# MACRA: A Private Sector View

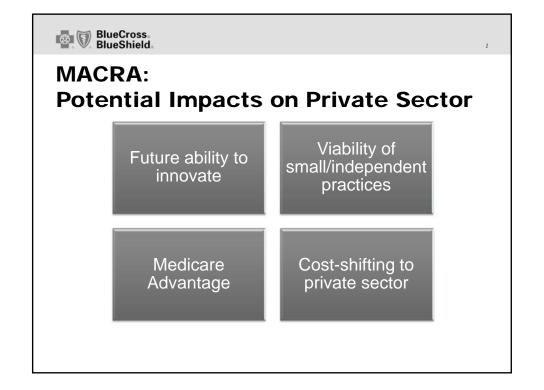
**Alliance for Health Reform Briefing** 

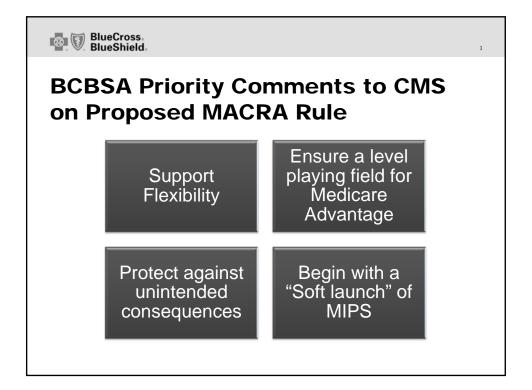
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Blue Cross Blue Shield Association is an association of independent Blue Cross and Blue Shield companies.







#### Flexibility is Key

- If ability to innovate is hampered by rigid "one-size-fits-all" models, over a decade's worth of work in the private sector can begin to unravel
- Flexibility to align rather than conform is key for Other-Payer APMs; need to recognize differences in populations served, benefit designs, and definitions of risk
- Standardization of APMs could have unintended consequences of dissuading clinicians from participating in Other-Payer APMs, limiting populations that can benefit from new care models



## **Ensure a level playing field for Medicare Advantage**

- CMS should ensure that Medicare Advantage (MA)
  remains a viable option for clinicians (i.e., that the playing
  field is not inadvertently tilted away from MA in favor of
  MIPS or Advanced APM models)
- Options for consideration:
  - Weighting MA more heavily than other payers under the Other-Payer Advanced APM threshold
  - Allow an Advanced APM that contracts with an MA plan to receive credit towards the 5% lump sum bonus



## Protect against unintended consequences

- CMS should put increased protections in place to prevent undue market power as a result of MACRA
  - More aggressively protect against anticompetitive behaviors or abuses of pricing power
  - Solely relying on the efforts of the Antitrust Agencies to address consolidation and pricing power in the context of APMs is inherently limited by the resource and fact intensive nature of antitrust analysis (Montgomery, 2016)
- Provide protection for smaller, independent practices to meet regulatory requirements and mitigate further provider consolidation under MACRA



#### MIPS "Soft-Launch"

- Ensuring a smooth transition to MACRA is critical for all stakeholders, recognizing that the launch will be particularly hard for smaller group practices and solo practice physicians
- CMS should take fundamental steps to soften the launch of MIPS by:
  - Moving back the start date of the performance period or staggering start dates for the various MIPS categories
  - Modifying the benchmark (regional or specialty-specific)
  - Engaging in additional education and outreach

