HPC Pre-Filed Testimony Questions

1) STRATEGIES TO ADDRESS HEALTH CARE SPENDING GROWTH

To address excessive health care costs that crowd out spending on other needs of government, households, and businesses alike, the Massachusetts Health Policy Commission (HPC) annually sets a statewide target for sustainable growth of total health care spending. From 2013 to 2017, the benchmark rate was set at 3.6% growth. For the first time for 2018 and again for 2019, the HPC exercised its authority to lower this target to a more ambitious growth rate of 3.1%, the lowest level allowed by state law. Achieving this reduced growth rate in the future will require renewed efforts by all actors in the health care system, supported by necessary policy reforms, to achieve savings without compromising quality or access.

- a) What are your organization's top areas of concern for the state's ability to meet the 3.1% benchmark? Please limit your answer to no more than three areas of concern.
 - Nurse Staffing Ratios: Should the Nurse Staffing Ratio Ballot Initiative pass this fall it would be very disruptive to patients and create severe access issues in critical areas, such as behavioral health and in local community hospitals. It is estimated that there would be 1,000 fewer mental health bed statewide thereby increasing utilization and costs in hospital emergency departments and inpatient units throughout the state. Approximately, 25 hospitals would have negative operating margins. We estimate the cost of complying with mandated ratios would be \$141 million for Partners in year one. Hospitals will be forced to increase spending and/or reduce access to services with little to no benefit to patient quality or safety. There is no research that definitively shows nurse staffing ratios improve quality and safety.
 - Pharmacy and New Technology: Pharmacy continues to be a major driver of healthcare trend. Both the Commonwealth and commercial payers have shifted accountability to providers rather than pursuing accountability measures with the manufacturers and pharmacy benefit managers(PBMs). Pricing of new technology is variable and not built into the baseline.
 - Variation in ACO Implementation: The Commonwealth and commercial payers are implementing ACOs in different manners with varying requirements and expectations. Provider systems divert valuable resources to manage the varying contractual requirements and reporting burdens. The efforts are rife with redundancies and administrative burden on the provider side. Additionally, patient attribution methods vary among payers. These differences create challenges in the way we are able to identify, intervene, and track progress for our patient populations.
- b) What are the top changes in policy, market behavior, payment, regulation, or statute your organization would recommend to address these concerns?
 - We agree with the recommendations by CHIA regarding pharmacy outlined in its 2017 Cost Trends Report particularly around accountability and transparency. As a provider system we are committed to appropriateness and will continue efforts to ensure appropriate prescribing practices. However, we believe the biggest impact is in developing new mechanisms for holding the drug industry and PBMs accountable for price increases.
 - Massachusetts should look to find areas where it can help to support providers in finding common ground in their mission to deliver high-value care. In a healthcare world that is increasingly data driven, there exists an enormous opportunity for the Commonwealth to invest in interoperability solutions. The success of the Maine Healthcare Information Exchange should serve as an example of the efficiencies and innovations that can be created through a unified approach to interoperability. The Mass Health ACO highlights the need for the Commonwealth to improve its data capabilities.

- c) What are your organization's top strategic priorities to reduce health care expenditures? Please limit your answer to no more than three strategic priorities.
 - We continue our work to identify and manage medically complex patients. In past years we have outlined our flagship integrated care management program (iCMP). A formal evaluation of iCMP published in May 2017 demonstrated cost savings of \$477 PMPM in the Medicare population. We have evolved the model over time from solely a nurse care manager model to a triad model that employs three different care providers as care managers: nurse, social worker, or community health worker. We are working to evaluate the program's effectiveness in our commercial and Medicaid population. In 2017, we began a new program in collaboration with Commonwealth Care Alliance to serve our most complex Medicaid patients: patients living with severe disabilities, struggling with homelessness, persistent mental illness, and other complex conditions. This "ambulatory ICU" initiative seeks to provide care to super-utilizers in more appropriate sites of care, often in their own home.
 - Behavioral Health integration remains a strategic priority for Partners Healthcare. Our model provides tools and resources for primary care providers to help manage patients with depression. We employ a team-based collaborative care model, which includes input from psychiatrists, social workers, and non-clinical behavioral health care coordinators.
 - Implementing the new Medicaid ACO has been a strategic priority for Partners HealthCare in its efforts to reduce health care expenditures. In addition to the ambulatory ICU initiative described above, we have rolled out several new initiatives related to the Medicaid ACO including screening for social determinants of health and the new community partners programs. Both of these new initiatives were extraordinarily resource intensive to administer across a diverse provider system. We also implemented a new ED Navigator program to help triage Medicaid patients in the hospital to make sure they are receiving the right care in the right place at the right time.

2) INFORMATION ABOUT ALTERNATIVE CARE SITES

The HPC recently released a <u>new policy brief</u> examining the significant growth in hospital and nonhospital based urgent care centers as well as retail clinic sites in Massachusetts from 2010 to 2018. Such alternative, convenient points of access to health care have the potential to reduce avoidable and costlier emergency department (ED) visits.

Question Instructions: If your organization does not own or operate any alternative care sites such as urgent care centers, please only answer questions (e) and (f) below. For purposes of this question, an urgent care center serves all adult patients (i.e., not just patients with a pre-existing clinical relationship with the center or its providers) on a walk-in (non-appointment) basis and has hours of service beyond normal weekday business hours. Information requested in question (a) below may be provided in the form of a link to an online directory or as an appended directory.

a) Using the most recent information, please list the names and locations of any alternative care sites your organization owns or operates in Massachusetts. Indicate whether the site is corporately owned and operated, owned and operating through a joint venture, or a non-owned affiliate clinical affiliate.

https://www.partners.org/Services/General/Patient-Care/Community-Based-Programs/Urgent-Care.aspx

Hospital- and Practice-Affiliated Urgent Care Centers

Brigham and Women's Urgent Care Center (Foxboro)

Brigham and Women's Urgent Care Center is staffed by Brigham and Women's emergency medicine specialists and provides non-emergency services throughout the day, after-hours, and on Saturdays and Sundays. This Urgent Care Center also offers access to diagnostic services, including radiology, and laboratory. All diagnostic testing requires an initial exam with one of their UCC providers.

Address: 20 Patriot Place, Foxborough, MA 02035

Phone number: 508-718-4400

Hours: Monday – Friday: 8:00 am - 8:00 pm; Saturday and Sunday: 8:00 am - 4:00 pm; exceptions for holidays and Foxboro stadium events *Ages served*: Patients of all ages can be seen

Cooley Dickinson Urgent Care (Northampton)

Cooley Dickinson Urgent Care is a walk-in center providing urgent care with no appointment necessary that sees patients starting at 2 years old. This center offers afternoon, evening and weekend walk-in hours, and treats non-life-threatening minor illnesses and injuries with skill, compassion, and efficiency. X-Ray/radiology and laboratory services are also available on-site. Address: 30 Locust St., Northampton, MA 01061

Phone number: 413-582-2330

Hours: Monday – Friday: 12:00 pm - 8:00 pm; Saturday and Sunday: 9:00 am - 5:00 pmAges served: 2 years and older

Harbor Medical Associates Urgent Care Center (South Weymouth)

Harbor Medical Associates Urgent Care Center is a walk-in center providing urgent care with no appointment necessary. Radiology and laboratory services are also available on-site. Harbor Medical Associates Urgent Care offers a full service lab, imaging, and MRI. Address: 541 Main St., South Weymouth, MA, in Suite 414

Phone number: 781-952-1433

Hours: Monday – Friday: 8:00 am – 7:00 pm; Saturday: 9:00 am – 3:30 pm; Sunday: 9:00 am – 1:00 pm; Open all Holidays for 9:00 am –1:00 pm, excluding New Year's Day, Thanksgiving. and Christmas.

Ages served: 6 months and older

Massachusetts General Hospital Chelsea HealthCare Center Urgent Care (Chelsea) Massachusetts General Hospital Chelsea HealthCare Center urgent care services provide high quality medical care for children and adults who are unable to see their regular physician or who have no primary care provider. Patients are seen on a first come, first serve basis. Radiology and laboratory services are available on-site.

Address: 151 Everett Ave., Chelsea, MA 02150

Phone number: 617-884-8302

Hours: Monday – Friday, 8:00 am – 8:00 pm; Weekends and holidays, 8:00 am – 4:00 pm; Urgent care services are open every day except Thanksgiving and Christmas. *Ages served*: Patients of all ages can be seen

Newton-Wellesley Urgent Care – Waltham

Newton-Wellesley Urgent Care Center – Waltham provides unscheduled, walk-in treatment for minor illnesses and injuries that require medical attention but are not life threatening. Laboratory, X-ray and ultrasound services are also available. In addition, patients can pre-register for care from the convenience of their own homes.

Address: 9 Hope Ave., Waltham, MA 02453 (Located in the Children's Hospital Building) *Phone number*: 617-243-5590 *Hours*: Monday – Saturday: 9:00 am – 7:00 pm; Sunday: 9:00 am – 2:00 pm; exceptions for

Hours: Monday – Saturday: 9:00 am – 7:00 pm; Sunday: 9:00 am – 2:00 pm; exceptions for holidays

Ages served: Patients of all ages can be seen

North Shore Urgent Care (Danvers)

North Shore Urgent Care offers immediate care for non life-threatening medical conditions, 7 days a week. No appointment is necessary and all patients are welcome. However, North Shore Urgent Care does allow patients to request an online reservation. In addition to X-rays and labs, ultrasound and CT scans are available at the center. Address: 104 Endicott Street, Suite LL05; Danvers, MA 01923 Phone number: 978-739-7700 Hours: Monday – Friday: 8:00 am – 8:00 pm; Saturday - Sunday: 8:00 am – 5:00 pm Ages served: Patients of all ages can be seen

Pentucket Medical ExpressCare

Pentucket Medical ExpressCare is open seven days a week to help you when you are sick or injured and can't get in to see your primary care doctor. There's no need to be a Pentucket patient, as they provide care for anyone who needs it and often for only an office visit co-pay. Both locations allow patients to reserve a time for an appointment. Pentucket Medical ExpressCare offers access to laboratory, digital X-ray, and other diagnostic services.

Andover Medical Center and ExpressCare Address: 323 Lowell St., Andover, MA 01810 Phone number: 978-783-5020 Hours: Monday – Friday 7:30 am – 7:00 pm; Saturday: 8:30 am – 4:30 pm; Sunday 8:30 am – 2:30 pm; exceptions for holidays- closed on Thanksgiving and Christmas Ages served: Patients of all ages can be seen

Lawrence: ExpressCare RiverWalk Address: 360 Merrimack St., Lawrence, MA 01843 Phone number: 978-557-8800 Hours: Monday – Friday 7:30 am – 7:00 pm; Saturday: 8:30 am – 4:30pm; Sunday 8:30 am – 2:30 pm; exceptions for holidays- closed on Thanksgiving and Christmas Ages served: Patients of all ages can be seen

Partners Urgent Care

From coughs and colds to cuts and burns and broken bones our providers treat a wide range of illnesses and injuries for adults and children over twelve months old. Digital x-ray and on-site labs are available. All locations allow patients to reserve a time for appointments online. Partners Urgent Care is an affiliate of Massachusetts General Hospital and Brigham and Women's Hospital

Boston Common Address: 137 Stuart St., Suite A-7, Boston, MA 02116 Phone number: 617-393-5059 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Brookline

Address: 1285 Beacon St., Brookline, MA 02446 Phone number: 617-751-6205 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Burlington Address: 47 Middlesex Turnpike, Burlington, MA 01803 Phone number: 781-365-5999 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Cambridge - Central Square Address: 76 Prospect St., Cambridge, MA 02139 Phone number: 617-393-5058 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Cambridge - Porter Square Address: 1815 Massachusetts Ave, Cambridge, MA 02140 Phone number: 857-856-5770 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Canton

Address: 95 Washington St., Suite 204, Canton, MA 02021 *Phone number:* 781-499-2640 *Hours:* 9:00 am – 9:00 pm seven days a week *Ages served:* Adults and children over 12 months of age

Medford

Address: 127 Main Street, Medford, MA 02155 Phone number: 781-957-3160 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Newton

Address: 71 Needham St., Newton, MA 02461 Phone number: 857-598-4460 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Watertown

Address: 11 Mount Auburn St., Watertown, MA 02472 Phone number: 857-214-2970 Hours: 9:00 am – 9:00 pm seven days a week Ages served: Adults and children over 12 months of age

Woburn Address: 425 Washington St., Woburn, MA 01801 *Phone number:* 781-285-7955

Hours: 9:00 am – 9:00 pm seven days a week *Ages served*: Adults and children over 12 months of age

All of the urgent care centers are fully-owned by PHS or one of its subsidiaries.

b) Please provide the following aggregate information for calendar year 2017 about the alternative care sites your organization owns or operates in Massachusetts, including those operated through a joint venture with another organization (information from non-owned affiliates should not be included):

Number of unique patient visits	226,814
Proportion of gross patient service revenue that was received from commercial payers, Medicare, MassHealth, Self-Pay, and Other	Commercial Payers: 50% Medicare: 28% Mass Health: 17% Self-Pay: 2% Other: 3%
Percentage of patient visits where the patient is referred to a more intensive setting of care	1-10% ¹

¹Varies based on urgent care site, does not include referral rate for MGH Walk In Clinic

c) For the alternative care sites your organization owns or operates in Massachusetts, briefly describe the clinical staffing model, including the type of clinicians (e.g., physicians, nurse practitioners, physician assistants, paramedics, nurses). If different models are used, describe the predominant model.

Depending on volume, the centers are typically staffed with 1-2 providers (could be a Physician or a Nurse Practitioner/Physician Assistant), Medical Assistants (MAs), and/or Radiology Technicians.

d) For the alternative care sites your organization owns or operates in Massachusetts, briefly describe the method and timeliness of how the medical record of a patient's visit to an alternative care site is shared with that patient's primary care provider (e.g., interoperable electronic health record, secure email transfer, fax). What barriers has your organization faced in sharing real-time information about patient visits to your alternative care sites with primary care providers or other health care providers?

Most of our urgent care sites operate and use Epic, which offers full integration and interoperability with the Partners IS network. For the providers that are not within Partners, we share a progress note through the Mass HiWay. The biggest barrier has been around sharing imaging and lab information.

- e) Besides establishing alternative care sites, what other strategies is your organization pursuing to expand timely access to care with the goal of reducing unnecessary hospital utilization (e.g., after-hours primary care, on-demand telemedicine/virtual visits).
 - On demand/telehealth
 - After hours/walk-in primary care
- f) Please comment on the growth of alternative care sites in Massachusetts, including implications for your organization as well as impacts on health care costs, quality, and access in Massachusetts.

- Urgent care and telehealth are an access point for patients that are not seeking a traditional primary care relationship or cannot access one (due to preference, availability or logistics of getting to/from appointment).
- Costs of urgent care and telehealth sites are significantly lower than Emergency Department.
- For similar diagnoses, patients pay lower copays and typically experience lower wait times in an Urgent Care Center vs. and Emergency Department.

3) STRATEGIES TO SUPPORT PROVIDERS TO ADDRESS HEALTH-RELATED SOCIAL NEEDS

Earlier this year, the HPC held a special event entitled, *Partnering to Address Social Determinants of Health: What Works*?, where many policymakers, experts, and market participants all highlighted the need for health care systems to partner with community-based organizations to address patients' and families' health-related social needs (e.g., housing stability, nutrition, transportation) in order to improve health outcomes and slow the growth in health care costs.

- a) What are the primary barriers your organization faces in creating partnerships with communitybased organizations and public health agencies in the community/communities in which you provide care? [check all that apply]
 - \boxtimes Legal barriers related to data-sharing
 - \boxtimes Structural/technological barriers to data-sharing
 - ☑ Lack of resources or capacity of your organization or community organizations
 - ⊠ Organizational/cultural barriers
 - \Box Other: Click here to enter text.
- b) What policies and resources, including technical assistance or investments, would your organization recommend to the state to address these challenges?
- 1. Leverage policies that will enable bi-directional data sharing between providers and communitybased organizations in order to track referral outcomes and follow-up. Specifically,
 - a. Clarify HIPAA regulations, making it easier to share certain patient data with community-based organization to help address patients' social needs.
 - 1. Freely allow [name, email, phone number] to be shared (with patient's verbal consent) for referral purposes
 - 2. Create guidelines/forms for community agencies to sign that they will responsibly manage patient data (laying out what it means to follow HIPAA)
 - *3. Publish a list of community-based organizations that sign data sharing agreements*
 - b. Encourage interoperability between vendors providing referral platforms (i.e. Aunt Bertha, Healthify, NowPow, HelpSteps, etc), or develop a universal platform that consolidates referrals from these vendors allowing healthcare organizations to see what referrals were already made for patients to meet their myriad needs, and allowing patients to have one place to review and manage their referrals.
 - 1. Without such systems in place each healthcare organization chooses a different platform resulting in an unnecessary administrative burden
 - 2. Lack of interoperability leads to duplicative referrals to communitybased organizations.
 - c. Increased state support for programs to support social determinants of health
 - 1. Encourage hospitals to share social needs data with the state

- 2. Create forums to better share scarce community resources to address affordable / subsidized transportation to medical appointments, housing and employment
- 2. Provide funding for community-based organizations to build secure data systems to enable realtime, protected information sharing
- 3. Provide funding to build additional capacity (staff and resources) to accommodate increased demand resulting from the implementation of the Medicaid ACO
- 4. Provide technical assistance and training to providers/practices and community-based organization organizations on best practices

AGO Pre-Filed Testimony Questions

For provider organizations: please submit a summary table showing for each year 2014 to 2017 your total revenue under pay for performance arrangements, risk contracts, and other fee for service arrangements according to the format and parameters reflected in the attached <u>AGO Provider</u> <u>Exhibit 1</u>, with all applicable fields completed. To the extent you are unable to provide complete answers for any category of revenue, please explain the reasons why. Include in your response any portion of your physicians for whom you were not able to report a category (or categories) of revenue.

See attached "Partners Exhibit 1"

- 2. Chapter 224 requires providers to make price information on admissions, procedures, and services available to patients and prospective patients upon request.
- a) Please use the following table to provide available information on the number of individuals that seek this information.

Ι		Service Price Inc Y2016-2018	luiries
Y	ear	Aggregate Number of Written Inquiries	Aggregate Number of Inquiries via Telephone or In-Person
	Q1	*	598
CY2016	Q2		723
C12010	Q3		663
	Q4		635
	Q1		682
CY2017	Q2		793
C12017	Q3		1085
	Q4		1145
CY2018	Q1		1297
C12010	Q2		1451
	TOTAL:		9072

*We do not have a way for patients to submit a written request (via an online form or secure email.) All requests are by phone or in person.

b) Please describe any monitoring or analysis you conduct concerning the accuracy and/or timeliness of your responses to consumer requests for price information, and the results of any such monitoring or analysis.

Currently MGH, NWH, NWH, NSMC, BWFH, NCH, and MVH are all using the Epic Patient Estimate Functionality. An estimate request typically comes in through our Customer Service,

Registration, Admitting, or Physician Practices areas. The staff member who receives the request completes an electronic intake form with the patient's information. They will then send a secure email with this information to the appropriate Patient Access Patient Estimate mailbox for the entity that will be providing the services. When the financial counselors receive estimate requests via the email box, they enter them into Epic. There are two reports established that show progress on the estimates: (1) estimates in process and (2) finalized estimates. This allows the managers to ensure that we are meeting the 48-hour timeframe for providing an estimate for a patient. In addition, we have the ability to run reports in Epic showing all the finalized estimates. From a support perspective, we do periodic quality reviews to ensure that the estimates are being done accurately in Epic.

c) What barriers do you encounter in accurately/timely responding to consumer inquiries for price information? How have you sought to address each of these barriers?

We do not encounter barriers to successfully providing patients with estimates within the 48-hour timeline. We have firm processes in place for triaging the estimate requests, providing them to the appropriate entity, and providing them to the patient. The mailboxes utilized by the financial counselors are managed locally and multiple people have access to them if there is an issue. We also have a coding email box that is managed by the Partners coding team if there is a coding related question (such as a DRG request). In addition, we have a support structure in place to ensure that if there are system-related questions or issues, they are dealt with by the Partners eCare/Epic team.

- 3. For hospitals and provider organizations corporately affiliated with hospitals:
 - a) For each <u>year 2015 to present</u>, please submit a summary table for your hospital or for the two largest hospitals (by Net Patient Service Revenue) corporately affiliated with your organization showing the hospital's operating margin for each of the following four categories, and the percentage each category represents of your total business: (a) commercial, (b) Medicare, (c) Medicaid, and (d) all other business. Include in your response a list of the carriers or programs included in each of these margins, and explain whether and how your revenue and margins may be different for your HMO business, PPO business, and/or your business reimbursed through contracts that incorporate a per member per month budget against which claims costs are settled. *See attached "Partners Tables Question 3a"*
 - b) For <u>2017 only</u>, please submit a summary table for your hospital or for the two largest hospitals (by Net Patient Service Revenue) corporately affiliated with your organization showing for each line of business (commercial, Medicare, Medicaid, other, total) the hospital's inpatient and outpatient revenue and margin for each major service category according to the format and parameters provided and attached as <u>AGO Provider Exhibit 2</u> with all applicable fields completed. Please submit separate sheets for pediatric and adult populations, if necessary. If you are unable to provide complete answers, please provide the greatest level of detail possible and explain why your answers are not complete. *See attached "Partners Exhibit 2"*

AGO Pre-Filed Testimony Questions 3. (a). (in millions)

		MG	H Total FY 2015 -	FY 2017		
FY	Margin	Commercial	Medicare	Medicaid	Other	Total
2015	Net Margin	\$ 490	\$ (162)	\$ (131)	\$ 44	\$ 241
	Net Revenue	\$ 1,473	\$ 609	\$ 208	\$ 175	\$ 2,465
	Margin %	33%	6 -27%	-63%	25%	10%
2016	Net Margin	\$ 493	\$ (194)	\$ (137)	\$ 35	\$ 197
	Net Revenue	\$ 1,569	\$ 634	\$ 217	\$ 183	\$ 2,603
	Margin %	319	6 -31%	-63%	19%	8%
2017	Net Margin	\$ 524	\$ (212)	\$ (118)	\$ 45	\$ 239
	Net Revenue	\$ 1,674	\$ 681	\$ 254	\$ 186	\$ 2,795
	Margin %	31%	6 -31%	-46%	24%	9%

Notes:

¹ Partners facilities included in the above data are as follows: Acute Care Hospital: Massachusetts General Hospital (does not include the physician organization)

² Operating Margin is calculated as follows: Net Revenue less Total Costs. The Margin was split into three categories "Government", "Medicare", "Medicaid" & "Other":

• Commercial: Commercially negotiated payors Including Alliance Products & some Managed Medicare

- Medicare: Traditional Medicare
- \cdot Medicaid: MassHealth including some managed Medicaid plans, Out of State Medicaid and ACOs
 - Other: Other payors including Worker's Comp, Self Pay, International, Free Care and etc.
- ³ % Margin is calculated as follows: \$ Margin/Net Revenue

				BWH	Total	FY 2015 -	FY 20	17				
FY	Margin		Comm	nercial	Medi	Medicare Medicaid		Other		Total		
2015	Net Margin		\$	303	\$	(128)	\$	(72)	\$	14	\$	117
	Net Revenue		\$	1,087	\$	410	\$	149	\$	139	\$	1,784
		%		28%		-31%		-49%		10%		7%
2016	Net Margin		\$	310	\$	(137)	\$	(92)	\$	24	\$	105
	Net Revenue		\$	1,153	\$	436	\$	149	\$	161	\$	1,899
		%		27%		-31%		-62%		15%		6%
2017	Net Margin		\$	321	\$	(174)	\$	(80)	\$	26	\$	93
	Net Revenue		\$	1,252	\$	480	\$	180	\$	166	\$	2,077
		%		26%		-36%		-45%		16%		4%

Notes:

¹ Partners facilities included in the above data are as follows: Acute Care Hospital: Brigham and Women's Hospital (does not include the physician organization)

² Operating Margin is calculated as follows: Net Revenue less Total Costs. The Margin was split into three categories "Government", "Medicare", "Medicaid" & "Other":

• Commercial: Commercially negotiated payors Including Alliance Products & some Managed Medicare

- · Medicare: Traditional Medicare
- Medicaid: MassHealth including some managed Medicaid plans, Out of State
- Medicaid and ACOs

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- Other: Other payors including Worker's Comp, Self Pay, International, Free Care and etc.
- ³ % Margin is calculated as follows: \$ Margin/Net Revenue

Percentage of Total	Business ¹
i ercentage or rotar	Dusiness

U	Commercially	Medicare	Medicaid	Other	Total	
MGH FY15	i .	46%	34%	14%	6%	100%
FY16	; ·	46%	34%	13%	6%	100%
FY17		46%	35%	13%	6%	100%
	Commercially	Medicare	Medicaid	Other	Total	
BWH FY15		49%	31%	13%	7%	100%
FY16	i .	48%	31%	12%	8%	100%
FY17		48%	32%	12%	7%	100%

Footnote:

1 Percentage of total business is calculated based on charges.

Contract Type	PayerSummaryDSC
Commercially Negotiated	Aetna/USHC
	Alliance Products
	BC Medicare HMO/PPO
	Blue Care Elect
	Blue Cross Indemnity
	Blue Cross OOA
	CCHIP
	Cigna
	Coventry (HCVM)
	Evercare
	Fallon
	Fallon Senior
	First Freedom
	HMO Blue
	HP HMO
	HP PPO
	Medicare Managed PPO/FFS
	NHP Commercial
	Other Mgd Care
	PHCS (Includes Unicare)
	QHP
	ТНР НМО
	тнр рро
	Tufts Medicare Pref HMO/PPO
	Unicare GIC
	United
1edicare	Medicare
Iedicaid	Boston Healthnet
	Mass Health ACO
	Medicaid
	Network Health
	NHP ACO
	NHP Medicaid
	OOS Medicaid
	OOS Medicaid Managed
	Other ACO
	Other Contracted ACO
	Other Medicaid
Other	Free Care
	International
	Worker's Comp
	Self Pay

1. For hospitals and provider organizations corporately affiliated with hospitals:

a) For each <u>vear 2015 to present</u>, please submit a summary table for your hospital or for the two largest hospitals (by Net Patient Service Revenue) corporately affiliated with your organization showing the hospital's operating margin for each of the following four categories, and the percentage each category represents of your total business: (a) commercial, (b) Medicare, (c) Medicaid, and (d) all other business. Include in your response a list of the carriers or programs included in each of these margins, and explain whether and how your revenue and margins may be different for your HMO business, PPO business, and/or your business reimbursed through contracts that incorporate a per member per month budget against which claims costs are settled.

Required Question:

FFS reimbursement is not different for contracts with risk arrangement. Revenue and margins will be different because of service mix, carriers' network design, and etc.