

NEW JERSEY DEPARTMENT OF HEALTH
DSRIP PROGRAM
HOSPITAL INDUSTRY MEETINGS

February 2017



➤ NJ DSRIP (Demonstration Reform Incentive Payment Program):

- ✓ Approved by CMS under NJ 1115 Comprehensive Waiver
- ✓ Goal is to meet Triple Aim:
 - Access to Care
 - Quality of Care
 - Healthy Outcomes
- ✓ \$166.6 M annual funding, originated with HRSF funds
- ✓ 5 year program, expires June 30, 2017
- ✓ 49 Hospitals focus on Disease Specific projects
- ✓ They have the opportunity to earn incentives based on performance metrics

➤ DSRIP Extension and Renewal

- ✓ New Jersey is seeking authority to continue the DSRIP program for two years, with an option to extend for three additional years, if certain performance benchmarks are met by participating hospitals.
- ✓ NJ is in discussions with CMS re: DSRIP renewal
- ✓ CMS has very specific objectives to be met with any DSRIP renewal

➤ CMS View on Next Generation DSRIP Program:

- ✓ CMS questions if DSRIP is a good fit for NJ hospitals.
- ✓ CMS wants community partner inclusion and engagement, more dollars at risk, project partner revenue sharing, and more aligned with regional planning collaborative and ACO type delivery models.
 - A push to Regional Planning Collaboratives
 - A push to transition hospital DSRIP funding to MCO rates
- ✓ NJ requested a two year extension of the current DSRIP program...
...CMS not supportive
- ✓ NJ plans to request a one year extension with the outline of a Next-Gen DSRIP program that addresses CMS concerns this spring.

New Jersey Department of Health

DSRIP Program: Hospital Industry Meetings

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Discussion Exercise I: Changing Nature of DSRIP Programs



DSRIP Program Features	Current NJ DSRIP	Extension Period	Expansion Period	Hospital Industry Comments
Annual Funding	\$166.6 million	\$166.6 million	\$166.6 million fully at risk	
Eligibility	49 hospitals	49 hospitals	Regional Planning Collaboratives to align hospitals.	
Projects	Selected by hospitals	Continue/no Change	Greater emphasis on Population Health Outcomes by members of Regional Planning Collaboratives.	
Use of HRSF Funding As the Funding Target	Hospital DSRIP Funds	Hospital DSRIP Funds	Community Based DSRIP Funds [CMS Preferred]	

DSRIP Program Features	Current NJ DSRIP	Extension Period	Expansion Period	Hospital Industry Comments
Community Partners [CP]	Optional lower GAP reduction % with Partners	Continue with current Partners design, expanded Partners and Partner revenue sharing may be required.	Preferred model is a regional planning collaborative [ACO type models, less hospital centric]. A provider network moving closer to population health. Stand-alone hospital DSRIP projects not desirable. Expanded Partners and Partner revenue sharing required.	

DSRIP Program Features	Current NJ DSRIP	Extension Period	Expansion Period	Hospital Industry Comments
Measure Source	NJDSRIP & National	NJDSRIP & National [CMS prefers National]	CMS likely to require more National measures to be used. Healthy NJ 2020 measures.	
Measure Data collection	MMIS & Chart/EHR	MMIS & Chart/EHR	MMIS likely to be preferred but expanded measures to include community partner measures.	
Post DSRIP Plans	N/A	N/A	Sustainability after system transformation. Consider how we continue with population health improvement after DSRIP.	
Transparency/Data Sharing	DOH provides after measure calculations are issued.	DOH provides after measure calculations are issued.	DOH provides after measure calculations are issued. Hospitals would need more robust Information technology Capabilities across project partners and required data use agreements.	

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Discussion Exercise II: The Value of DSRIP Programs to NJ
Hospitals



<u>Discussion Question</u>	<u>Response</u>
<p>1. Other than funding what has been the value of the DSRIP Program to Hospitals?</p>	
<p>2. a. If the DSRIP program was discontinued what are the service, payment, and cost transformation changes hospitals would likely initiate in place of a DSRIP program?</p> <p>b. What other service, payment and cost transformation programs are in place or planned at hospitals?</p>	