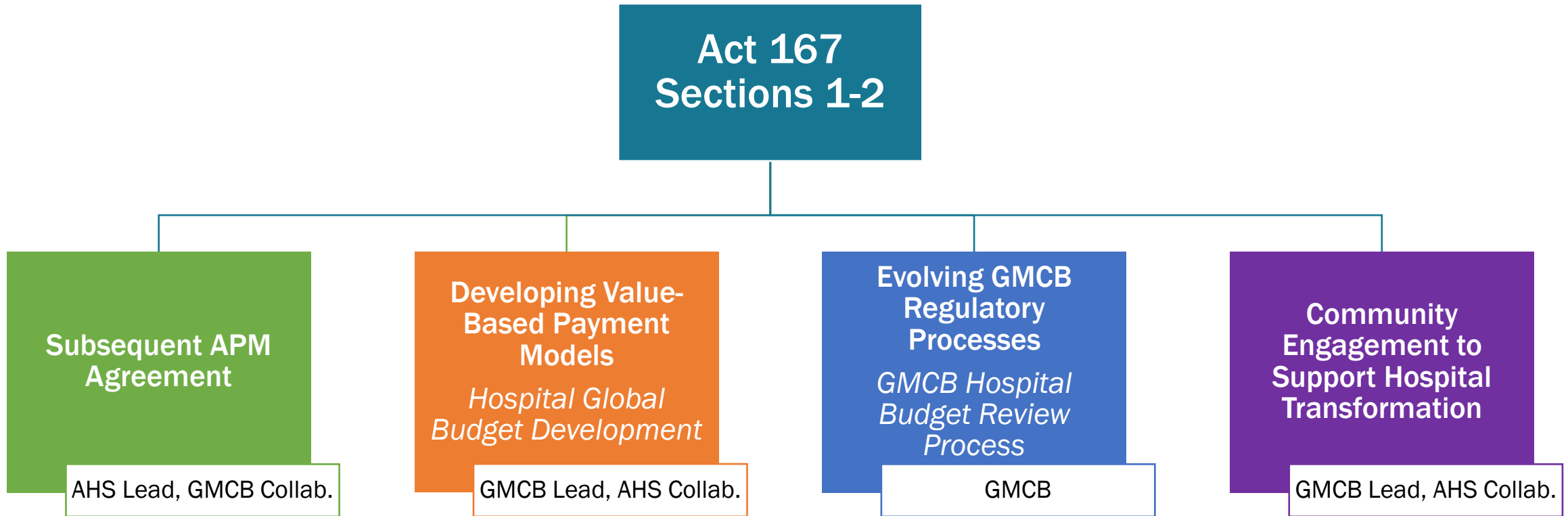# Update:
Global Payment Model Development and Hospital Sustainability

August 2, 2023

Sarah Kinsler, Director of Health Systems Policy, GMCB

Act 167 Sections 1 and 2

VERMONT
GREEN MOUNTAIN CARE BOARD

Act 167 Sections 1-2

Subsequent APM Agreement

AHS Lead, GMCB Collab.

Developing Value-Based Payment Models

Hospital Global Budget Development

GMCB Lead, AHS Collab.

Evolving GMCB Regulatory Processes

GMCB Hospital Budget Review Process

GMCB

Community Engagement to Support Hospital Transformation

GMCB Lead, AHS Collab.

PAYMENT MODEL DEVELOPMENT:
Global Budget Technical Advisory Group (TAG) Update

Global Budget TAG
Progress and Future Plans

- Currently working to develop a straw model based on TAG recommendations to-date

- Looking ahead: TAG will react to straw model this summer, and see a more developed model with actual Vermont data in fall

- In the meantime, continuing to tackle key issues: strategies to support care transformation, terms of payer participation, terms of hospital participation, budget calculation and payment operations, and monitoring and evaluation

[TAG materials are publicly available on the GMCB website](#)

Key Areas of Methodology

- In the coming months, staff will seek Board member input on critical methodology decision points. Questions may include (among many others)...

Base Budget	• Given that any global payment methodology will utilize claims, how to trend baseline to current day? • What adjustments, if any, should be made to the base budget?
Annual Trends and Adjustments	• How to balance keeping up with inflation/costs and affordability? • How to incentivize efficiency, reduce waste, and reward high-value care?
Regulatory Mechanism	• How could Vermont administer global payments? Provider rate setting vs. payer regulation approaches
Quality Framework, Monitoring, Evaluation	• What quality measures should be part of a global payment model? • What measures should be part of a monitoring framework?

COMMUNITY AND PROVIDER ENGAGEMENT TO SUPPORT HOSPITAL TRANSFORMATION

Community and Provider Engagement
Progress Update

- As directed by the Legislature, GMCB has retained an expert to support a "data-informed, patient-focused, community-inclusive engagement process for Vermont's hospitals"

- Oliver Wyman will review data and solicit local input to develop options that ensure Vermonters have sustained access to affordable care. They will be working directly with community members, businesses, hospitals, and health care organizations to ensure a wide range of voices are represented in these discussions

- A current contractor will provide data analytics support

For more information: [GMCB Community Engagement to Support Hospital Transformation](#)

Community and Provider Engagement
Progress Update

- Community meetings are slated to begin in the fall, with initial outreach beginning this month

Vermonters are encouraged to sign up for emails about community meetings in their region by visiting GMCB Community Engagement to Support Hospital Transformation

Meeting details will be posted on GMCB's website as they become available.

Community Engagement to Support Hospital Transformation: Contact List Sign Up

Please share your contact information below if you would like to receive email updates about community meetings. By signing up, you will receive details for meetings occurring in the areas you selected as soon as information is available. Details will also be posted to Green Mountain Care Board's website when available: https://gmcboard.vermont.gov/hospitalsustainability.

1. First Name *

Enter your answer

2. Last Name *

Enter your answer

3. Email Address: *

Enter your answer

Opportunities for GMCB & Public Input

VERMONT GREEN MOUNTAIN CARE BOARD

	Subsequent APM Agreement	Developing Value-Based Payment Models *Hospital Global Budget Devel.*	Community Engagement to Support Hospital Transformation
	AHS Lead, GMCB Collab.	GMCB Lead, AHS Collab.	GMCB Lead, AHS Collab.
GMCB Member Input	• NOFO (State application) – GMCB input will inform application development; vote prior to submission • Final Agreement – GMCB vote required for Chair to sign	• Implementation may require use of one or more GMCB regulatory authorities; if so, GMCB would need to undertake rulemaking. GMCB would provide input on draft rule and vote on final rule	• Community meetings – attend as listeners • Provide feedback on priorities and options for transformation
Public/ Stakeholder Input	• GB TAG input (payment model design) • AHS stakeholder engagement • GMCB public comment period	• GMCB stakeholder engagement in rule development • GMCB public comment period	• Community meetings – review local current and future state; brainstorm and prioritize local needs; provide feedback on options for transformation

DISCUSSION