



# Improving Health in North Carolina

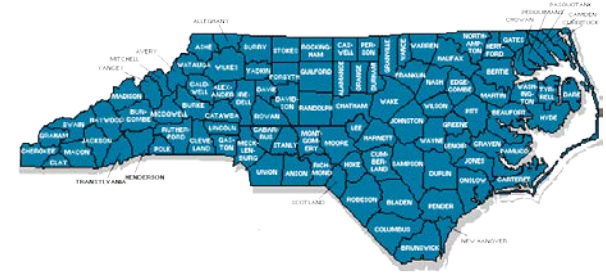
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**Secretary, NC Department of Health and Human Services**

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# North Carolina



**10 Million  
People**

**“Purple”**

**80% Rural  
Counties**

**2.1 Million on  
Medicaid  
No expansion**

**Transition to  
Medicaid  
Managed Care  
in 2019**

**Opioid Crisis**

# We focus on “buying health” across our Department

Medicaid Transformation

Opioid Crisis

Early Childhood Health and Education

# Medicaid Transformation

## 1. Whole Person Focused

- Integrate Physical and Behavioral Health
- Focus on unmet social needs

## 2. Driving towards Value

- Advanced Medical Home Plan
- Move to alternative payment models

# Advanced Medical Homes

- **4 tiers for primary care practice participation:**
  - **Tier 1/2 – Health Plan is responsible for care coordination with varying “Pay for Performance” incentives to practices for medical home access**
  - **Tier 3 – Primary Care Practices or Clinically Integrated Networks (CIN) take on care management responsibilities with additional care management fees paid directly to practices.**
  - **Tier 4 (*launch after year 2*)– CINs/practices move to alternative payment models with downside risk**
- **Sophisticated data capabilities needed across the state, the plans, and the practices/CINs**

# Alternative Payment Models

- **Value-Based Payment**

- Advance quality and a focus on population health, appropriateness of care and value
- By the end of Year 2 of MCO operations, the portion of each MCO's medical expenditures governed under VBP arrangements will either:
  - Increase by 20 percentage points, or
  - Represent at least 50% of total medical expenditures

# Healthy Opportunities

## Screening Questions

- **Statewide standardized screening questions**

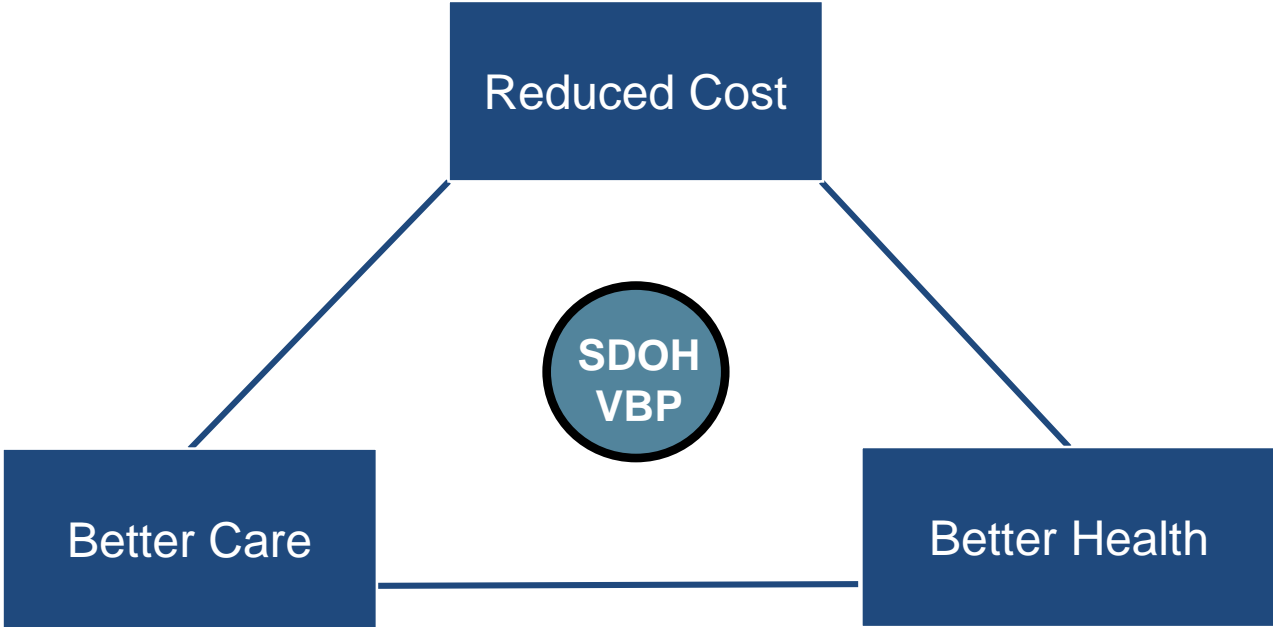
## Resource Platform

- **Connect patients to community resources through a Statewide Resource Database**
- **Referral Platform**

## Regional Pilots

- **Test non-medical interventions to improve health and reduce costs**
- **Up to \$650 Million through 1115 Waiver (In CMS negotiations)**

# Achieving better health and not just better care.



Source: The Health Initiative