STATE OF HAWAII
DEPARTMENT OF HUMAN SERVICES
Med-QUEST Division
Health Care Services Branch
Data Analysis & Provider Network Section
P.O. Box 700190
Kapolei, Hawaii 96709-0190

December 14, 2015

MEMORANDUM

TO: QUEST Integration (QI) Health Plans

FROM: Judy Mohr Peterson, PhD
Med-QUEST Division Administrator

SUBJECT: UPDATE TO PAY-FOR-PERFORMANCE (P4P) INCENTIVES PERFORMANCE MEASURES

The Department of Human Services, Med-QUEST Division (MQD) is issuing this memorandum to inform the QUEST Integration health plans of updates to the Incentives to Health Plan performance found in Section 60.200 of the QUEST Integration RFP-MQD-2014-005.

The Health Plan incentives for Calendar Year 2016 are the following four (4) quality measures:

1. Childhood Immunization (CIS)- Combination 2;

2. Comprehensive Diabetes Care (combination of the two (2) measures listed below equally weighted):
   a. HBA1C Control (<8%); and
   b. Systolic and Diastolic BP Levels (<140/ 90);

3. Controlling High Blood Pressure; and

4. Frequency of Prenatal Care.
The Health Plan shall be eligible for a performance incentive payment if their performance meets or exceeds the HEDIS Medicaid 75th percentile rate for HEDIS 2016. The table below describes the withhold to receive the incentive payment. Funding for the incentive payments would come from a $2.00 per member per month (PMPM) withhold amount taken from the administrative allowance in the capitation rates from non-aged, blind, and disabled (ABD) population and a $1.00 PMPM withhold amount taken from the administrative allowance in the capitation rates from aged, blind, and disabled (ABD) population. The Health Plans’ rates are actuarially sound with or without the refund of the $2.00/$1.00 PMPM financial incentive withhold.

<table>
<thead>
<tr>
<th>Performance Measures</th>
<th>Non-ABD</th>
<th>ABD</th>
<th>Amount of Withhold</th>
</tr>
</thead>
<tbody>
<tr>
<td>Childhood Immunization (CIS) - Combination 2</td>
<td>X</td>
<td></td>
<td>$0.50</td>
</tr>
<tr>
<td>Comprehensive Diabetes Care</td>
<td>X</td>
<td>X</td>
<td>$0.50</td>
</tr>
<tr>
<td>Controlling High Blood Pressure</td>
<td>X</td>
<td>X</td>
<td>$0.50</td>
</tr>
<tr>
<td>Frequency of Prenatal Care</td>
<td>X</td>
<td></td>
<td>$0.50</td>
</tr>
</tbody>
</table>

For the successful outcome of each of the four (4) measures, the indicated proportion of the withhold amount shall be returned to the Health Plan. The DHS shall not award partial incentives. If DHS fails to validate the HEDIS measures in accordance with timeframes established in 42 CFR Section 438.240(c), the withhold amount for that measure shall be returned to the health plan. If the attempt to validate a measure results in a low response rate and inadequate sample, the measure shall not be considered successfully met.

In the upcoming months, it is our intent to examine closely the methodology of the performance incentives as well as the measures so that they will more closely align with our evolving goals of integrating behavioral health and in addressing social determinants of health. We look forward to that discussion.

Should you have any questions, please contact Mr. Jon Fujii at (808) 692-8093 or by e-mail at jfujii@medicaid.dhs.state.hi.us.