



Health Care Planning and Accountability Advisory Council

Monday, June 12, 2014 11:00 a.m.

Arnold Conference Center, 111 Howard Avenue

Cranston, Rhode Island 02920

Co-Chairmen: Kathleen Hittner, MD, Health Insurance Commissioner; Michael Fine, MD, Director of Health

Attendees: Garry Bliss for Dale Klaztker, Ph.D.; Jodi Bourque, Esq.; Al Charbonneau; Stephen Farrell; Dennis Keefe; Eve Keenan, Ed.D, RN; Rebecca Kislak for Jane Hayward; Betsy Loucks (new member representing Health Right); Corinne Calise Russo (for Sandra Powell, DHS); Michael Souza (representing the Hospital Association of Rhode Island); Craig Syata; Fox Wetle, Ph.D

Regrets: Alyn Adrain, MD; Peter Andruszkiewicz; Timothy Babineau, MD; Ken Belcher; Douglas Bennett; Nicki Cicogna; Steven Costantino, Secretary, Executive Office of Health & Human Services; Stephen DeToy; Patricia Flanagan, MD; Marie Ganim, Ph.D.; Robert Hartman; Gloria Hincapie; Al Kurose, MD; Gus Manocchia, MD; George Nee; Donna Policastro, RNP; Ed Quinlan (retired); Louis Rice, MD; Lynne Urbani

Staff in Attendance: Michael Dexter, Chief, Office of Health Systems Development, Department of Health; Cory King, Delivery System Analyst, Office of the Health Insurance Commissioner (OHIC); Elizabeth Shelov, Chief, Family Health Systems, Executive Office of Health & Human Services (EOHHS)

Introduction

The Council meeting was convened at 11:05 a.m. by *Dr. Kathleen Hittner*, Health Insurance Commissioner. *Michael Fine*, MD, Director of Health, co-chaired the meeting with Dr. Hittner. *Dr. Hittner* introduced Ms. *Betsy Loucks*, of Health Right, and welcomed her to the group.

The minutes from the March 3, 2014 Council meeting were approved as written, with no additions or corrections.

Cory King, Delivery System Analyst, at the Office of the Health Insurance Commissioner, did a brief overview of the status of the behavioral health request for proposals (RFP). Ten proposals were received and were scored by a committee of seven state staff. The prevailing vendor has been identified to Purchasing and will probably be announced within the next two months. The goal of the behavioral health study is to examine how much money is spent on behavioral health care services (including substance abuse services) and what services are provided. Part of the work will include a count, or a complete inventory, of services provided.

The purpose of the June 12th meeting was to have a presentation by the Wakely Consulting Group on the "Total Cost of Care Analysis for Rhode Island." Wakely was the successful bidder on the \$250,000 "Cost of Care" RFP that is sponsored and managed by OHIC. *Dr. Hittner* indicated that the Wakely study will enable the State to "get its arms around the cost" of health care services and represents an important baseline in trying to control health care costs in Rhode Island. She indicated that this project represents a precursor to the All-Payer Claims Database studies that will be forthcoming in 2015.

Mary Hegemann, FSA, MAAA, of the Wakely Denver Office, began the slide presentation with a brief history of the company. She was joined in the presentation by Julia Lerche, FSA, MAAA, MSPH of Wakely's North Carolina Office. (See slide presentation embedded below).

Several discussion points included the following:


[Approved Minutes for June 12, 2014 Health Care Planning and Accountability Advisory Council Meeting](#)

9

Defining Total Cost of Care

- Total cost of care is defined as the dollars spent by health care purchasers for the comprehensive basket of health care services utilized by a patient or population, including member/beneficiary contribution (Center for Medicare and Medicaid Innovation)
- Analysis will be constrained by data availability

Source: <http://innovation.cms.gov/initiatives/health-care-innovation-challenge-research-030814-01>



- “Total cost of care” is defined as “the dollars spent by health care purchasers for the comprehensive basket of health care services utilized by a patient or population, including member/beneficiary contribution (Center for Medicare and Medicaid Innovation).”
 - Are three years of data sufficient (2011 – 2013)? (That is all that is available).
 - Will there be overlap with the behavioral health study? (There will be some possibilities for collaboration with the behavioral health vendor).


Julia Lerche presented the slides related to the data sources.

- Mr. Keefe asked if the data sources will “take us to where we need to go?”
- Dr. Wetle indicated that the data sources are missing Medicare fee-for-service information.
- Results of the OHIC price variation study will be shared with Wakely.
- Data are for Rhode Island-only residents.
- Mr. Charbonneau indicated that patient-centered medical homes data represent approximately 40% of payers and 200,000 patients.
- Mr. Keefe indicated that this study will be a good start and will influence future studies.

11

Proposed Detailed Data Sources

Coverage Type	Data Sources
Employer (Insured and Self-funded)	PCMH data
Other Private	PCMH data
Medicaid (FFS and Managed Care)	PCMH data
Medicare FFS	Not available
Medicare Advantage (Managed Care)	PCMH data
Other Public	Not available
Uninsured	Hospital Discharge and ER data only




10

MSIS Data

Enrollment & PMPM Summaries by Basis of Eligibility

Basis of Eligibility	2011 Unique Enrollees			2011 Claims PMPM		
	CT	MA	RI	CT	MA	RI
Aged	106,114	121,997	22,371	\$1,439	\$1,784	\$1,561
Blind/Disabled	77,786	375,433	45,561	\$2,340	\$1,460	\$1,351
Children	311,734	439,250	96,884	\$294	\$444	\$229
Adults	283,221	621,048	62,644	\$475	\$431	\$378
Foster Care Children	6,431	2,633	5,510	\$482	\$420	\$942
BCCA Women	456	414	322	\$1,117	\$1,143	\$574
Total *	785,742	1,560,775	233,292	\$736	\$896	\$660

*Excluding "Unknown" and "Not Eligible" categories



Public Comment: Dr. Hittner asked if there were any comments from members of the audience. There were none.

Attorney Bourque reminded the Council that an annual report is due to the General Assembly in July.

No other matters were discussed and meeting adjourned at 12:10 pm.

Notes prepared and respectfully submitted by:

Elizabeth Shelov

Elizabeth Shelov, MPH/MSSW
 Chief, Family Health Systems
 Executive Office of Health & Human Services
 June 24, 2014



Total Cost of Care Analysis for Rhode Island June 12, 2014

Mary Hegemann, FSA, MAAA
Julia Lerche, FSA, MAAA, MSPH