



Delivery System Reform Incentive Payment
Pool (DSRIP)
March 14, 2013

Overview- What is DSRIP?

- The Kansas DSRIP pool was created through the approval of the Section 1115 Demonstration Waiver for the KanCare program.
- The pool allows certain hospitals to receive special payments from Kansas Medicaid for participating in reform projects which benefit the health care delivery system widely.
- The payments are tied to meeting specific project milestones over the five-year demonstration period.

Overview- What is DSRIP?

- Two hospitals are currently eligible to participate in the DSRIP project:
 - The University of Kansas Hospital
 - Children's Mercy Hospital
- These hospitals are eligible due to their status as a Large Public Teaching or Border City Children's Hospital.
- Payments to the hospitals will be funded by state funds, intergovernmental transfers, and federal funds.

DSRIP Goals

- The Special Terms and Conditions (STCs) of the 1115 Demonstration Waiver outline the three-part aim of the DSRIP Pool
 - Better care for individuals;
 - Better health for the population; and
 - Lower cost through improvement
- DSRIP is intended to support participating hospitals' efforts to enhance access and quality care

DSRIP Participants

- Only two participants are currently eligible to participate in the DSRIP program
- The University of Kansas Hospital and Children's Mercy Hospital previously received supplemental payments as a part of their overall Medicaid reimbursement structure
- With the move to a managed care model, the State's 1115 waiver did not allow supplemental payments to continue to the hospitals

DSRIP Participants

- The DSRIP program will allow the hospitals to continue to receive additional funding, but the funds will now be tied to certain project milestones
- KU and Children's Mercy will need to select projects that have the potential to impact population health on a statewide basis

DSRIP Requirements

The State Medicaid Program must do the following:

- Identify project focus areas for the DSRIP Pool
 - Focus areas must be approved by the federal Centers for Medicare and Medicaid Services (CMS)
- The State must seek public input from a variety of stakeholders on the focus areas prior to submission to CMS.

DSRIP Requirements

Continued...

The State Medicaid Program must do the following:

- Develop DSRIP Planning Protocol and Funding Mechanics Protocol which will serve as guiding documents for the DSRIP program
- Develop performance indicators to serve as reporting measures for each participating hospital

DSRIP Requirements

Each hospital must do the following:

- Implement new, or significantly enhance existing, health care initiatives. Activities must be responsive to the needs of the populations and communities served by the hospital.
- Select at least two projects from the list of focus areas produced by the State
- Develop a hospital DSRIP plan for approval by CMS that is consistent with the hospital's goals and DSRIP protocols

DSRIP Requirements

Each hospital must do the following:

- Report on categorical project milestones each year
- Milestones include measures related to:
 - Infrastructure-Year one
 - Process-Year two
 - Quality and outcomes-Year three
 - Population focused improvements-Year four.
- Population-focused milestones will be set by the State and common across both hospitals.

Focus Areas

- The first step in developing the DSRIP program was to decide the focus areas for DSRIP projects
- To create DSRIP focus areas, the DSRIP project team (which includes state and hospital staff) wanted to utilize the efforts of the Healthy Kansans 2020 Steering Committee
- Each of the proposed focus areas is a translation of the HK2020 priority strategies
- Although not every priority strategy is reflected as a focus area, we tried to include as many of these priority strategies as possible and practical

Focus Areas

Proposed Focus Areas:

- Increase access to services, including primary care and preventive services
- Increase the effective and efficient use of population health management through health information technology (HIT)
- Increase integration of the health care delivery system, including medical, behavioral health, and social services.
- Promote physical activity through encouraging and marketing the benefits of physical activity and expanding access and opportunities for physical activity

Focus Areas

Proposed Focus Areas:

- Improve health literacy, including nutrition education and tobacco use prevention and control
- Expand health and wellness programs and develop incentives for participation in these programs
- Expand chronic and complex care management models
- Promote healthy communities, including access to healthy food and lifestyle choices

Project Timeline

January-March 2013

- State gathers input on DSRIP focus areas

March 31, 2013

- List of proposed focus areas due to CMS from the State

April-May 2013

- State develops and seeks public input on DSRIP protocols

May 31, 2013

- Protocol drafts are due to CMS

Project Timeline

July 31, 2013

- Final approval of protocols by CMS

September 30, 2013

- Hospital plans due to CMS

December 31, 2013

- Final approval of plans by CMS

2014-2017

- Hospitals implement DSRIP projects

Questions?