

The Future of Delivery System Reform in Medicare: Assessing the Evidence and Looking Ahead

Presented by the Kaiser Family Foundation

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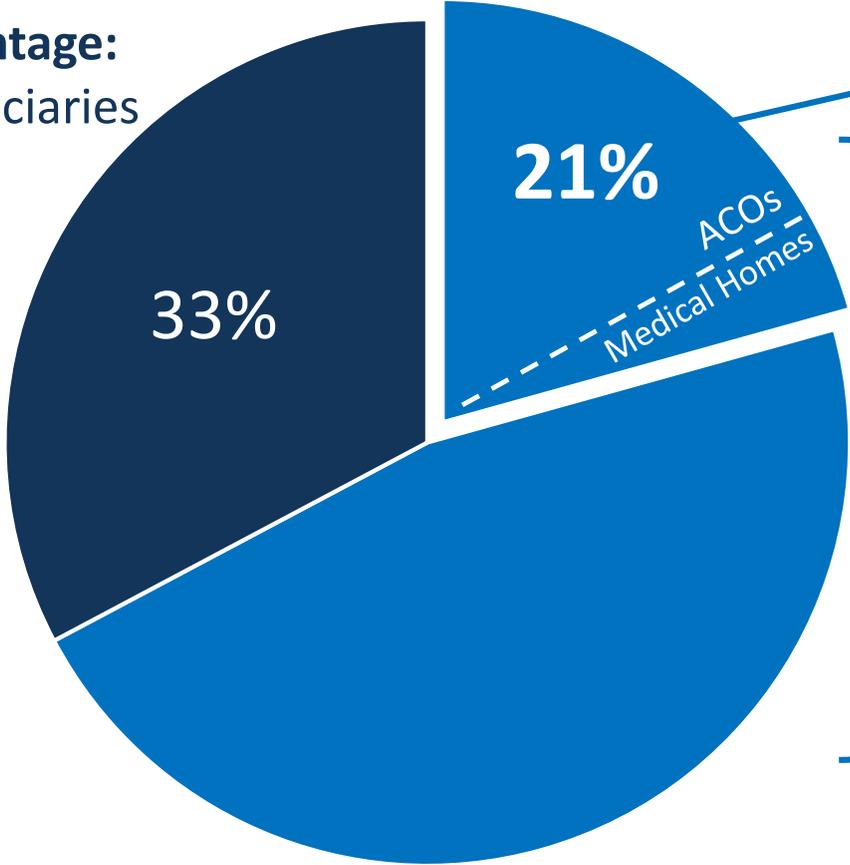
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About 1 in 5 Medicare beneficiaries receives care from ACOs or medical home models (2017)

Medicare Advantage:
19 million beneficiaries



ACOs and
Medical Homes
12 million
beneficiaries

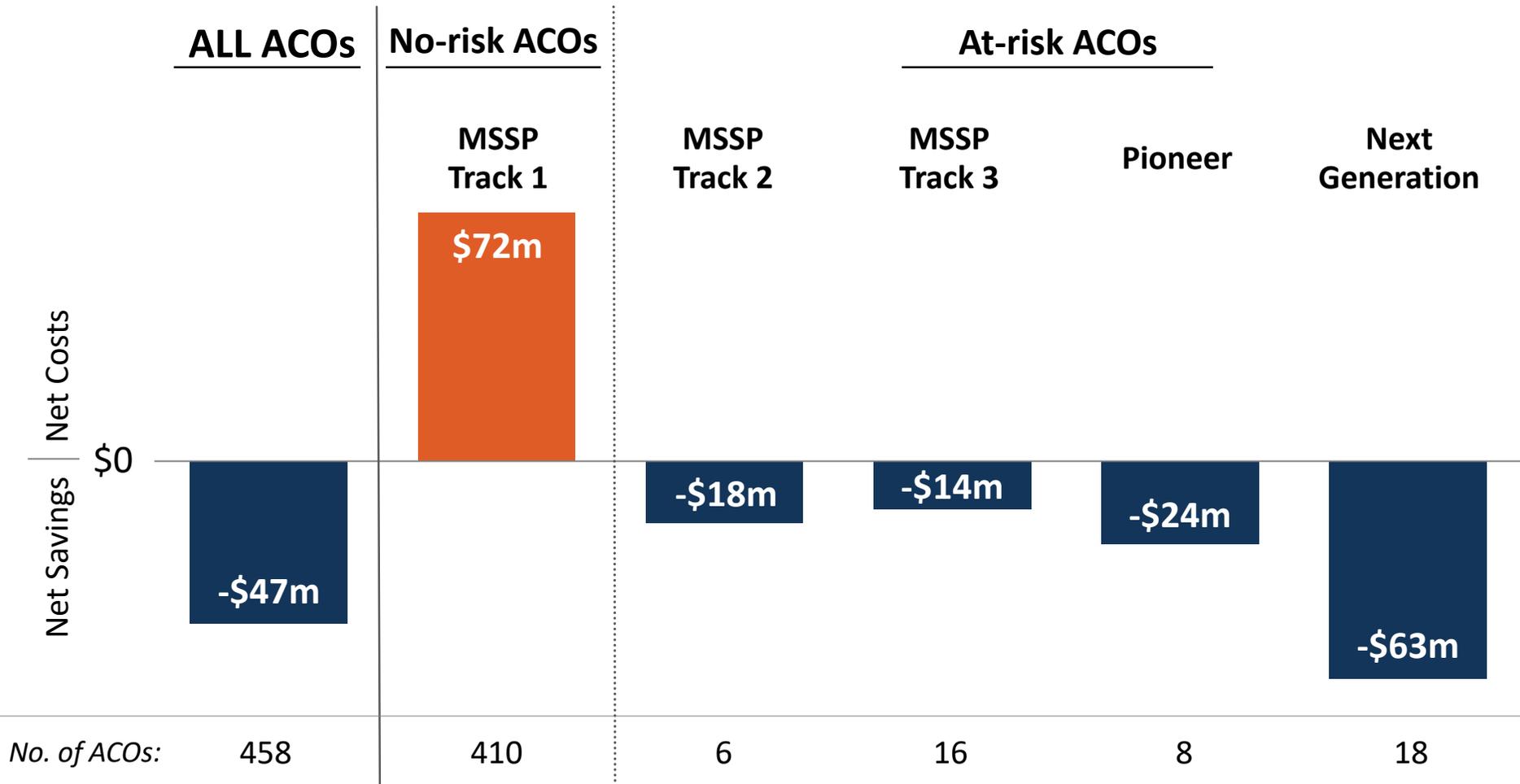
Traditional Medicare:
39 million beneficiaries
(67%)

Total Medicare Beneficiaries (2017): 58 million

NOTE: Medicare beneficiaries attributed to both an ACO and a medical home may be double counted.
SOURCES: CMS, "Fast Facts: All Medicare Shared Savings Program ACOs" (January 2017), "Comprehensive Primary Care Plus," and "Independence at Home Demonstration Corrected Performance Year 2 Results" (January 2017); KFF analysis of March 2017 CMS Medicare Advantage enrollment file.

ACOs that accepted risk in 2016 produced net Medicare savings relative to their benchmarks, unlike no-risk ACOs

Net Medicare spending on ACO models, in millions:

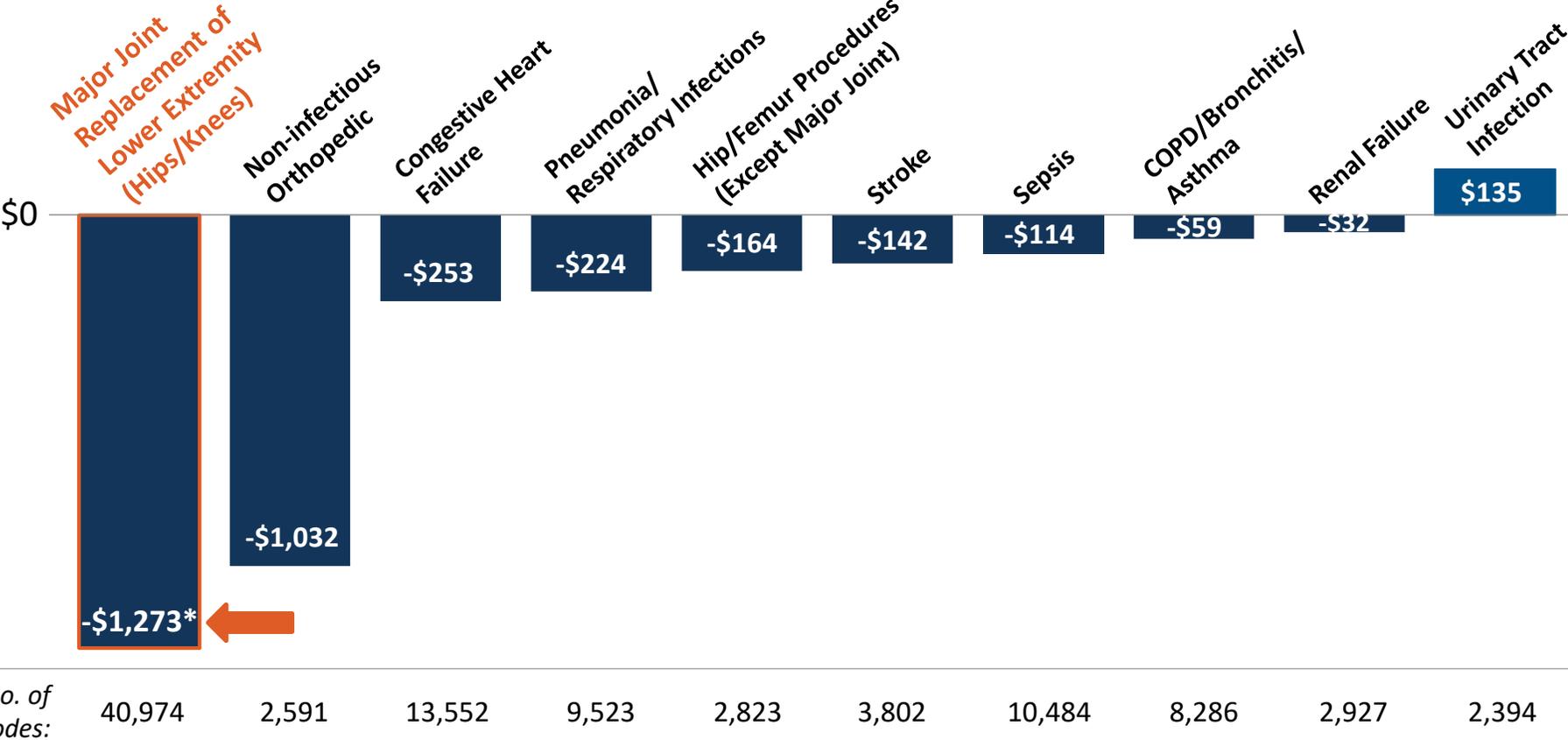


NOTES: Analysis excludes Comprehensive ESRD Care Model. AP and AIM ACOs are included in their respective MSSP tracks.

SOURCES: Kaiser Family Foundation analysis of 2016 public use files for MSSP, Pioneer, and Next Gen ACOs and unpublished CMS data.

Major joint replacements of lower extremity (hips/knees) was the only clinical group that achieved statistically significant Medicare savings per episode in BPCI Model 2

Difference in Medicare spending per episode, relative to comparison group, among the 10 clinical groups with the highest number of episodes):



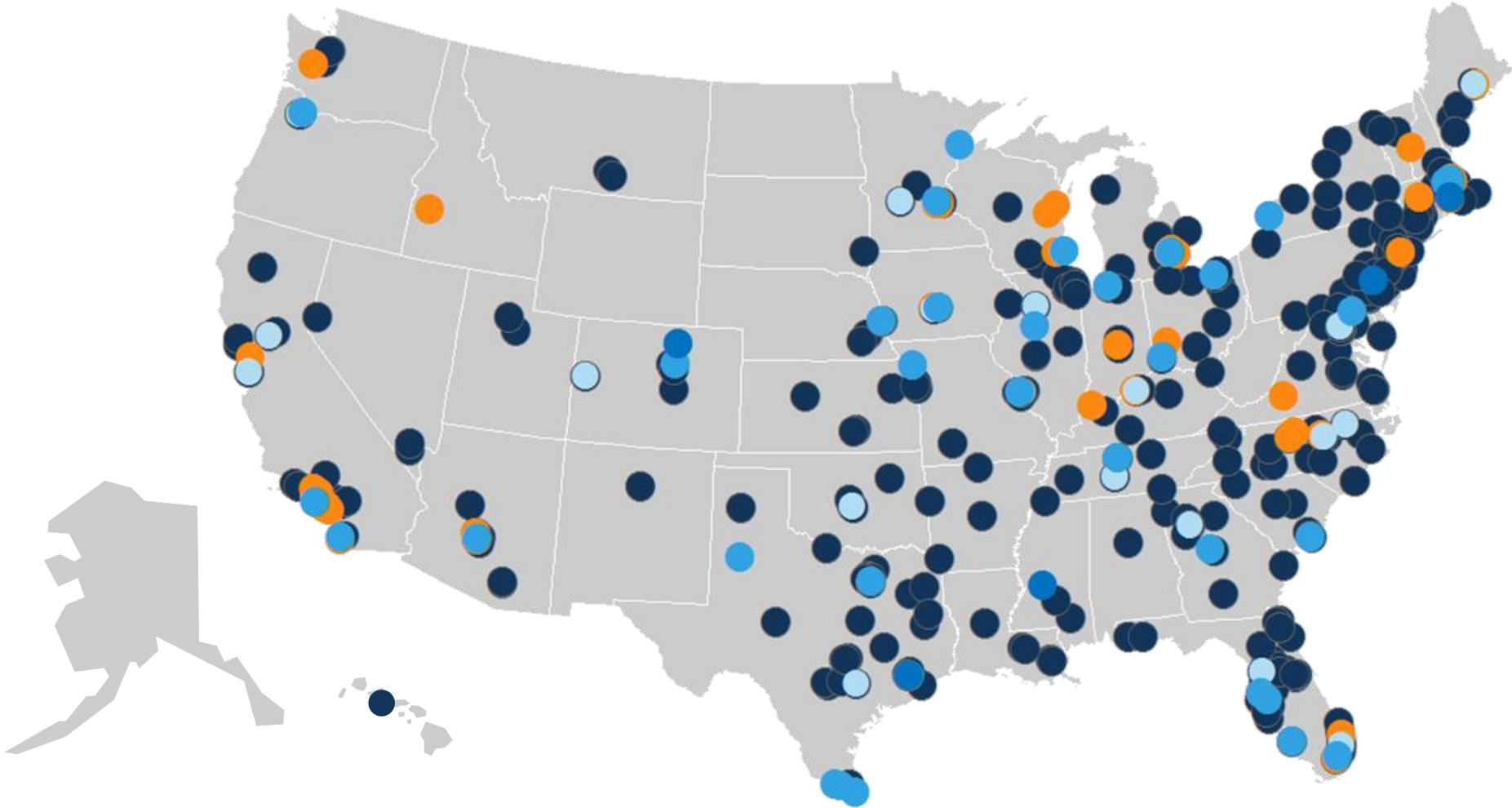
NOTES: *Statistically significant difference from comparison group (p < 0.05). Services included in BPCI Model 2 bundle: inpatient care, physician care, post-acute care, and all related services. Of the 23 clinical groups that had enough episodes for statistical analysis, the only group with statistically significant results was Major Joint Replacement of the Lower Extremity.

SOURCE: KFF analysis of results shown in The Lewin Group, *CMS Bundled Payments for Care Improvement Initiative Models 2-4: Year 3 Evaluation & Monitoring Annual Report*, October 2017.



Accountable Care Organization (ACO) Models (2017)

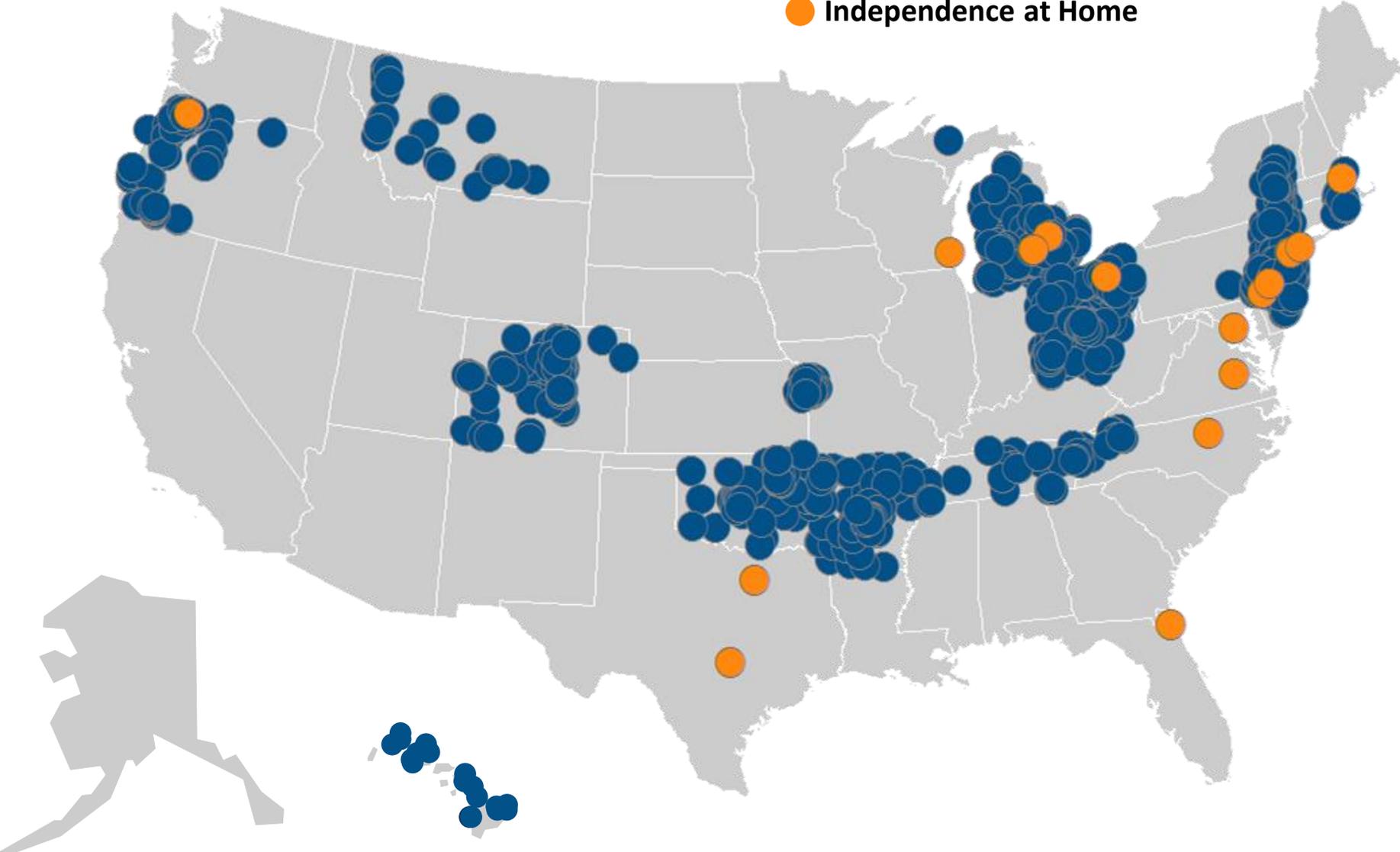
- Medicare Shared Savings Program (MSSP) Track 1
- MSSP Track 2
- MSSP Track 3
- ACO Investment Model (MSSP)
- Next Generation ACOs



Source: Map data downloaded August 16, 2017 from CMS, “Where Innovation is Happening,” and “2017 Medicare Shared Savings Program Accountable Care Organizations – Map.” MSSP Track 1+ location data is not yet available.

Medical Home Models (2017)

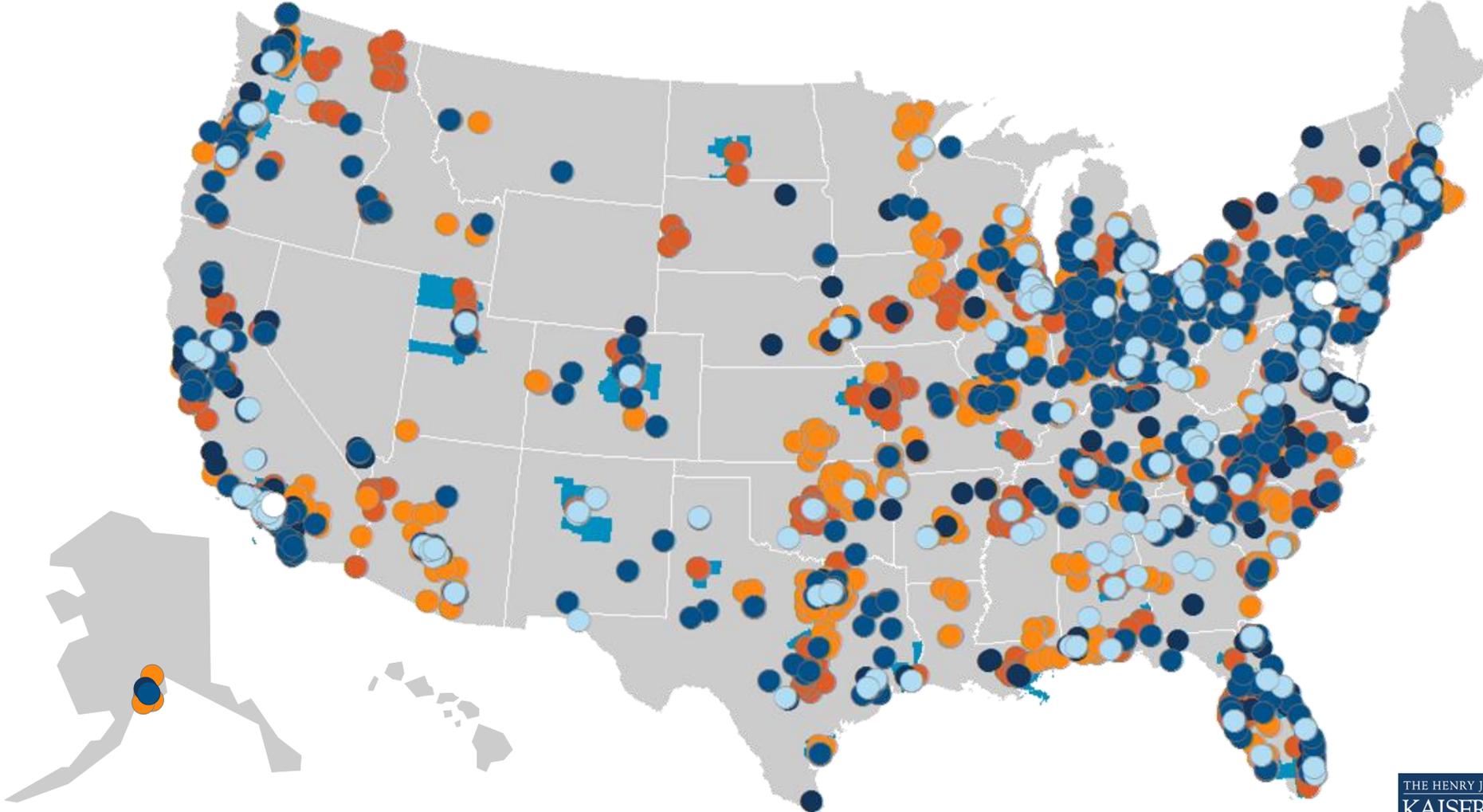
- Comprehensive Primary Care Plus
- Independence at Home



Source: Map data downloaded August 16, 2017 from CMS, "Where Innovation is Happening."

Bundled Payment Models (2017)

- Bundled Payments for Care Improvement (BPCI) Model 2
- BPCI Model 3
- BPCI Model 4
- Oncology Care Model
- Episode Payment Models (AMI, CABG, SHFTT)
- Cardiac Rehabilitation Incentive Payment Model
- Comprehensive Care for Joint Replacement Model



Source: Map data downloaded August 16, 2017 from CMS, "Where Innovation is Happening."

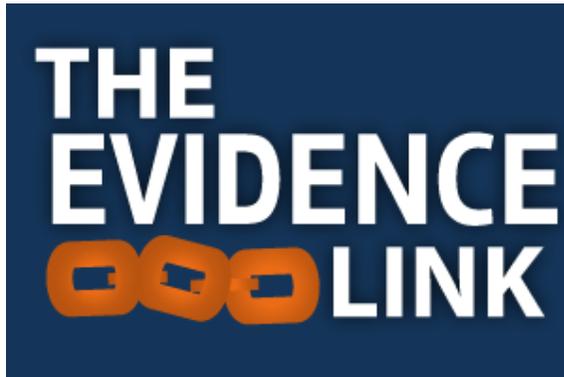
Today's Web Briefing Will Be Recorded

The archived web briefing will be available later today.

Slides are available for download.

kff.org/medicare/event/web-briefing-the-future-of-delivery-system-reform-in-medicare-assessing-the-evidence-and-looking-ahead/

See the new KFF *Evidence Link* for the latest facts and results on Medicare payment and delivery system reform models



- FAQs on each model
- Maps, timelines, & beneficiary counts
- Latest announcements from CMS on Medicare DSR

...and more!

kff.org/medicare-delivery-system-reform-the-evidence-link

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