

Pennsylvania Coalition of Affiliated Healthcare & Living Communities June 27, 2017

# Finding Our Way: Initial Dos and Don'ts of Community Health Choices Contracting

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# **DHS** Messages

- DHS indicated that they are on target for roll out beginning January 2018
- Priorities are:
  - No interruption in participant services
  - No interruption in provider payment



# **DHS** Messages

- 20 events in the SW for CHC
- Provider Education Summit on the SW July 24-26
- If you want to be involved, contact the chosen MCOs

www.dhs.pa.gov/citizens/communityhealthchoices/



#### **Before The Contract**

- Develop relationships
- Do:
  - Reach out to the MCOs
  - Find the right internal representative
  - Arm the negotiator with all the necessary information
- Don't:
  - Be an ostrich



#### **Before The Contract**

- Do:
  - Be prepared
    - Know your market
    - Understand the provider network
    - Document costs
    - Demonstrate your value
- Don't:
  - Passively wait to be told what the MCO wants



#### **Before The Contract**

- Do:
  - Pick Your Battles
    - What are your most important issues?
    - What are your deal breakers?
- Don't:
  - Bring a 20 issue laundry list



#### **Down To Business**

- Do:
  - Read incorporated materials carefully
    - Look for "incorporated by reference," "you will be required to comply with"...
    - Beware of references to other documents outside of the contract (or online) that may change without notice
- Don't:
  - Fail to read reference material



#### **Down to Business**

- Do:
  - Familiarize yourself with the Provider Manual/Handbook
  - Identify how it is changed by the MCO
  - Consider whether you will have any input or the ability to object
- Don't:
  - Fail to review the Provider Manual



#### **Down To Business**

## **Understanding Critical Terms**

- Do:
  - Read the Definitions section
  - Realize that how terms are defined affects the entire agreement
  - Raise concerns about inaccurate terms
- Don't:
  - Assume the MCO has all of the terms correct.
     They may be new to PA or to long term care



- Quality is critical as more MA beneficiaries move to managed care
- CMS reported that MA managed care has doubled from 2006-2015
- DHS is requiring the MCOs to achieve goals for access, quality and cost
- PA has flexibility and passes that flexibility to the MCOs
- MCOs pass these developing program requirements to the provider



- Do:
  - Be nimble the programs are changing
  - Consider the client benefits for the long term care high-risk populations
- Don't:
  - Forget to assess your systems and data collection



- Do:
  - Plan for the components of a quality management program which includes:
    - Member feedback
    - Mechanism to track receipt of services and reporting critical incidents
    - Risk assessment and mitigation
    - Performance measurement and reporting
    - Quality assurance and improvement

- Do:
  - Be sure your EHR system is ready
  - Assess whether you are tracking and measuring outcomes, cost, quality, and resident satisfaction
  - Partner effectively with other providers
- Don't:
  - Expect status quo



# **Regulatory Compliance**

- Do understand your regulatory responsibilities:
  - Expect regulatory language related to:
    - Exclusions
    - Privacy and confidentiality
    - Stark and Anti-kickback
- Don't:
  - Agree to contractual terms that:
    - Are more strident than the actual regulation or other requirement
    - Are not your responsibility
    - Require you to agree to something you can't control



#### Do:

- Review your admissions and discharge procedures
- Compare this to what is required under the MCO proposed contract
- Identify the roles of you, the MCO, the supports coordinator . . .
- Don't:
  - Wait until you are admitting or discharging a resident to discuss



#### **Documentation**

- Do:
  - Check what is required
  - Ask where the templates/forms are
  - Do think about how this documentation fits into your current business processes
- Don't:
  - Expect uniformity across payors



# **Billing**

- Do:
  - Identify how things will change
  - Question whether there are checks and balances
  - Understand how you will address any disputes
- Don't wait for a problem to understand the process



## **Payment**

- Do:
  - Clarify important timing issues
  - Assure that you are working from the same definitions (e.g. clean claims, prior authorizations)
  - Assess the co-insurance, patient pays and deductibles processes, if any
  - Assess resident impact



#### **Service Coordination**

- Do:
  - Identify who you are working with
  - Understand how service coordination is addressed in the contract
  - Facilitate a good working relationship with the service agency coordinator



# **General Contract Requirements**

- Know who the parties are
- Have a clear understanding of scope and expectations
- Be sure you review all attachments, addenda, riders, exhibits that are referred to in the contract, including any reference to a proposal



# **General Contract Requirements**

- Review:
  - Indemnity
  - Force Majeure
  - Governing Law
  - Modification
  - Notice
  - Severability
  - Dispute Resolution
  - Termination



# **General Contract Requirements**

- Review:
  - Exclusivity provisions
  - Non-compete provisions
  - Assignment clauses
  - Non-solicitation provisions
  - Termination provisions that state the events that could trigger the end of the contract?
  - What your indemnification obligation is
  - What the insurance requirements are



# **QUESTIONS?**

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