# MANAGED CARE INCENTIVE PAYMENT PROGRAM

### What is MCIP?

## State option under federal regulation

The Managed Care Incentive Payment (MCIP) program is a new addition to LDH's Healthy Louisiana Managed Care Organization (MCO) contracts. It leverages federal regulations<sup>1</sup> allowing State Medicaid programs to include incentive arrangements in MCO contracts.

## What is an incentive arrangement?

## Payment mechanism to support Louisiana Medicaid's quality strategy

An incentive arrangement is a payment mechanism under which an MCO may receive additional funds over and above the capitation rates it was paid for meeting targets specified in the contract. Consistent with federal regulations, the LDH MCO contract requires that an incentive arrangement:

- Is for a fixed period of time and performance is measured during the rating period under the contract in which the incentive payment is applied;
- Is not to be renewed automatically;
- Is made available to both public and provide contractors under the same terms of performance;
- Does not condition MCO participation in the incentive arrangement on the MCO entering into or adhering to intergovernmental transfer (IGT) agreements; and,
- Is necessary for the specified activities, targets, performance measures, or quality-based outcomes that support program initiatives as specified in the State's quality strategy.²

Incentive arrangements may provide for payment up to 105 percent of the capitation rate attributable to the enrollees or services covered by the incentive arrangement.

## Who can participate in MCIP?

# MCO can choose whether to participate in MCIP or contract with third parties for assistance

MCIP participation is voluntary for Healthy Louisiana MCOs. Each MCO has the right to determine whether to participate in one or more incentive arrangements. A participating MCO may contract with one or more third parties to assist in the achievement of incentive arrangement activities, targets, performance measures, or quality-based outcomes.

# How will incentive arrangement offerings be determined?

# LDH will determine incentive arrangement offerings in consideration of stakeholder input

LDH will determine the incentive arrangements available to MCOs for MCIP participation. Incentive arrangements will specify the activities, targets, performance measures, or quality-based outcomes to be achieved by the MCO, consistent with the State's Medicaid quality strategy. LDH will solicit input from diverse stakeholders for consideration in its decision making on incentive arrangement offerings.

# When will MCIP begin?

The effective date of the Healthy Louisiana contract amendment adding MCIP is February 1, 2018. However, LDH anticipates a begin date of January 1, 2019 for the MCIP program, following CMS approval of the contract amendment and LDH approval of incentive arrangement offerings.

<sup>&</sup>lt;sup>2</sup> See back page for summary table of current Healthy Louisiana quality strategy measures.



<sup>&</sup>lt;sup>1</sup> 42 CFR 438.6(b)(2)

# **LOUISIANA MEDICAID QUALITY STRATEGY MEASURES**

### POPULATION HEALTH

- Ambulatory Care ED Visits
- Adherence to Antipsychotic Medications for Individuals with Schizophrenia
- Adult BMI Assessment
- Antidepressant Medication Management
- Cervical Cancer Screening
- Asthma Medication Ratio
- Flu Vaccinations for Adults Ages 18 to 64
- Medical Assistance with Smoking and Tobacco Use Cessation
- Medication Management for People with Asthma
- Colorectal Screening
- Diabetes Screening for People with Schizophrenia or Bipolar who are using Antipsychotic Medications
- Statin Therapy for Patients with Cardiovascular Disease
- Plan All-Cause Readmissions
- Adults' Access to Preventive/Ambulatory Health Services
- COPD and Asthma in Older Adults Admission Rate
- Asthma in Younger Adults Admission Rate
- CAHPS Health Plan Survey 5.0H, Adult (Rating of Health Plan, 8+9+10)

### MATERNAL + POPULATION HEALTH

• Chlamydia Screening in Women

### **SENIOR CARE**

• Breast Cancer Screening

### CHILDREN'S HEALTH

- Childhood Immunization Status
- Adolescent Well Care Visit
- Follow-up Care for Children Prescribed ADHD Medication Initiation Phase
- Follow-up Care for Children Prescribed ADHD Medication Continuation Phase
- Well-Child Visits in the First 15 Months of Life Six or more well-child visits.
- Well-Child Visits in the Third, Fourth, Fifth and Sixth Years of Life
- Weight Assessment and Counseling for Nutrition and Physical Activity for Children/ Adolescents: Body Mass Index Assessment for Children/ Adolescents
- Child and Adolescents' Access to Primary Care Practitioners
- CAHPS Health Plan Survey 5.0H, Child (Rating of Health Plan-General Population, 8+9+10)

### MATERNAL HEALTH

- Prenatal and Postpartum Care Timeliness of Prenatal Care
- Prenatal and Postpartum Care Postpartum Care (PPC Numerator 2)
- Elective Delivery
- Contraceptive Care Postpartum (ages 15-20)
- Contraceptive Care Postpartum (ages 21-44)

### CHILDREN'S + MATERNAL HEALTH

• Initiation of Injectable Progesterone for

- Preterm Birth Prevention
- Percentage of Low Birth Weight Births
- Cesarean Rate for Low-Risk First Birth Women

### CHRONIC DISEASE

- Controlling High Blood Pressure Total
- Comprehensive Diabetes Care -Hemoglobin A1c (HBA1c) testing
- Comprehensive Diabetes Care Eye exam (retinal) performed
- Comprehensive Diabetes Care Medical Attention for Nephropathy
- Annual Monitoring for Patients on Persistent Medications
- Comprehensive Diabetes Care HbA1c poor control (>9.0%)
- Comprehensive Diabetes Care HbA1c control (<8.0%)
- Comprehensive Diabetes Care BP control (<140/90 mm Hg)</li>
- Diabetes Short Term Complications Admission Rate
- Heart Failure Admission Rate
- HIV Viral Load Suppression

### BEHAVIORAL HEALTH

- Follow-up After Hospitalization for Mental Illness – Within 30 Days of Discharge
- Follow-Up After Hospitalization for Mental Illness - Within 7 days of discharge