

# Supporting PMH: Physician payment models and incentives

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### Presenter Disclosure

- Presenter: Mark Armitage, Executive Director Strategic Priorities, Ministry of Health (IWG co-chair)
- Relationship with commercial interests:
  - Grants/Research Support: none
  - Speakers Bureau/Honoraria: none
  - Consulting Fees: none
  - Other: none



## **Managing Potential Bias**

N/A



## Session objectives



#### Discuss and learn about:

primary care transformation



 role of physician payment models and incentives

changes to GPSC incentives



### Part 1:

Physician Payment Options



### Presenter Disclosure

- Presenter: Dr. Brenda Hefford, Executive Director CPQI, Doctors of BC
- Relationship with commercial interests:
  - Grants/Research Support: none
  - Speakers Bureau/Honoraria: none
  - Consulting Fees: none
  - Other: none



## **Managing Potential Bias**

N/A



## Physician payment models

- Payment models
  - BC and Canada
  - Internationally





# Physician payment models in BC and Canada

- Majority of BC family physicians are paid through FFS
- Similar trends observed across most of Canada

APP

Mixed

**FFS** 



# Physician payment models internationally

Predominant payment method for primary care physicians

Australia Blended payment

Denmark Blended payment

England Blended payment

France Fee-for-service

Japan Fee-for-service

New Zealand Fee-for-service, capitation

United States Varied



# Physician payment model highlights

- United States
  - Alternate payment models and value-based or quality-based reimbursements
- United Kingdom
  - Pay-for-performance



# What can we learn from other jurisdictions?

There is no single best pay model

Each model has its pros and cons

 CFPC best advice guide: <a href="http://www.cfpc.ca/best\_advice\_tools/">http://www.cfpc.ca/best\_advice\_tools/</a>



## Feedback from BC physicians

- Visioning consultations
- A GP for Me initiative and impact projects
- PMH proposals
- CYMHSU collaborative
- Divisions
- ISC



# Physician master agreement: physician payment models

- Sets out 3 payment mechanisms:
  - 1. FFS
  - 2. AP models: service, salary, and sessional contracts
  - 3. As defined by JCC's
- Does not describe all possible pay arrangements
- Allows for the negotiation of other pay arrangements



## Physician master agreement: JCCs

- Flexibility to design new incentive fees within broad mandate set by PMA.
- This can help to inform the development of new pay models.
- Examples:
  - Maternity networking fees
  - In patient Care fees
  - Residential Care Initiative



# Physician master agreement: an opportunity







**Experiment** 



Refine



# Important considerations for physician payment models in BC

- Support PMH/PCN strategy
- Prioritization
- Opportunity for testing and refining
- Sustainability and spread
- Early adopters
- Other considerations?
- USE THE YELLOW STICKIE



## **BC Payment Models**

### Strategic Context

- Incent the Strategic Direction PMH/PCN
- Auditor General's Report
- Value-based compensation

#### Models

- Fee for service
- Population-based funding
- APP
- Blended funding model



### Fee-for-service

#### Benefits

- Doctors work hard to provide high quality care; they are financially motivated to provide services
- Rewards good doctor-patient relations, so that patients will return

- Incents high volume; low acuity care
- Does not necessarily incent illness prevention
- Incents single issue visits



## Population-based funding

#### Benefits

- An enhanced level of care for patients, delivered in a flexible way
- Longitudinal care for patients with complex or chronic conditions
- Team-based care

- Administratively complex
- No evaluation has been completed



### **APP Contracts – Salaried Positions**

#### Benefits

- Administratively simple
- Supports service in less attractive areas

- Concerns about physician autonomy
- No productivity incentive



## Blended funding model

#### Benefits

- Supports team based care within FFS
- Allows for health care professionals to maximize their scope of practice

- Unknown if it will substantially increase access and/or attachment.
- Potentially administratively challenging



## Next Steps

- Political Context
- Policy Context
- Budget/Funding
- Evaluation
- PMA renegotiations
- Provincial Implementation Plan



## Discussion questions

- 1. When you look at the various models we have described today, what is it about them that excites you? GREEN
- 2. What concerns or worries you? PINK
- 3. Are there aspects of other models that you know of or have experienced that you think are worth considering here? Why?

#### **ORANGE**



### Part 2:

Incentives as enablers of patient medical home and team- based care



### Presenter Disclosure

- Presenter: Dr. Shelley Ross, GPSC Co-chair
- Relationship with commercial interests:
  - Grants/Research Support: none
  - Speakers Bureau/Honoraria: none
  - Consulting Fees: none
  - Other: none



## Managing potential bias

N/A



## Phases of incentive changes

Short term Medium term

Longer term



## Short term changes: objectives

- 1. Support team-based care
- 2. Simplify and align similar fees
- 3. Continue commitment to longitudinal care



## Short term changes: implementation

- Effective October 1, 2017
- Updated fee guides and FAQs in progress
- Informational webinars

- Post questions on the wall or email GPSC (gpsc@doctorsofbc.ca)
- Visit GPSCbc.ca for latest news and updates



## Looking to the future



### Presenter Disclosure

- Presenter: Dr. George Watson, Incentive Working Group Co-chair
- Relationship with commercial interests:
  - Grants/Research Support: none
  - Speakers Bureau/Honoraria: none
  - Consulting Fees: none
  - Other: none



## **Managing Potential Bias**

N/A



## Objectives for this workshop

- Consult you on our current ideas
- Collect new ideas for the IWG to consider
- Get feedback on how to prioritize the new ideas
- Learn how you would like to further engage



# Designing new incentives: guiding principles

- Support the implementation of the patient medical home and primary care networks
- Support team-based care, to better serve the target populations
- Reflect the complexity and level of effort needed to treat the patient
- Provide a simplified fee structure and guides to encourage utilization
- All changes will be made while maintaining the full value of the overall incentive budget



## Today's workshop

- What are the strengths of this idea?
- What concerns do you have with this idea?
- What might be the implications of this incentive be to your practice?
- What else do you need to know about this idea?
- Other ideas?



# 1) Expanding access to complex care planning fees

#### Aim

 To move away from a disease-focused to a patient-focused support of chronic condition care

### Options

- a) quarterly payment for complexity
- b) chronic and complex patient management (expand eligible populations)



## 2) Tiered approach to attachment

- Aim
  - Support attachment for <u>all</u> patients
- Base fee plus add-ons for low complexity, newborns, and medium to high complexity



# 3) Optimizing care by understanding your panel

- Aim
  - Support team-based care and improved chronic disease management through panel assessment and maintenance
- Support application of the understanding of one's panel
- Support over a continuum



## 4) Block payment

- Aim
  - Provide GPs with a more flexible and less administratively burdensome payment method for incentives
- Some or all GPSC fees bundled
- Payment based on previous year's GPSC incentive billing (interim step)
- Block payments made prospectively, quarterly basis



## Other ideas to support PMH

 Do you have ideas outside the scope of these four?



## Next steps

- 1. IWG will consider all your feedback.
  - Ideas discussed today will be assessed for viability
- IWG will prepare for the informational webinars on current changes using your questions
- 3. Summary of our workshop available on the Summit website: gpscevents.ca
- 4. Sign-up for further engagement opportunities



### Thank You

Send feedback to: gpsc@doctorsofbc.ca

Find more information at: gpscbc.ca



