

1
2
3 **Title: Blue Cross Blue Shield of Michigan Physician Group**
4 **Incentive Program - Transparency and Value**

5
6 **Introduced by: Ali Moiin, MD, for the Wayne County Delegation**

7
8 **Original Author: Ali Moiin, MD**

9
10 **Referred to: Reference Committee A**

11
12 **House Action: Adopted as Amended**
13

14
15 **Whereas, Blue Cross Blue Shield of Michigan (BCBSM) established the**
16 **Physician Group Incentive Program (PGIP) in 2004 to initially focus on**
17 **promoting generic drugs and chronic disease management, and**

18
19 **Whereas, in December 2012, PGIP included 43 physician organizations**
20 **(POs) from across the state of Michigan, representing nearly 16,420 physician**
21 **in 82 of 83 counties in Michigan (5,607 primary care physicians and 10,813**
22 **specialists), and**

23
24 **Whereas, PGIP has increased the use of generic drug from 67 percent to**
25 **77 percent, a 10 percent increase and 2 percent increase on specific HEDIS**
26 **(Healthcare Effectiveness Data and Information Set) measures from 69 percent**
27 **to 71 percent in 2011, mostly in the area of adolescent well care and adolescent**
28 **immunization status, and**

29
30 **Whereas, PGIP dollars are allocated to POs for specific incentive metrics**
31 **used to evaluate a POs performance and improvements relative to peers with**
32 **mixed payments made to POs for programs that include both an incentive**
33 **performance metric and one or many participation metrics, and**

34
35 **Whereas, part of the metric is risk-adjusted Generic Dispensing Rate**
36 **(GDR) for PGIP- attributed adults (ages 18 through 64); methodology used is the**
37 **difference in GDR use for the current measure period from the last measure**
38 **period; and, full payments are given to POs who perform and improve at/or**
39 **better than the benchmarks, and**

40
41 **Whereas, two other areas in which PGIP has shown a decrease in**
42 **utilization is in primary care sensitive emergency department visits (rates**
43 **dropped from 121/1000 to 116/1000) and total combined high tech and low tech**
44 **risk-adjusted standard since the inception of Radiology Management Initiatives,**
45 **and**

46
47 **Whereas, PGIP, with its key Patient-Centered Medical Home (PCMH)**
48 **initiatives, is tracking important parts of Electronic Health Record, follow up on**

49 abnormal tests, Chronic Disease Registry, referral options, 24 hour access to
50 clinical decision makers, and smoking cessation to name a few; therefore be it

51

52 **RESOLVED:** That MSMS work with Blue Cross Blue Shield of Michigan
53 (BCBSM) to study new models of value-based partnership programs such as
54 Private Practice Incentive Models (PPIM) to include all physicians of all
55 specialties across the state of Michigan irrespective of their participation in a
56 physician organization.

57

58

59

WAYS AND MEANS COMMITTEE FISCAL NOTE: NONE