



# Transformation of North Carolina Medicaid

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Carolina Complete Health Network  
Wednesday, March 8, 2017

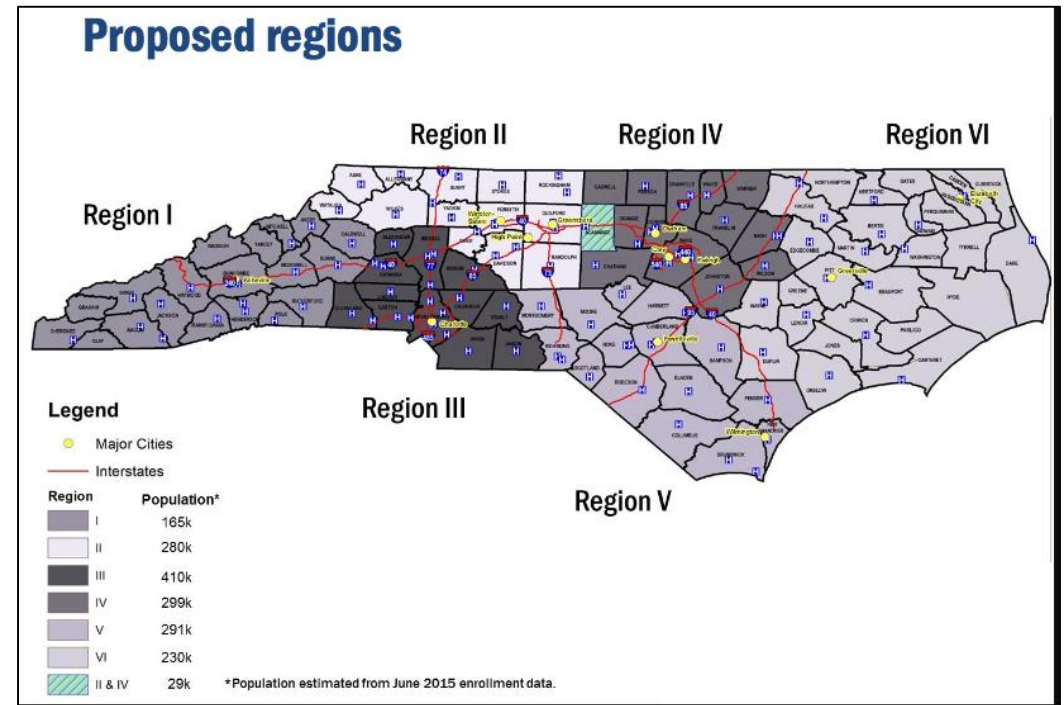
# NCMS Goals for Medicaid Reform

1. Use physician-led teams.
2. Physicians need data and tools to identify and address problems.
3. Move Medicaid to a value-driven system, consistent with the rest of the health care system.
4. Quality and efficiency goals must be thoroughly vetted and accepted by physicians.
5. Medicaid program should be transparent and accountable.

# Medicaid Program Transformation

## -- Key Features --

- Statewide...
  - 3 statewide capitated plans
  - Can be MCO or PLE
- Regional...
  - Provider-Led Entities (PLEs only)
    - up to 12 PLEs may be approved
    - possibly multiple PLEs per region (each must cover 1 or more contiguous regions)
- Division of Health Benefits (DHB) to replace DMA
- Joint Legislative Oversight Committee on Medicaid created



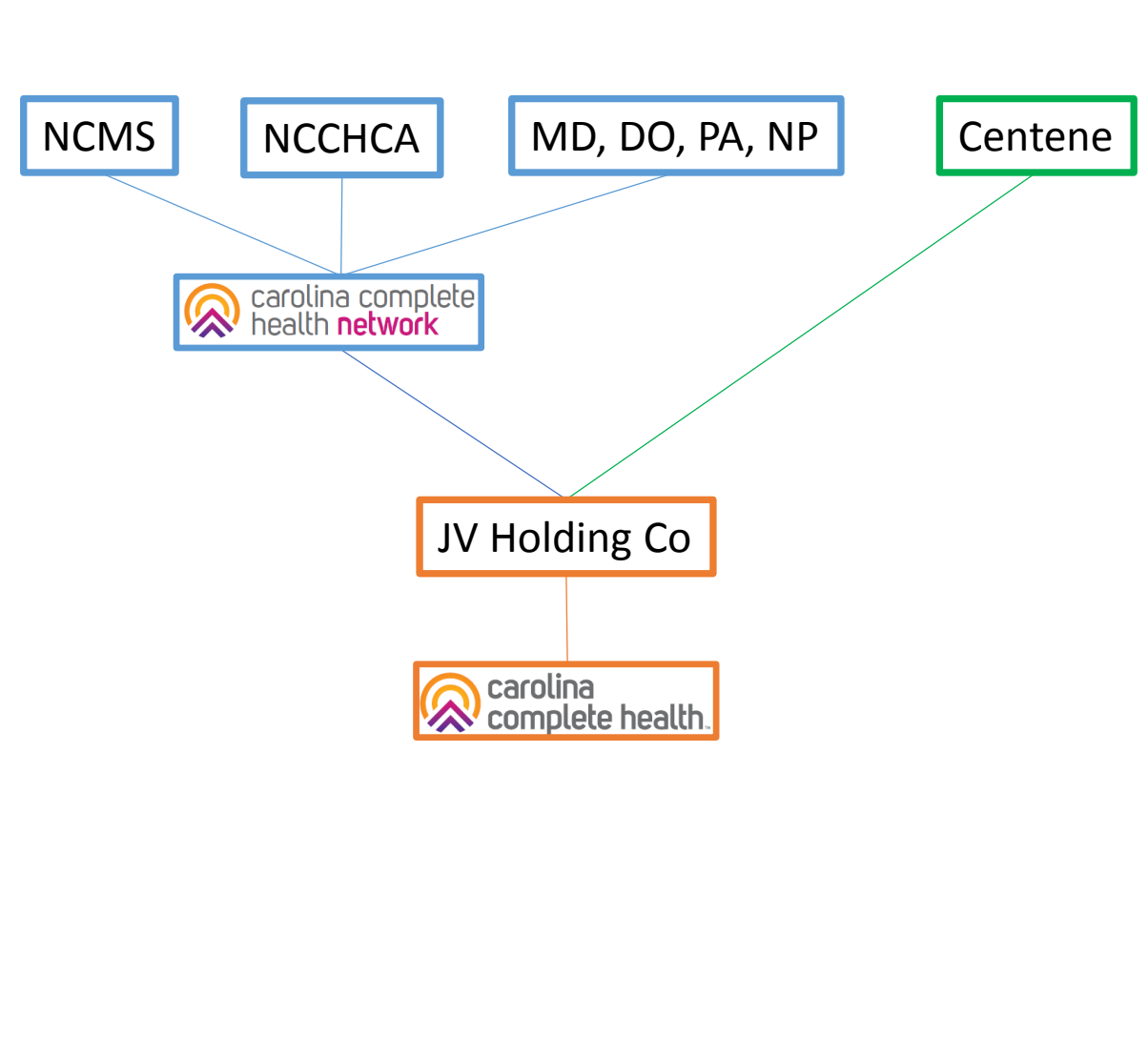
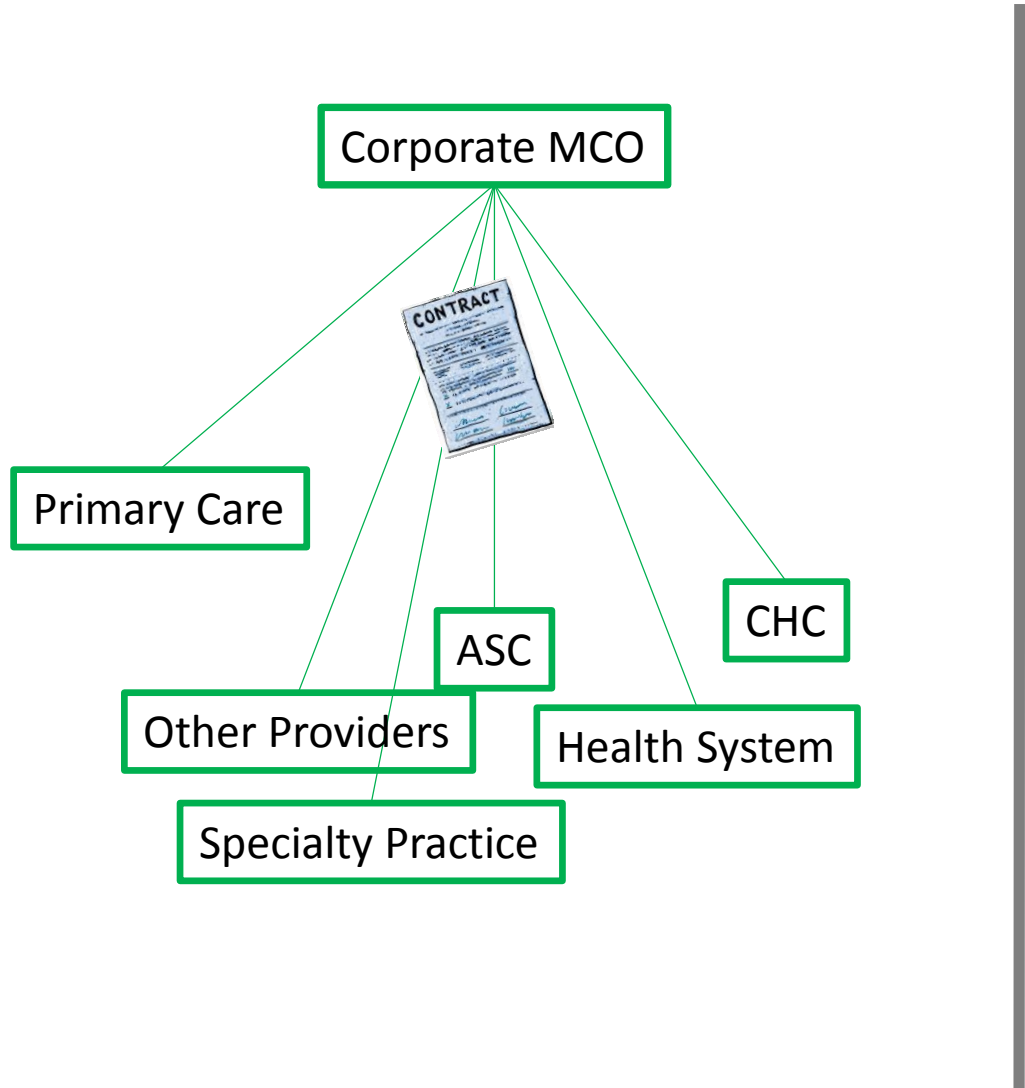
# Entities Expected to Compete for PHP Contracts



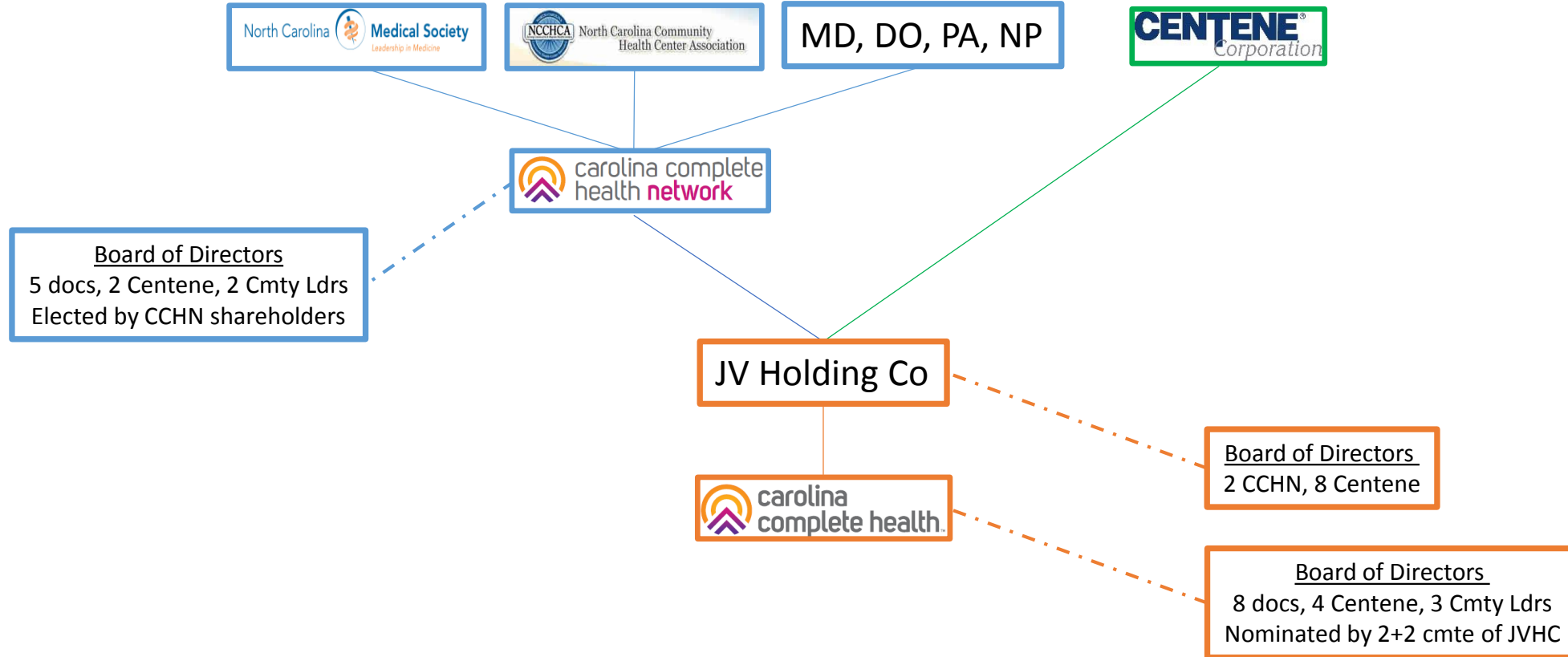
PLPCC, LLC



# How is this Different? Ownership



# How is this Different? Leadership

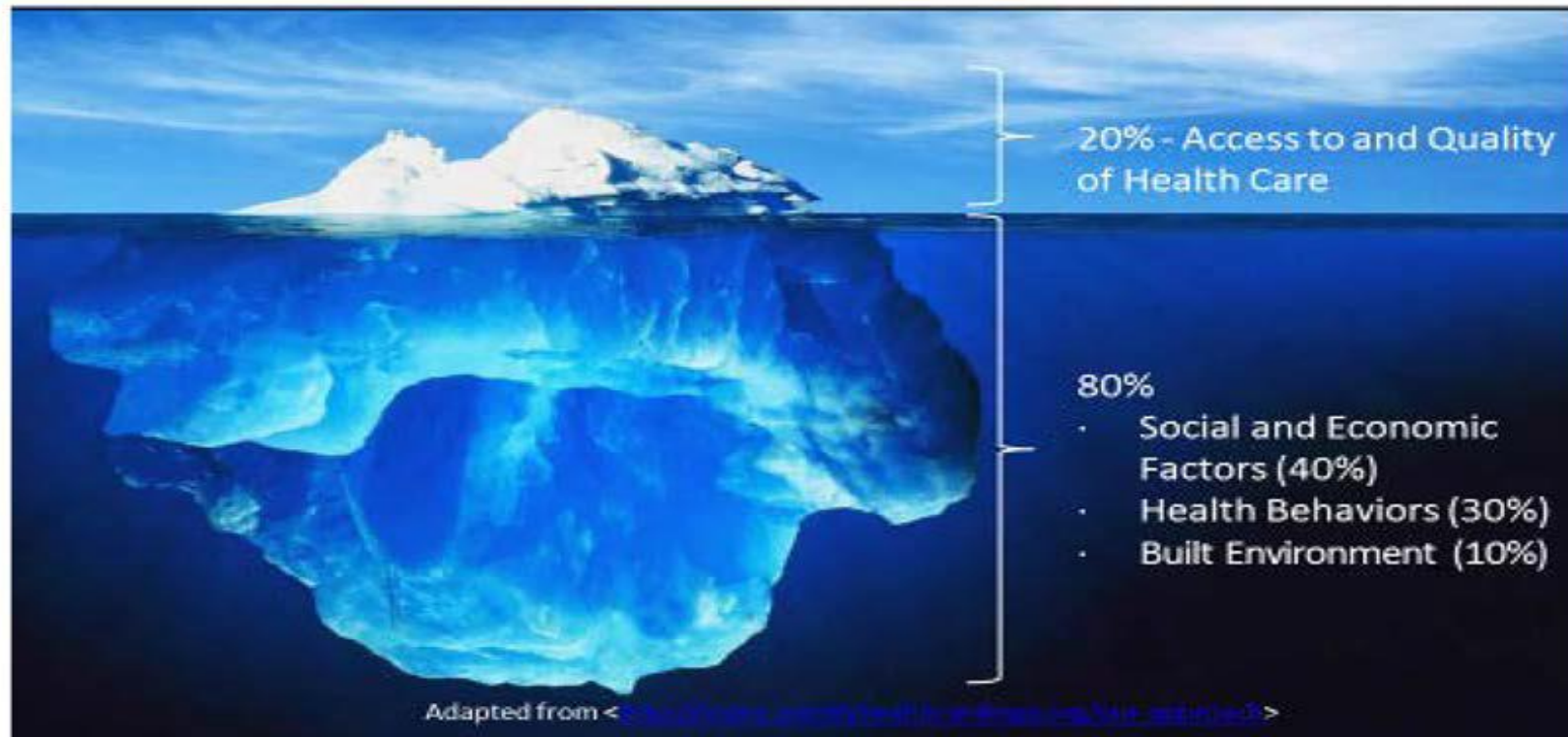


# The Role of Public Health and Health Departments

- Sign a provider participation agreement to be in the network
- If you are an MD, DO, PA or NP—buy a share, and which gives you the ability to participate in the governance and medical affairs committee structure
- **Largest contribution—work closely with CCH and CCHN on your area of substantial expertise....**

# Population Health Extends Beyond the Medical Community

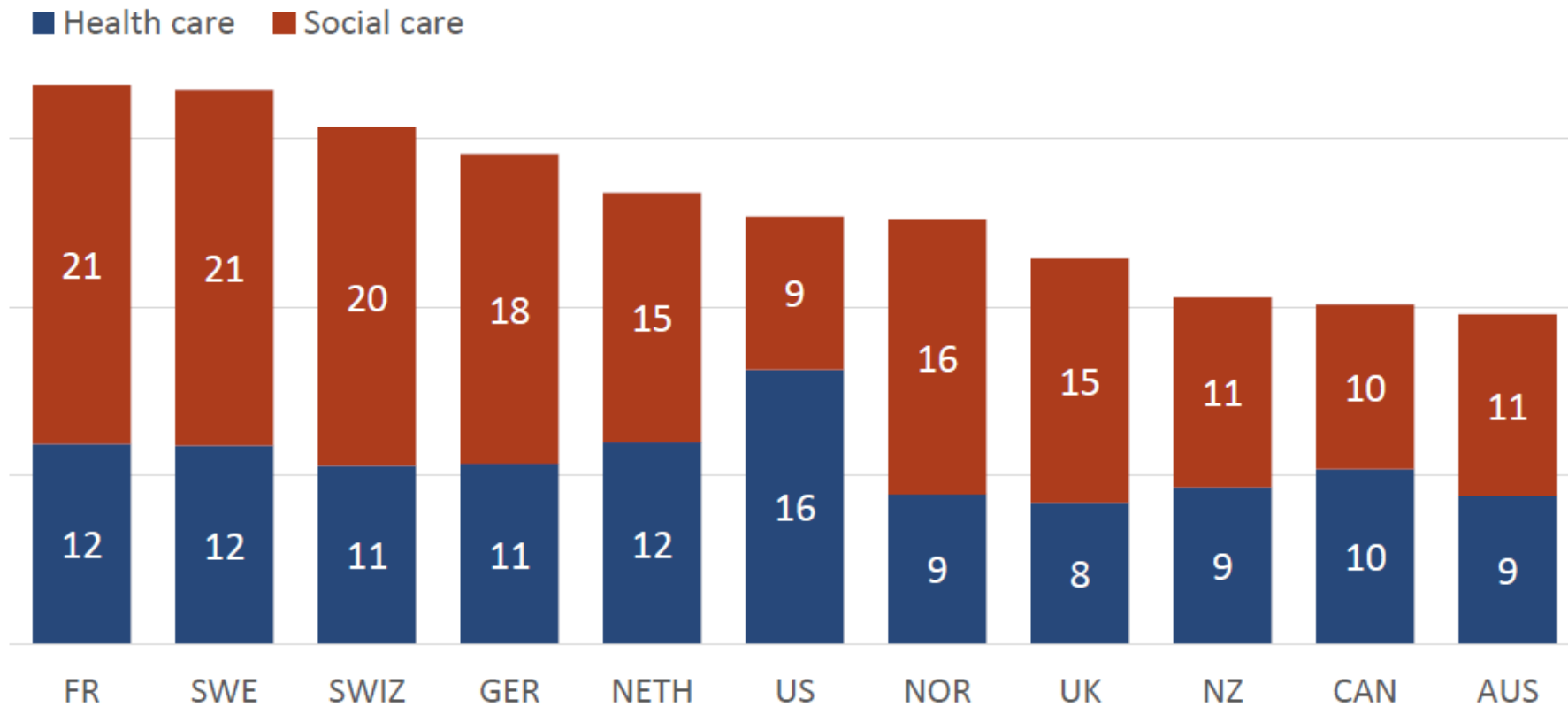
## Factors Influencing Health Outcomes





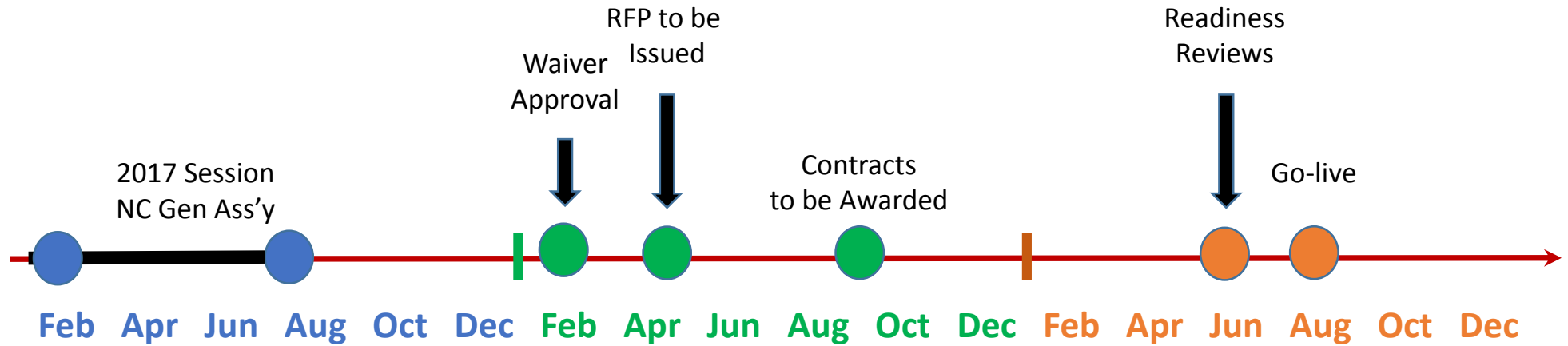
# Need for Social Investment and Supportive Policies

Percent of GDP spent on:



Source: E. H. Bradley, L. A. Taylor, and H. V. Fineberg, *The American Health Care Paradox: Why Spending More is Getting Us Less*, Public Affairs, 2013.

# Implementation Timeline



Test the Waters

Sell Shares CCHN

Sign CCHN Owners

Finish Network Build

Medical Policy Development

## What Happens Now?

- We are seeking SEC approval to sell stock in CCH Network.
- Once approved (summer 2017), we will sell shares of CCH Network to MDs, PAs, NPs for \$750.
- To be eligible to buy a share...
  - MD, DO, PA, or NP actively practicing in North Carolina.
  - In the CCH Network.
- We will then respond to the RFP issued by the State (spring 2018)
- Once awarded a statewide contract, we will invest the funds raised into CCH, and aim toward go-live in mid-2019.
- In the interim, CCH Network will begin operating the Medical Affairs Committee structure for CCH to develop medical coverage policy.
- For public health, this means we need to start meeting sooner rather than later.

# Note carefully:



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