



Patient-Centered Medical Homes: Where We Are and What We Know

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Fragmented Care, Weak Primary Care Foundation: Problem and Promise

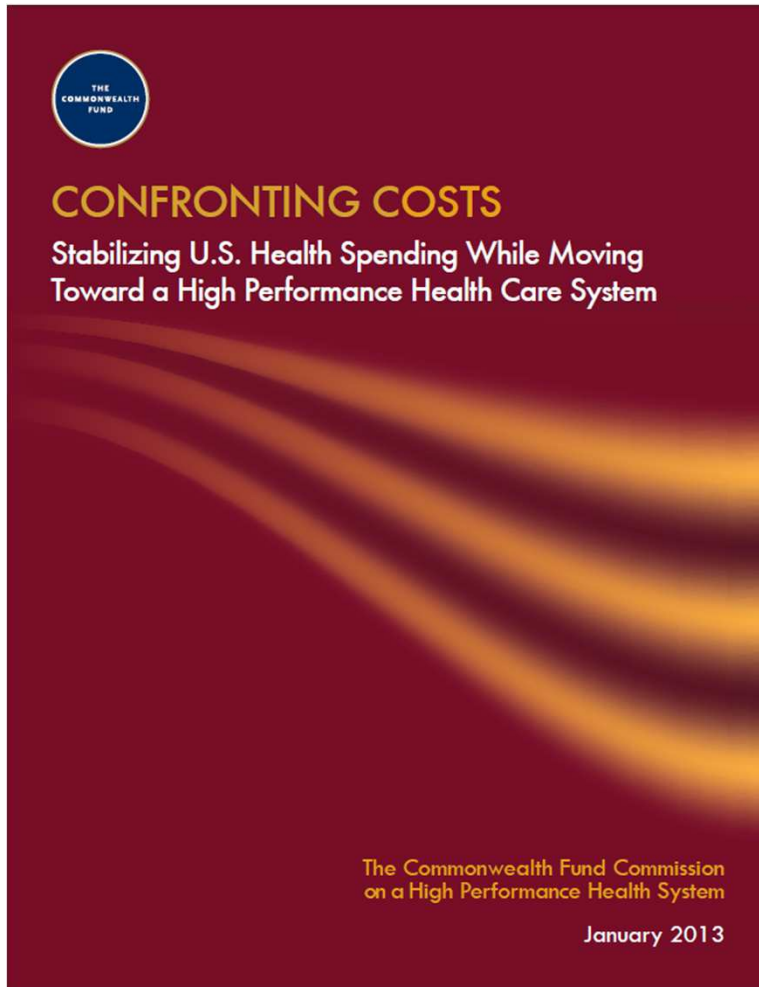
Problem:

- Majority of Americans report difficulty obtaining timely access to care, poorly coordinated care and inefficient, disorganized care
 - Many Americans do not even have a primary care provider
- Longer working hours for lower wages frustrates providers
 - Consequently, fewer medical students are choosing to specialize in primary care, exacerbating patients' perceived lack of access

Promise:

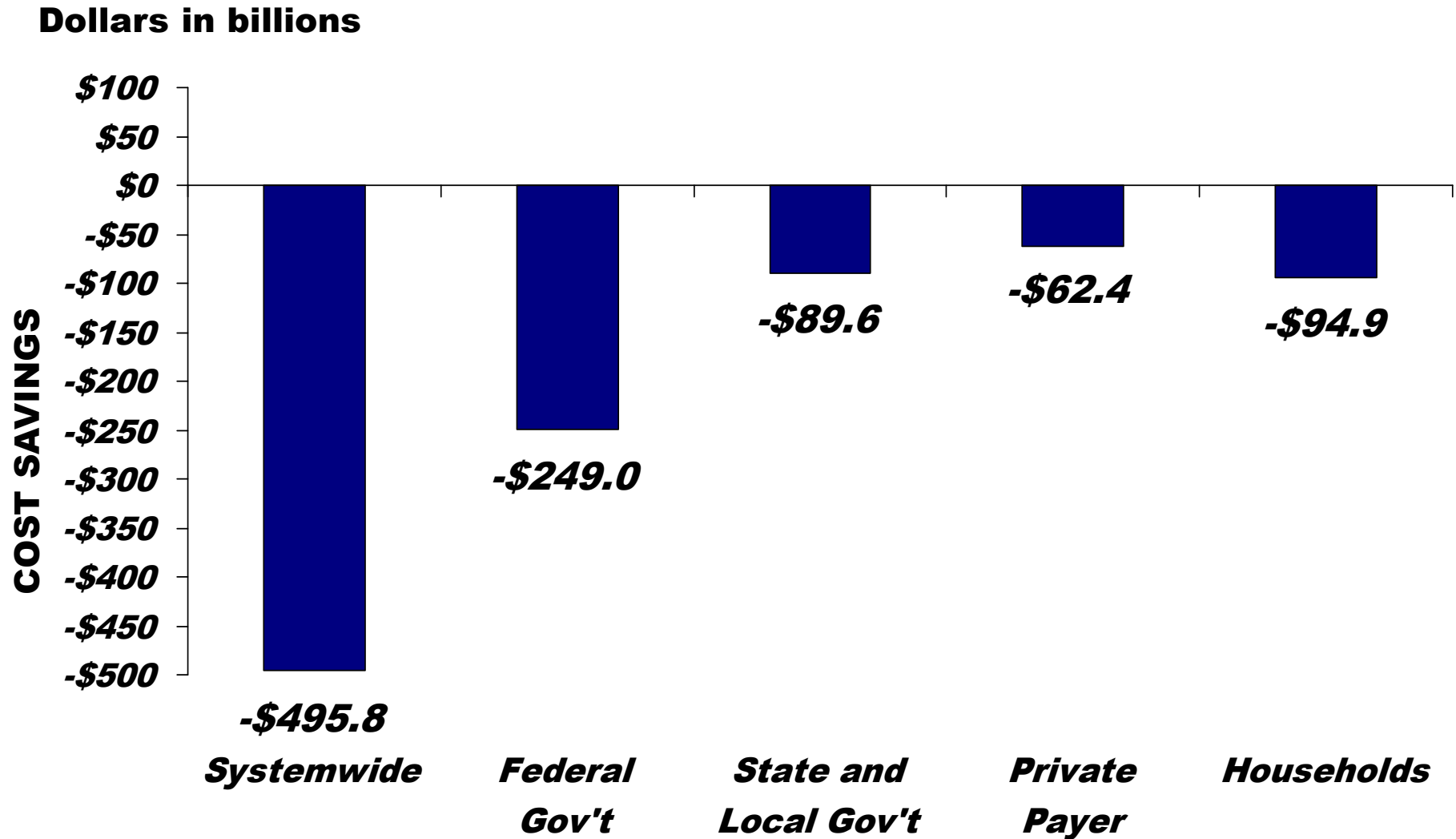
- Strong primary care is associated with better health outcomes, lower cost and greater equity
- Medical home is a strategy to strengthen primary care
- Patient-centered medical homes and complex care management teams are key to high-value accountable care systems
- Multi-payer (public-private) initiatives, if coordinated, have the potential to accelerate the spread of the medical home model

Confronting Costs: Savings in Primary Care

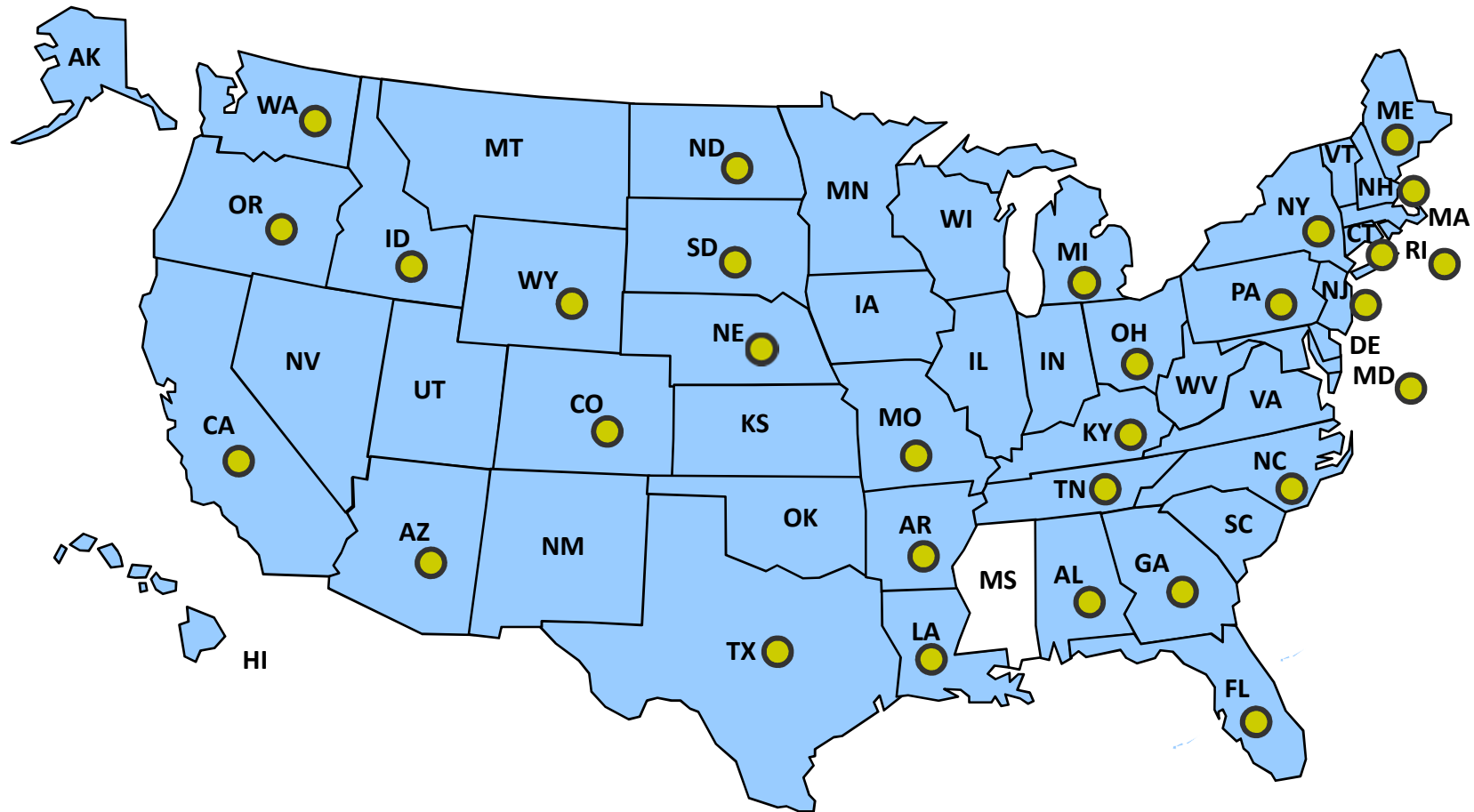


- Jan 2013 Commonwealth Fund report “Confronting Costs” proposes policy options that save up to \$2 trillion over 10 years
- Savings attributable to primary care policy options account for 25% of total savings
 - No other policy options result in such a large reduction in costs
- Medical home model is a prerequisite for delivery system reform and optimizing performance

Distribution of 10-Year Impact on Spending from Combined Primary Care Payment Policies



Substantial Momentum Underway: Commercial Health Plans in 49 States Testing Medical Homes

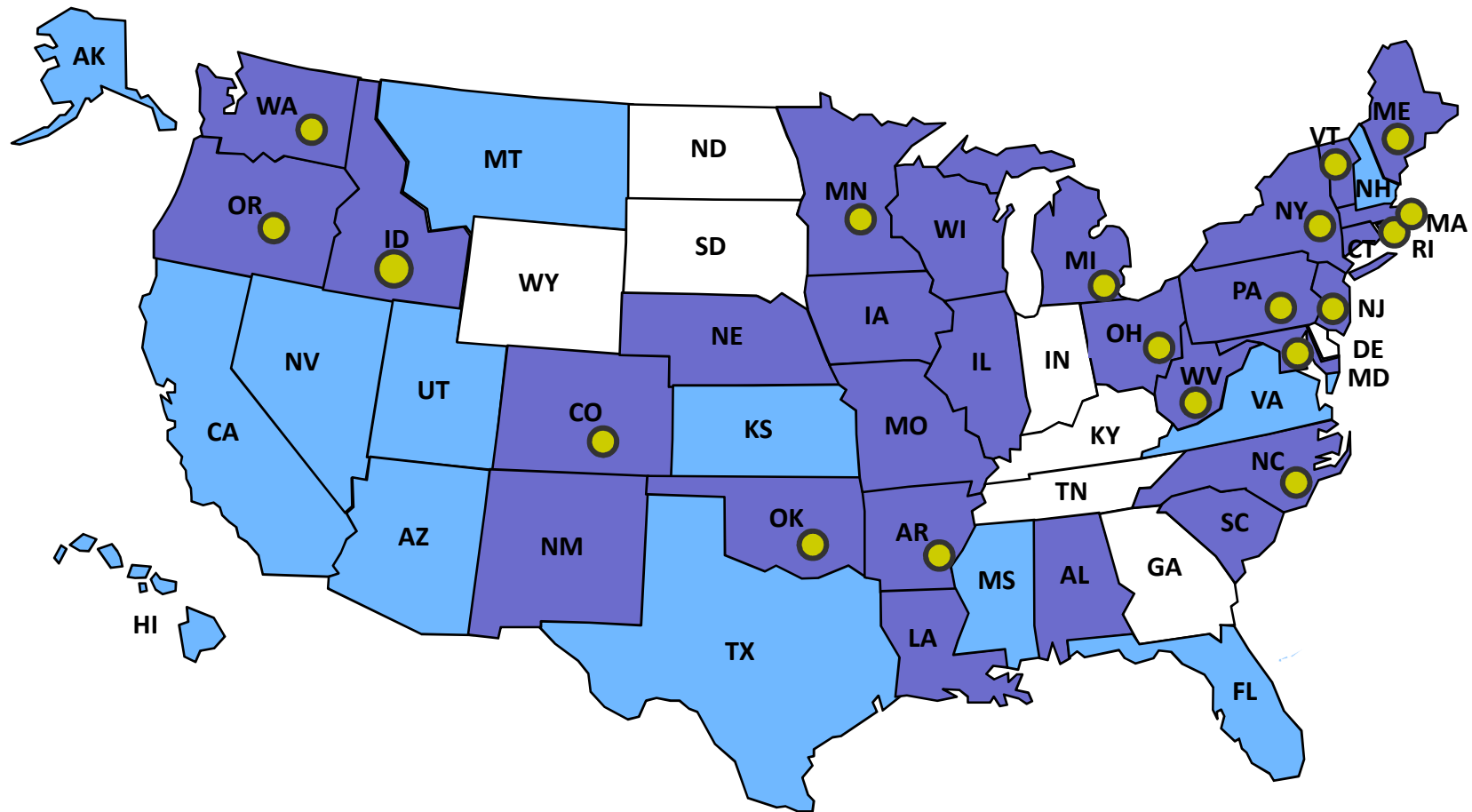


- Multipayer pilot discussions/activity (30 states)
- Identified pilot activity (49 states)
- No identified pilot activity (1 state)

Source: Patient Centered Primary Care Collaborative, updated October 2012.

29 State Medicaid Programs Making Medical Home Payments

19 States Involved in Multi-payer Pilots



- Medicaid multipayer activity/involvement (19 states)
- States making payments for PCMH (29 states)
- States planning PCMH activity (13 states)

Objectives of Today's Briefing

- Review value of primary care, and role of medical homes in delivery system reform
- Review current evidence about the impact of patient-centered medical homes on cost and utilization
- Learn about the status of medical home demonstration projects by CMMI
- Hear about successes and challenges that primary care practices have encountered as they transition to medical homes