
CCO 2.0 Compliance & Metrics

February 7, 2020

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Agenda

- Medicaid
- Managed Care Organizations & Coordinated Care Organizations
- Medicaid in Oregon
- What Does CCO 2.0 Mean to You?



Medicaid

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What is Medicaid?

Joint federal-state funded program, run by states providing healthcare to low income families and individuals

In Oregon, Medicaid recipients are members of Oregon Health Plan (OHP)

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Before Medicaid

- Limited federal healthcare payments to states
- States purchased services for public assistance recipients
- Huge variances in scope of services between states

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Medicaid & Medicare Established (1965)

Medicare – Federal program providing healthcare for retirees and disabled

Medicaid – Joint federal-state funded, run by state providing healthcare to low income families and individuals

- Designed to expand access to care to needy
- State required to provide core set of services (primarily acute services)
- States given flexibility to provide additional services
- States could opt to serve medically needy not receiving public assistance

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Brief Medicaid History

- 1965 – Medicaid & Medicare Established
- 1972 – Supplemental Security Income (SSI) - Medicaid eligibility linked
- 1981 - Omnibus Budget Reconciliation Act - added managed care option
- 1996 - Welfare Reform – eligibility no longer tied to SSI
- 1997 –Children’s Health Insurance Program (CHIP) - expands eligibility
- 1997 – Balanced Budget Act – more options for managed care
- 2005 – Deficit Reduction Act – expands eligibility for disabled children
- 2010 – Affordable Care Act (ACA) - most provisions effective 2014



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Affordable Care Act & Medicaid

- Minimum income eligibility at 133% of federal poverty level
- Federal coverage of newly eligible (2014-2017) then phase down to 90% by 2020
- Basic Health Program – States given option for low-income residents to purchase healthcare coverage who would otherwise purchase through Health Insurance Marketplace



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Managed Care Organizations (MCOs) & Coordinated Care Organizations (CCOs)

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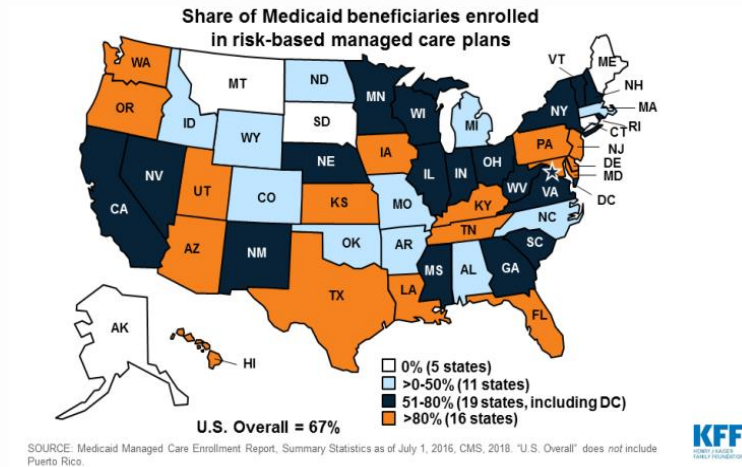
What is a Managed Care Organization (MCO)?

- Health care delivery system contracting with state
- Organization accepts per member per month (capitation) payment for delivering services
- Intended to reduce costs, expand utilization and improve quality of services

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Medicaid Use of Managed Care Plans



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What is a CCO?

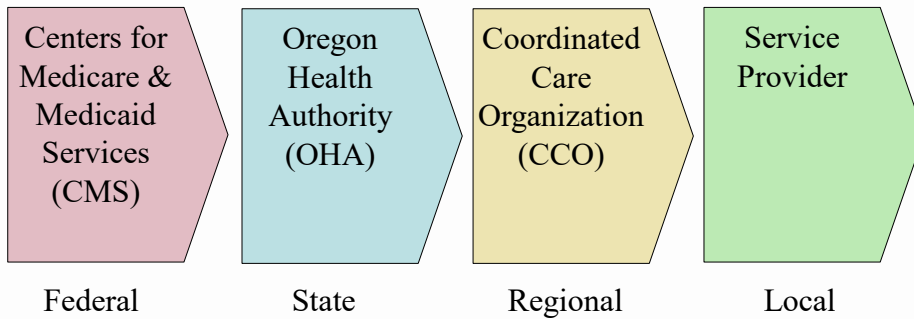
Community-based organization serving as a single point of accountability for health quality and outcomes for Oregon Health Plan (OHP) members

- Unique to Oregon, CCOs first certified in 2012
- 15 CCOs in Oregon with specific service areas
- Covered members per CCO vary from 12,000 to 276,000
- Types of Organizations:
 - For-profit and non-profit organizations
 - Former MCOs
 - Wholly owned by hospital systems
 - Subsidiaries of insurance companies

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Medicaid - Working Across Agencies



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Oregon Health Authority (OHA)

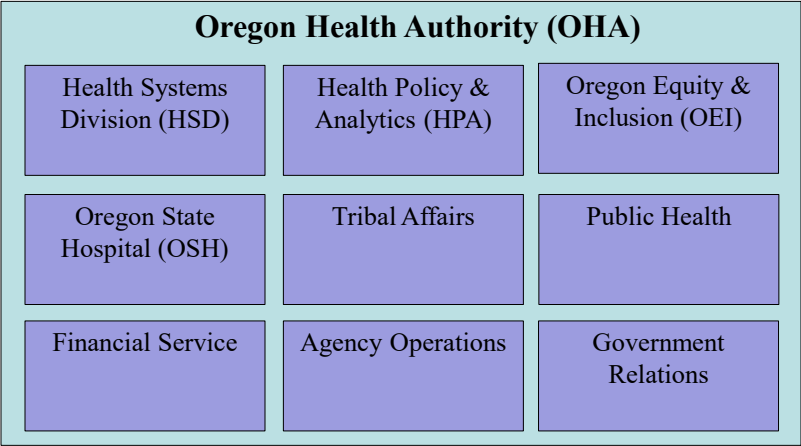
***Committed to lowering and containing costs,
improving quality and increasing access to health care
in order to improve the lifelong health of Oregonians***

- Overseen by Oregon Health Policy Board
- Established in 2009
- Formerly part of Department of Human Services (DHS)



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OHA Divisions



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What Does CCO 2.0 Mean to you?



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1. Governor's Four Improvement Priorities

- Improve Behavioral Health
- Address Social Determinants of Health and Health Equity
- Increase Value and Pay for Performance
- Maintain Sustainable Growth Rate

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2. The 1115 Waiver

Highlights of Oregon Waiver (2017-2022)

- Integration of physical, behavioral, and oral health care through a performance driven system that makes continual improvements to health outcomes and continues to bend the cost curve
- Social determinants of health and health equity - improving population health outcomes
- Sustainable rate of growth puts federal funds at risk in return for adopting use of value-based payments.
- Expand coordinated care model for ensuring better outcomes for members eligible for both Medicare and Medicaid

<https://www.oregon.gov/oha/HSD/Medicaid-Policy/Pages/Background.aspx>

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3. Office of the Inspector General Findings

1. OHA provided insufficient oversight and guidance to the CCOs
2. CCOs provided insufficient oversight and guidance to subcontractors

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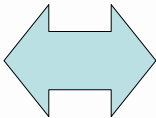
4. OHA Compliance in CCO 2.0

- Interpreting Requirements
 - Federal Requirements
 - 1115 Waiver
 - OAR and ORS
 - CCO Contracts
- Streamlining Submission Processes
- Enhanced Evaluation of Deliverables
- Interpreting Outcomes
- Public Transparency

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5. Requirements vs. Performance



Requirements	Performance
"What should the system do?"	"How does the system work?"
Process-focused	Results-focused
Dictated by Law, Contract	Determined by Standards
Attestation, Audit	Periodic Reporting
Confirming Adherence	Tracking Metrics



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Thank you for participating!

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