

# All-Payer Claims Databases: Background

Pre-Conference on All-Payer Claims Databases: State-Based Initiatives

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# **About State Coverage Initiatives**

- The State Coverage Initiatives (SCI) program provides timely, experience-based information and assistance to state leaders in order to help them move health care reform forward at the state level
  - Supports a **community** of state officials
  - Provides unbiased information
  - Offers responsive policy and technical assistance
- National program of the Robert Wood Johnson Foundation administered by AcademyHealth
- → www.statecoverage.org
- <u>www.statecoverage.org/health-reform-resources</u>



# Historical Backdrop 2005-11

- Increased Transparency Efforts
- >Employer Coalitions
- Payment Reform
  - -Patient Centered Medical Home
  - -Accountable Care Organizations
- Health Information Exchange (HITECH)
- Federal Health Reform (PPACA)



Databases, created by state mandate, that typically include data derived from medical, eligibility, provider, pharmacy, and/or dental files from private and public payers:

- -Insurance carriers (medical, dental, TPAs, PBMs)
- -Public payers (Medicaid, Medicare)

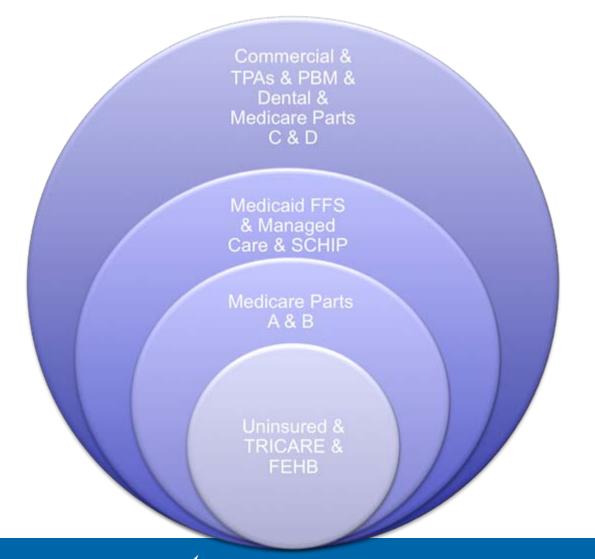


#### **APCDs Are About Transparency**

- Which hospitals have the highest prices?
- In what geographies is public health improving?
- What percentage of my employees have had a mammogram?
- If emergency room usage in Medicaid is higher than the commercial population, what are the drivers?
- What is the average length of time people are using antidepressant medications?
- How far do people travel for services? Which services?
- Hundreds of additional questions have been asked....



#### **Sources of APCD Data**





Source: APCD Council

## **Typically Included Information**

- Encrypted social security
- Type of product (HMO, POS, Indemnity, etc.)
- Type of contract (single person, family, etc.)
- Patient demographics(date of birth, gender, residence, relationship to subscriber)
- Diagnosis codes (including Ecodes)
- Procedure codes (ICD, CPT, HCPC, CDT)
- NDC code / generic indicator

- Revenue codes
- Service dates
- Service provider (name, tax id, payer id, specialty code, city, state, zip code)
- Prescribing physician
- Plan payments
- Member payment responsibility (co-pay, coinsurance, deductible)
- Date paid
- Type of bill
- Facility type



# **Typically Excluded Information**

- -Services provided to uninsured (few exceptions)
- -Denied claims
- -Workers' compensation claims
- -Referrals
- -Test results from lab work, imaging, etc.
- -Provider affiliation with group practice
- -Provider networks
- -Premium information\*
- Capitation fees\*
- -Administrative fees\*
- -Back end settlement amounts\*
- -Back end P4P or PCMH payments\*

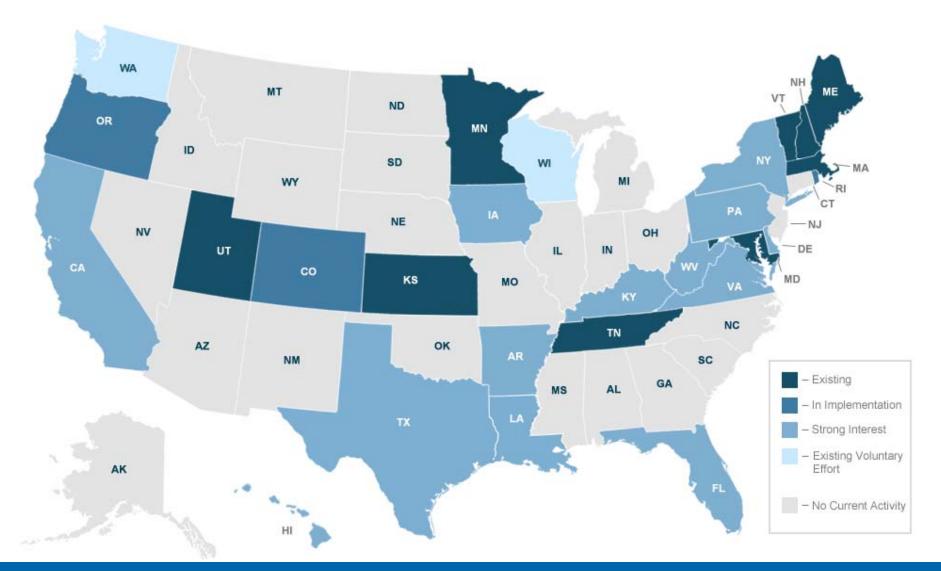


# **APCDs Can Augment:**

Hospital Discharge Data
Medicaid Claims
Medicare Claims
Medicare Claims
Survey Data
Clinical Data Sets

Electronic Health Records
Health Information Exchange
Public Health Data Sets

#### **State Status as of 3/11**



#### State Coverage Initiatives

Robert Wood Johnson Foundation

#### Something for Everyone...An Evolution

- →Consumers
- → Employers
- Health Plans/Payers
- → Providers
- >Researchers (public policy, academic, etc.)
- State government (policymakers, Medicaid, public health, insurance department, etc.)
   TBD (Federal government, etc.)

#### **APCD Road Map**



 Linkage to Other Data Sources

- Revenue Model
- Sustainability



# **Implementation Starting Point**

- Jocation of State Authority by Statute
- Funding
- Development of Collection Rules
  - Covered Populations
  - Submission Frequency
  - Thresholds and Exclusions Examples
- Development of Release Rules
- Jocation of Processing
- Payer Relations
- Multi-Stakeholder Issues and Cooperation



#### **Components of Cost**

- Population Covered (size)
- Number of Carrier Feeds
  - -Membership Thresholds
- Provider Database
- >Data Release / Access
- Analytics, Reporting, Applications

# **Funding Models**

- →General Funds
- Assessments (payers, providers)
- Medicaid 90/10 (& maintenance)
- Private Foundations
- →Data Sales
- Beacon Community Grant (RI)



# **APCDs and Health Care Reform**

- Care Coordination/Medical Homes
  - Preventable events, admissions/readmissions, amb-sensitive conditions
- Payment Reform
  - Focus from price transparency to alternative pricing models
- ACOs: (analytics + transparency) APCD + accountability
  - Risk adjustment is very important establishing benchmarks
  - Events not only conditions
- > Patient Safety/Quality Improvement
  - Preventable complications
  - Outpatient, not just inpatient
- Health Promotion

# **Acknowledgments**

- Patrick Miller, APCD Council
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## **THANK YOU!**

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Issue Brief: All-Payer Claims Databases: An Overview for State Policymakers (May 2010) www.statecoverage.org/node/2380

