

### Vermont's All Payer Model

To the House Committee on Ways and Means

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2/4/2015



## What is an all-payer model?

- A system of health care provider payment under which all payers Medicare, Medicaid and commercial insurers such as Blue Cross and Blue Shield pay doctors, hospitals and other health care providers on a consistent basis, within rules prescribed by a state or national government
- Can be used to promote desirable outcomes and reduce or eliminate costshifting between payers
- In the U.S., the only example of an all-payer model is in Maryland (currently only for hospital payments)
- A number of other countries use all-payer systems to assure that provider payments are fair, transparent and consistent with desired policies such as promoting primary care, prevention, quality of care and cost containment



### One project, two major components

#### Vermont All-Payer Model Project Structure and Responsibilities

		GMCB regulatory enhancements and
	Model agreement with CMS	provider payment details
	To establish the parameters of an	To establish the specific rules and
	agreement with the federal government	processes governing provider
	that would permit Medicare inclusion in a	payment, ACO oversight and all-payer
Purpose	Vermont all-payer system	oversight
Lead		
agency(ies)	GMCB and AOA	GMCB
Coordinating		
agencies	AHS	DFR, AHS, AOA

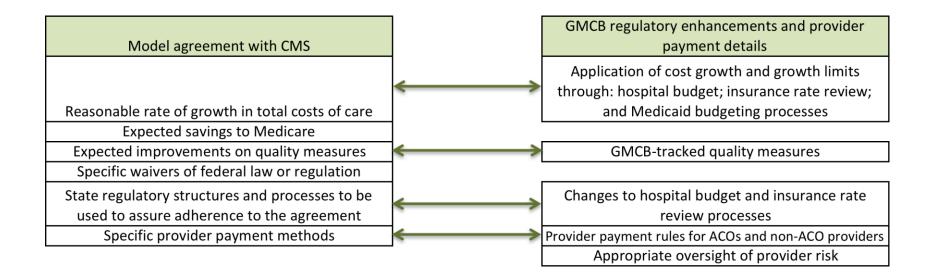
#### Related processes

Legislative oversight: Regulatory and Medicaid budgets

Administrative rules process



## Examples of technical issues to be addressed in each process, and inter-relationship between them





# Structure for leadership, staffing and stakeholder input on model agreement

