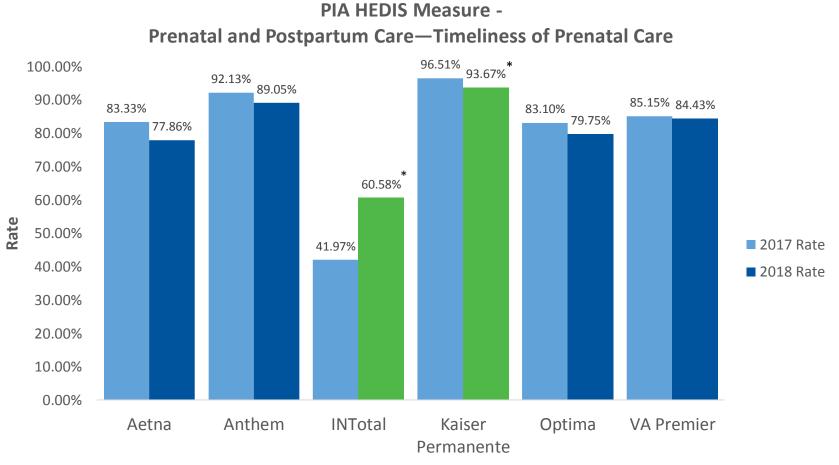
#### Prenatal and Postpartum Care— Timeliness of Prenatal Care



The green reference line represents the Quality Compass 50th Percentile.



#### Prenatal and Postpartum Care—Timeliness of Prenatal Care



A green bar with an asterisk (\*) on the rate indicates that the MCO received an improvement point.



## **Overall Scores**

Table 1—Final Calculated Scores This table presents final point values for each MCO's PIA measures.										
Measures	Aetna	Anthem	INTotal	Kaiser Permanente	Optima	VA Premier				
Assessments of Foster Care Population	2	3	3	0	3	3				
MCO Claims Processing	2	3	1	3	3	3				
Monthly Reporting Timeliness and Accuracy	3	3	3	3	3	3				
Childhood Immunization Status— Combination 3	0/0	1/0	1/1	2/1	1/0	1/0				
Controlling High Blood Pressure	1/0	1/0	0/0	2/1	1/0	1/0				
Prenatal and Postpartum Care—Timeliness of Prenatal Care	0/0	2/0	0/1	2/1	1/0	1/0				

\*For the HEDIS measure scores, the first number represents the points awarded for performance, and the second number represents the points awarded for improvement.

