

**DSS**  
Strong Families - South Dakota's Foundation and Our Future

Health Homes  
Update  
October 2019

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Strong Families - South Dakota's  
Foundation and Our Future

South Dakota Health Home Program  
**Basics**

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## What is a Health Home?



- Partnership with Medicaid providers to help manage the high cost high risk recipients.
- Team based approach that deals with the whole person.
- This approach is designed to affect change in a Health Home recipient's health status and to reduce utilization of high cost services.
- Six Core Services outlined by CMS and defined by the Health Home Workgroup must be provided to each Health Home recipient at the appropriate level

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## Provider Infrastructure



### Primary Care

- Primary Care Physicians
- PAs
- Advanced Practice Nurses

Working in:

- Federally Qualified Health Center
- Rural Health Clinic
- Clinic Group Practice
- IHS

### Health Care Team

- Care Coordinator/ Health Coach
- Case Manager
- Community Support Provider
- Pharmacists

### Behavioral Health

- Mental Health Providers  
Working in:
  - Community Mental Health Centers

- Support staff
- Other appropriate services

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## Who do Health Homes serve?



- Any Medicaid recipient who has...
  - Two or more chronic conditions OR one chronic and at risk for another (Defined separately):
    - **Chronic conditions include:** Mental illness, substance abuse, asthma, COPD, diabetes, heart disease, hypertension, obesity, musculoskeletal, and neck and back disorders.
    - **At risk conditions include:** Pre-diabetes, tobacco use, cancer, hypercholesterolemia, depression, and use of multiple medications (6 or more classes of drugs).
  - One severe mental illness or emotional disturbance.
- Eligibility based on 15 months of claims data based on diagnosis.
- Medicaid recipients that meet criteria are stratified into four tiers based on the recipient's illness severity using CDPS (Chronic Illness and Disability Payment System).

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## Provider Capacity



- Current Number of Health Homes – 128 serving 132 locations
  - FQHCs = 24
  - Indian Health Service Units = 11
  - CMHCs = 9
  - Other Clinics = 84
- Around 700 designated providers.
- Average around 5,800 recipient in the program per month.

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## Six Core Services



- CMS requires the six Core Services be provided to all recipients attributed to a provider.
- Health Homes are paid on a quarterly basis a retrospective monthly PMPM for the delivery of the Core Services. All medical services continue to be reimbursed according to the current reimbursement structure.
- Health Home minimum requirement is to provide one of the Core Services to each recipient every quarter
- Core services must meet these basic criteria:
  - Recipient is engaged in the service but it does not need to be in person
  - Service ties to the care plan
  - Service is documented in the EHR
  - Service has not already been billed to South Dakota Medicaid using a fee for service, encounter or daily rate.


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## Six Core Services




- Six Core Services must be provided to the level appropriate for each recipient. More in depth definitions at:  
<http://dss.sd.gov/docs/medicaid/pcpcoreservicespecificfinalforweb.pdf>
  1. Comprehensive care management
  2. Care coordination
  3. Health promotion
  4. Comprehensive transitional care/follow-up
  4. Patient and family support
  5. Referral to community and social support services

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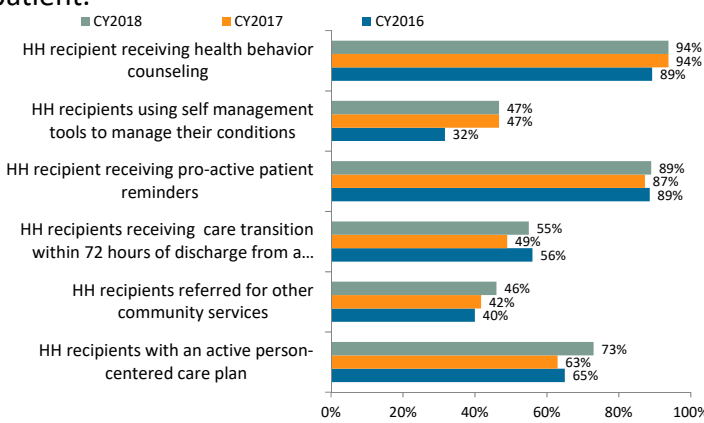
## South Dakota Health Home Program Results

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## Health Homes Transform Care

Health Homes change the way Medicaid recipients receive care by creating a person centered care team to meet the needs of the patient.



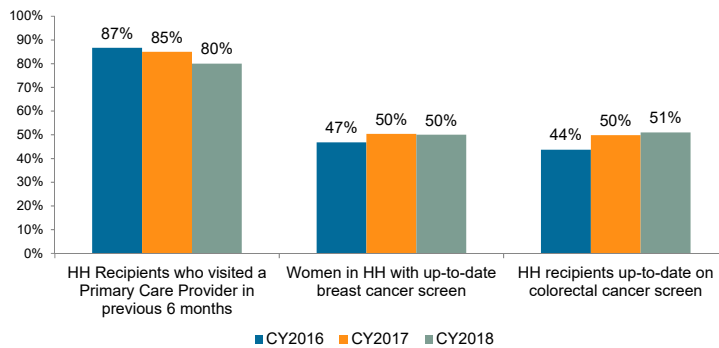
Metric	CY2018	CY2017	CY2016
HH recipient receiving health behavior counseling	94%	94%	89%
HH recipients using self management tools to manage their conditions	47%	47%	32%
HH recipient receiving pro-active patient reminders	89%	87%	89%
HH recipients receiving care transition within 72 hours of discharge from a...	55%	49%	56%
HH recipients referred for other community services	46%	42%	40%
HH recipients with an active person-centered care plan	73%	63%	65%

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## Health Homes increase Preventive and Primary Care



- A team based model takes pressure off of the Primary Care Provider, by allowing members of the team to help the recipient.
- Preventive Care remains stable or continues to show improvements.

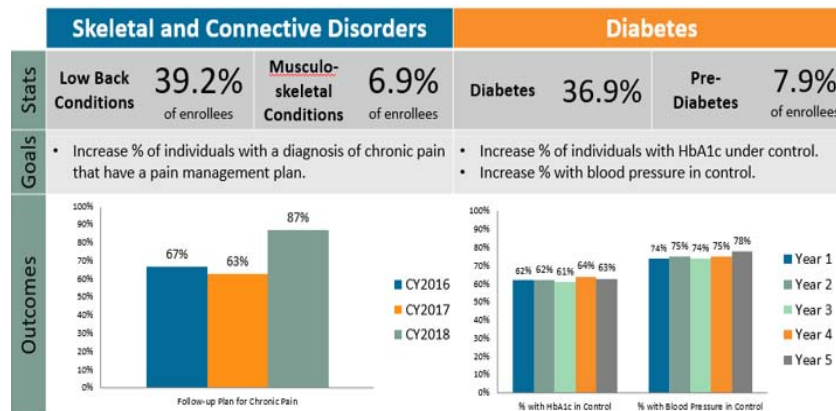


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## Improving Outcomes



- The Conditions which make a recipients eligible have an outcome measure.
- Outcome Measures are reviewed in two different ways.
  - Calendar Year to Calendar Year to show a change in provider behavior.
  - Results based on the length of time the recipient is in the program to show improved health.

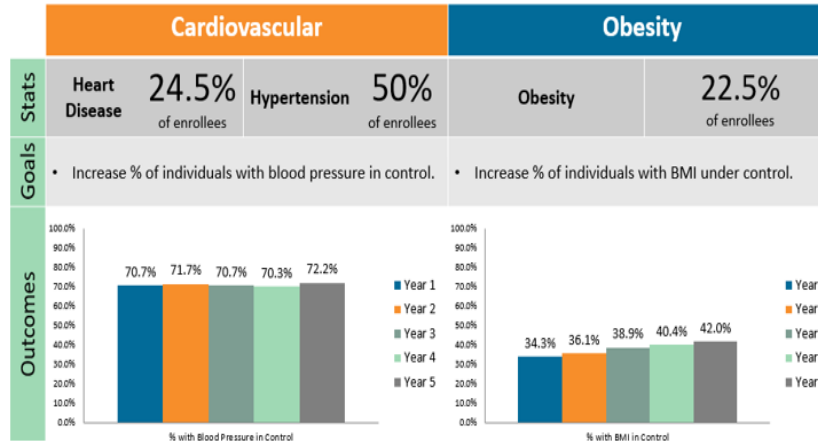


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## Improving Outcomes



- Measures also display the percentage of individuals who have the condition along with the goal.



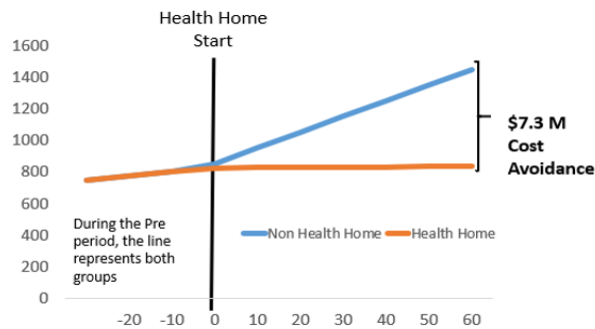
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## Health Management: Caring for People in the Most Cost-Effective Manner



### • Health Homes – Estimate of Avoided Costs

- In CY 2018, HH recipients cost \$226 less per month than recipients who looked like them. The Health Home Matched Analysis showed that the Health Home program avoided costs for the Medicaid program for CY 2018. \$7.3 Million after PMPMs and Quality Incentive Payments.



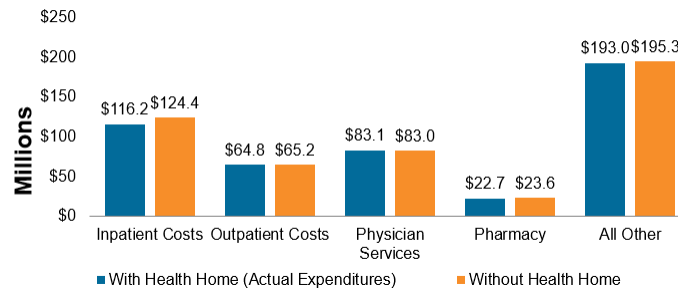
## Health Management: Caring for People in the Most Cost-Effective Manner



### • Health Homes – Estimate of Avoided Costs by Type of Service

- In CY 2018, DSS found that 70% of costs avoided are due to decreased inpatient admissions, emergency room use. Pharmacy and all other expenditures resulted in the remaining 27%. Physician services accounted for an increase of approximately \$50,000.

CY2018 Cost Impacts by Expenditure Category

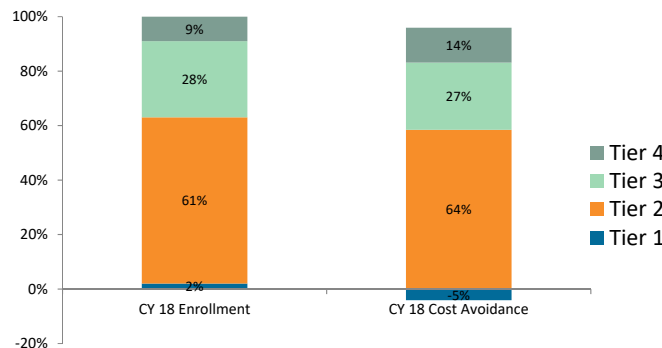


## Health Management: Caring for People in the Most Cost-Effective Manner



### • Health Homes – Estimate of Avoided Costs by Tier

- In CY 2018, Tier 2 recipient made up a majority of the avoidance, Tier 3 and 4 made up 41% of the avoidance while Tier 1 recipients cost 5% more than their counterpart not in the program.





## Health Home Outcome Measures Results



- Data Dashboard has full results of outcome measures at
- [http://dss.sd.gov/docs/healthhome/hh\\_outcome\\_measure\\_summary.pdf](http://dss.sd.gov/docs/healthhome/hh_outcome_measure_summary.pdf)
- Our Health Home Data Dashboard was recently updated with CY 2018 information and contains other exciting information, such as success stories, about the program.
- Found at <http://dss.sd.gov/healthhome/dashboard.aspx>.

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## South Dakota Health Home Program Performance Rewards

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## Performance Rewards



- Since the inception of the Health Home program, rewarding Health Homes for their success has been part of the dialogue.
- The State has always been support of this concept, but needed to wait for the program to prove itself and find a method that CMS would approve.
- The Medicaid State Plan allows Quality Incentive Payments to be made when the cost avoidance exceeds \$3 million.
- As demonstrated above Health Homes continue to exceed this amount even as PMPMs are inflated and Quality Incentive Payments are made.

## Performance Rewards



- The Legislature provided just under \$1 million to reward Health Homes for their performance in the 2018 Legislative Session.
  - 50% of the money went to everyone by increasing PMPM around 16%. Took effect for the January –March 2018 quarter.
  - Remaining 50% went to Quality Incentive Payments. Methodology created in concert with a Subgroup of the Implementation Workgroup.
    - Payment for clinics with an average caseload of 15 or less to incentivize participation.
    - Outcome measures as it relates to the state average.
    - Case Mix.
  - Information about the recent Quality Incentive payment is posted on our website at <http://dss.sd.gov/healthhome/qualityincentivepayments.aspx>.



South Dakota Health Home Program  
**Questions and Thank You!**