MEMORANDUM

To: EOHHS Accountable Entity Program MCOs, AEIs and Public Stakeholders
From: Lauretta Converse, Health System Transformation Project Director, EOHHS
CC: January Angeles, Deputy Medicaid Director, EOHHS
      Kristin Sousa, Managed Care Director
      Deborah Morales, Accountable Entity Director
Date: September 17, 2018
Subject: Program Year Two Public Stakeholder AE Requirements Documents

In accordance with CMS requirements, the Executive Office of Health and Human Services (EOHHS) is releasing updated Program Year Two (PY2) Accountable Entity (AE) program requirements for public stakeholder review and feedback. The following draft PY2 documents have been posted on the EOHHS AE Program webpage and shared in an email communication with interested parties:

- DRAFT Attachment L1: Total Cost of Care Requirements
- DRAFT Attachment L2: Incentive Program Requirements
- DRAFT Attachment M: Attribution Requirements

In recognition of the importance of consistency in program parameters during the initial AE program years, EOHHS has made minimal revisions to the PY2 AE Requirements. Key revisions for PY2 include the following:

- Elimination of the Specialized AE Pilot Program specifications in recognition of the delay in Specialized AE Pilot Program development and implementation.
- Articulation of the PY2 Incentive funding specifications, including the basis for the allocation of incentive funds to the Accountable Entity Incentive Program (AEIP) and Managed Care Organization Incentive Management Pools (MCO-IMP), and the allocation of incentive funds to required performance areas and milestones.
- Incorporation of program requirements and technical corrections communicated since the release of the PY1 Requirements.

EOHHS anticipates more substantive changes to the program requirements will be incorporated for PY3. These changes will include any learnings from the initial program year performance results, as well as program development in key areas such as:

- Transition to APM contracts including downside risk, and
• Transition to pay-for-performance evaluation of Outcome Metrics and Quality Measures.

Note that any suggestions around these anticipated areas of program development are also welcomed as feedback from these draft documents.

As always, EOHHS welcomes stakeholder feedback on these draft documents. Your input and engagement in this review process is invaluable. **Public comments on these documents are due to EOHHS by 5 p.m. EST on October 19, 2018 and should be submitted via an email attachment in one consolidated document to Debbie Morales (Deborah.Morales@ohhs.ri.gov).** All comments received from stakeholders will be posted on the EOHHS website for disclosure of feedback received during this public process.

Following the internal review of written feedback, EOHHS will host a **public meeting on November 14th at 2:30 p.m. at 301 Metro Center Blvd. Warwick, RI 02886 Room 203** to discuss final modifications to requirement documents before submission to CMS. Agenda for this meeting will be shared with stakeholders in early November.

Please don’t hesitate to contact myself or Debbie Morales (Deborah.Morales@ohhs.ri.gov) if you have any further questions.

Sincerely,

Lauretta Converse