

Health Net of California, Inc. Health Net Community Solutions, Inc. Health Net Life Insurance Company 21281 Burbank Boulevard Woodland Hills, California 91367-4975

Mailing Address: Post Office Box 9103 Van Nuys, California 91409-9103 **healthnet.com**

<Date>

<Entity Name> <First name> <Last name>, <Title> or Administrator <Address> <City>, <State> <ZIP>

Earn incentives in 2023 when you improve Enhanced Care Management (ECM) outreach and reporting.

Dear <Title>. <Last Name> or Administrator:

For 2023 Health Net*, through the ECM Provider Incentive (EPI), will continue to recognize and reward ECM providers who demonstrate effective and timely outreach, and report regularly on members enrolled into the program and on the completion of member assessments¹. Also, we are rewarding providers for improvement in members' care through metrics focused on referral, quality, and decreasing avoidable visits.

Payments earned from EPI are separate from other contractual arrangements

Payments earned from EPI are not tied to:

- Any direct Provider Participation Agreement (PPA) with Health Net, or
- Your agreement as a subcontractor with a participating physician group (PPG) or medical group.

EPI will continue to align with state requirements around the ECM benefit and program. The program will incentivize based on year-over-year improvement in outreach to, and management of, ECM-eligible members and not individual services rendered.

Health Net is offering the incentives as add-on payments to Health Net's Medi-Cal ECM providers who meet the participation rules beginning on page 3.

*Health Net of California, Inc., Health Net Community Solutions, Inc. and Health Net Life Insurance Company are subsidiaries of Health Net, LLC and Centene Corporation. Health Net is a registered service mark of Health Net, LLC. All other identified trademarks/service marks remain the property of their respective companies. All rights reserved.



Questions?

If you have questions about the program, please contact your assigned Health Net representative or call Provider Services at 800-675-6110.

Sincerely,

Martha Santana-Chin Medicare and Medi-Cal President

¹The incentive program conditions and data requirements are subject to change at Health Net's discretion as the ECM benefit and program matures.



Are you eligible?

To be eligible for EPI, an ECM provider must:

- Be in good standing with Health Net.
- Be contracted directly with Health Net as an ECM participating provider.
- Be open to accept and have the capacity to serve new Health Net Medi-Cal enrollees eligible for ECM services.

Incentive administration

- All incentives will be for calendar year 2023 regardless of when each provider is contracted.
- Health Net will make payments by July 1, 2024.
- All payouts will be paid as a per member per month (PMPM) for all ECM-enrolled member months.
- ECM providers will receive a mid-year interim report on their performance during the third quarter of the calendar year.

Incentive measures (all rates are PMPM)

1. Outreach reporting within the first 90 days

ECM provider-conducted outreach to every assigned member as documented on the required Outreach Tracker File (OTF) monthly report. Monthly report demonstrates that the ECM provider conducted minimum of 1 outreach within 90 days of assignment and includes all required data elements including the type and duration of each outreach attempt.

Measure	Data Source	Calculation	
		Outcome	Rate
Outreach reporting within	OTF	100% compliance	\$10.00
the first 90 days		75%–99% compliance	\$5.00
		Less than 75%	-
		compliance	

2. Enrollment effectiveness

ECM provider provides Return Transmission File (RTF) report documenting status as enroll with enrollment date. The percentage of assigned members enrolled in ECM.

Measure	Data Source	Calculation	
		Outcome	Rate
Enrollment effectiveness	RTF	More than 30%	\$10.00
		enrollment	
		25%–30% enrollment	\$5.00
		Less than 25%	-
		enrollment	



3. Completed assessment within 60 days of enrollment

ECM provider provides Return Transmission File (RTF) report documenting that an initial assessment of each ECM enrolled member was initiated within 30 days of enrollment and completed within 60 days of enrollment.

Measure	Data Source	Calculation	
		Outcome	Rate
Completed assessment within	RTF	100% compliance	\$10.00
60 days of enrollment		90%–100% compliance	\$5.00
		Less than 90%	-
		compliance	

4. Completion of RTF

ECM providers complete and return the monthly RTF and OTF every month.

Measure	Data Source	Calculation	
		Outcome	Rate
Completion of RTF and OTF	RTF and OTF	100% compliance	\$10.00
		90%–100% compliance	\$5.00
		Less than 90%	-
		compliance	

5. Referral to Community Supports for member with needs ECM providers assess member needs and refer to Community Supports.

Measure	Data Source	Calculation	
		Outcome	Rate
Percent of ECM enrolled	findhelp	15% of total enrolled	\$10.00
members referred to		10%-15% of total	\$5.00
Community Supports through		enrolled	
findhelp		Less than 10% of total	-
		enrolled	

6. HEDIS[®] performance of ECM enrolled members ECM providers should ensure members are completing their visits to improve their quality of care.

Measure	Data Source	Calculation	
		Outcome	Rate
Show year-over-year	HEDIS quality	2% improvement	\$10.00
improvement for enrolled		1%-2% improvement	\$5.00
ECM members for		Less than 1%	-
Comprehensive Diabetes Care - HbA1c Control (< = 9)		improvement	



7. HEDIS performance of ECM enrolled members

ECM providers should ensure members are completing their visits to improve their quality of care.

Measure	Data Source	Calculation	
		Outcome	Rate
Show year-over-year	HEDIS quality	2% improvement	\$10.00
improvement for enrolled		1%-2% improvement	\$5.00
ECM members for controlling		Less than 1%	-
high blood pressure		improvement	

8. Reduction in avoidable emergency room (ER) visits ECM providers should coordinate members access to non-emergency care and reduce avoidable ER visits.

Measure	Data Source	Calculation	
		Outcome	Rate
Show year-over-year decrease	Claims data	10% decrease	\$10.00
in avoidable ER visits ²		5% -10% decrease	\$5.00
		Less than 5% decrease	-

²minimum of 600 member months to qualify for this measure