

STATE OF TENNESSEE

2022 Episodes of Care Results

Results of Episodes of Care Program

CY 2015	CY 2016	CY 2017	CY 2018
Estimated Savings*: \$10.8 million	Estimated Savings*: \$14.5 million	Estimated Savings*: \$28.6 million	Estimated Savings*: \$38.3 million
 Providers and hospitals reduced costs while maintaining quality of care. Gain-sharing payments to providers exceeded risk-sharing payments by \$280,000. 	 Quality metrics improved for perinatal, total joint replacement, and COPD, and were mostly maintained for the remaining episodes. Gain-sharing payments to providers exceeded risk- sharing payments by \$395,000. 	 Quality metrics improved or maintained for most episodes. Gain-sharing payments to providers exceeded risk-sharing payments by \$206,900. 	 Quality metrics improved or maintained for most episodes. Gain-sharing payments to providers exceeded risk-sharing payments by \$686,000.
Includes the 3 episodes in performance in CY 2015	Includes the 8 episodes in performance in CY 2016	Includes the 19 episodes in performance in CY 2017	Includes the 27 episodes in performance in CY 2018



Results of Episodes of Care Program

CY 2019	CY 2020	CY 2021	CY 2022
Estimated Savings*: \$45.2 million			Estimated Savings**: \$52.9 million
 Quality metrics improved or maintained for most episodes. Gain-sharing payments totaled \$1.9 million. Due to COVID-19, all risk-sharing payments were waived. 	estimated savings for the 2020 and 2021 In order to continue to support pr health and economic crisis, the the Organizations (MCOs) waived al	I risk-sharing payments for the 2019, rs. All gain-sharing payments were	 Quality metrics improved or maintained for most episodes. Gain-sharing payments totaled \$1.9 million. Risk-sharing payments totaled \$2.5 million.
Includes the 45 episodes in performance in CY 2019			Includes the 43 episodes in performance in CY 2022

Since the beginning of the Episodes of Care program, total gain-sharing payments to providers have exceeded total risk-sharing payments by **\$5.4 million**.





SAVINGS RESULTS

2022 Episodes Savings

Estimated savings for 2022 is approximately **<u>\$52.9 million</u>** due to Episodes' risk-adjusted cost being less than projected medical trend of a 3% annual increase

			Estimated Savings per	Percent Savings	Number of Valid	Total Ectimated
Episode Type	Projected	Actual	Episode	per Episode	Episodes	Savings
Total	-	-	-	-	669,933	\$52,900,079
Asthma Acute Exacerbation	\$1,448	\$928	\$521	36.0%	8,892	\$4,630,665
Perinatal	\$8,233	\$7,120	\$1,113	13.5%	15,216	\$16,940,374
Total Joint Replacement	\$14,906	\$10,698	\$4,208	28.2%	221	\$929,884
Cholecystectomy	\$5,395	\$4,868	\$527	9.8%	1,701	\$896,759
Colonoscopy	\$1,289	\$1,020	\$269	20.9%	2,495	\$671,337
COPD	\$2,771	\$2,232	\$539	19.4%	1,838	\$989 <i>,</i> 768
Acute PCI	\$10,871	\$12,638	-\$1,767	-16.3%	218	-\$385,220
Gastrointestinal Hemorrhage	\$4,132	\$2,771	\$1,361	32.9%	1,038	\$1,413,053
Pneumonia	\$1,419	\$1,747	-\$328	-23.1%	1,813	-\$594,367
RespiratoryInfection	\$140	\$133	\$7	4.7%	288,937	\$1,906,295
EGD	\$1,404	\$1,165	\$239	17.0%	6,406	\$1,532,177
UTI - Inpatient	\$4,732	\$6,292	-\$1,560	-33.0%	1,545	-\$2,410,071
UTI - Outpatient	\$175	\$134	\$41	23.2%	31,242	\$1,268,942
Bariatric Surgery	\$9,082	\$6,691	\$2,391	26.3%	594	\$1,420,533
ADHD	\$1,450	\$1,115	\$335	23.1%	21,013	\$7,038,411
CHF Acute Exacerbation	\$6,661	\$6 <i>,</i> 948	-\$287	-4.3%	1,780	-\$511,271
ODD	\$1,535	\$901	\$634	41.3%	1,360	\$862,425
Breast Biopsy	\$1,948	\$1,625	\$323	16.6%	901	\$291,382
Otitis Media	\$177	\$148	\$29	16.4%	117,899	\$3,424,028
Tonsillectomy	\$2,973	\$2,580	\$393	13.2%	5,523	\$2,172,774
Diabetes Acute Exacerbation	\$6,146	\$5,843	\$303	4.9%	1,144	\$346,966
Pancreatitis	\$6,784	\$6,475	\$308	4.5%	839	\$258,693
Skin and Soft Tissue Infection	\$246	\$222	\$24	9.9%	37,775	\$920,950

2022 Episodes Savings

Estimated savings for 2022 is approximately **<u>\$52.9 million</u>** due to Episodes' risk-adjusted cost being less than projected medical trend of a 3% annual increase

Episode Type	Projected	Actual	Estimated Savings per Episode	Percent Saving per Episode	Number of Valid Episodes	Total Estimated Savings
Total	-	-	-	-	669,933	\$52,900,079
Knee Arthroscopy	\$3,464	\$3,725	-\$262	-7.6%	996	-\$260,796
Non-Operative Ankle Injury	\$347	\$321	\$26	7.4%	15,551	\$399,776
Non-Operative Knee Injury	\$434	\$399	\$35	8.1%	7,963	\$281,105
Non-Operative Shoulder Injury	\$370	\$335	\$36	9.6%	6,836	\$242,982
Non-Operative Wrist Injury	\$395	\$339	\$56	14.1%	8,587	\$477 <i>,</i> 805
Spinal Fusion	\$23,126	\$17,420	\$5,706	24.7%	360	\$2,054,156
Spinal Decompression w/o Fusion	\$6,109	\$5,652	\$457	7.5%	200	\$91,371
Back/Neck Pain	\$427	\$406	\$20	4.7%	31,668	\$635,889
Acute Gastroenteritis	\$646	\$656	-\$9	-1.5%	18,759	-\$177,357
Acute Seizure	\$1,595	\$1,410	\$185	11.6%	4,924	\$911,555
Appendectomy	\$5,595	\$5,354	\$241	4.3%	1,127	\$272,131
Bronchiolitis	\$706	\$713	-\$7	-1.0%	4,174	-\$29,147
Colposcopy	\$405	\$444	-\$38	-9.5%	2,979	-\$114,534
GI Obstruction	\$9 <i>,</i> 702	\$6,238	\$3,464	35.7%	355	\$1,229,751
Hernia Repair	\$4,717	\$4,004	\$713	15.1%	1,432	\$1,020,965
Hysterectomy	\$5,567	\$5,619	-\$52	-0.9%	998	-\$52,243
Pediatric Pneumonia	\$987	\$985	\$2	0.2%	1,972	\$3,935
Syncope	\$723	\$501	\$221	30.6%	7,307	\$1,617,747
Acute Kidney & Ureter Stones	\$1,007	\$898	\$109	10.9%	1,951	\$213,220
Cystourethroscopy	\$954	\$906	\$48	5.0%	1,404	\$67,284



QUALITY PERFORMANCE

Wave 1 Episodes*	CY 2014	CY 2015	CY 2016	CY 2017	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance
Perinatal (16,526 valid ep	oisodes)									
1. HIV Screening (≥ 90%)	90.2%	88.3%	87.7%	89.1%	92.8%	94.6%	91.5%	87.2%	86.6%	Higher is better
2. Group B Streptococcus Screening (≥ 90%)	87.8%	85.9%	94.0%	95.5%	95.2%	96.7%	92.7%	92.1%	88.9%	Higher is better
<u>3. C-Section Rate (≤ 38%)</u>	30.5%	31.6%	30.6%	31.2%	30.8%	29.9%	29.6%	29.7%	29.8%	Lower is better
Acute Asthma Exacerbat	ion (8,91	7 valid e	pisodes)							
 Follow-up Visit with <u>Physician (≥ 30%)</u> Patient on Appropriate Medication (≥ 60%) 	N/A N/A	N/A** N/A**	<u>29.6%</u> 60.3%		<u>32.4%</u> 69.5%	<u>30.8%</u> 66.8%	<u>27.4%</u> 62.8%	<u>30.6%</u> 61.5%	<u>33.3%</u> 66.8%	Higher is better Higher is better
Total Joint Replacement										
1. Admission Within the Post-Trigger Window 1 (≥ 10%)	N/A	N/A	N/A	N/A	N/A***	2.0%	3.1%	0.7%	0.8%	Lower is better

*Valid episodes in 2022 performance period across all three MCOs.

**There was a coding change to these quality metrics so there is no direct comparison to previous years.

***There was not a quality metric tied to gain-sharing for this episode until the 2020 performance period.



Wave 2 Episodes*	CY 2015	CY 2016	CY 2017	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance		
Cholecystectomy (1,728 valid episodes)											
1. Hospitalization in Post-Trigger Window (≤ 10%)	0.8%	1.0%	0.9%	0.3%	0.2%	0.3%	0.3%	0.1%	Lower is better		
COPD (1,862 valid episodes)											
1. Follow-up Care Within Post-											
<u>Trigger Window (≥ 45%)</u>	45.1%	46.7%	47.4%	46.7%	48.1%	44.6%	44.6%	46.1%	Higher is better		
Acute PCI (218 valid episodes)											
1. Hospitalization in Post-Trigger											
<u>Window (≤ 10%)</u>	1.0%	0.7%	0.7%	1.1%	0.9%	0.0%	0.7%	1.8%	Lower is better		
Non-acute PCI (54 valid episode	s)										
1. Hospitalization in Post-Trigger Window (≤ 10%)	0.0%	1.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	Lower is better		

Note: There are no quality metrics tied to gain-sharing for the colonoscopy episode. *Valid episodes in 2022 performance period across all three MCOs



	CY	CY	CY	CY	CY	CY	CY	Target
Wave 3 Episodes*	2016	2017	2018	2019	2020	2021	2022	Performance
GI Hemorrhage (1,041 valid episodes)								
1. Follow-up Care Within Post-Trigger Window (≥								
45%)	49.0%	51.9%	50.1%	50.0%	47.7%	47.6%	47.0%	Higher is better
Pneumonia (1,824 valid episodes)								
1. Follow-up Care Within Post-Trigger Window (≥								
30%)	N/A	N/A**	30.4%	30.4%	29.3%	27.9%	28.3%	Higher is better
UTI-Inpatient (1,300 valid episodes)								
1. Follow-up Care Within Post-Trigger Window (≥								
40%)	46.0%	43.5%	42.4%	41.1%	43.8%	41.5%	43.7%	Higher is better
UTI-Outpatient (50,465 valid episodes)								
1. Admission Within the Trigger Window for ED								
Triggered Episodes (≤ 5%)***	5.6%	6.1%	7.0%	6.3%	7.3%	6.7%	5.9%	Lower is better
2. Admission Within the Trigger Window for Non-								
ED Triggered Episodes (≤ 5%)***	0.8%	1.0%	1.0%	1.0%	0.9%	0.7%	0.6%	Lower is better
Respiratory Infection (348,132 valid episodes)								
1. ED Visit Within the Post-Trigger Window (≤								
<u>10%)</u>	N/A	N/A	N/A****	2.6%	2.2%	1.7%	1.9%	Lower is better
EGD (6,460 valid episodes)								
1. ED Visit Within the Post-Trigger Window (≤								
<u>10%)</u>	N/A	N/A	N/A****	4.0%	4.0%	3.4%	3.2%	Lower is better

*Valid episodes in 2022 performance period across all three MCOs

**There was a coding change to these quality metrics so there is no direct comparison to previous years.

***This gain-sharing quality metric applies to a subpopulation. As a result, the rate is not indicative of performance for all valid episodes.

***There was not a quality metric tied to gain-sharing for this episode until the 2019 performance period.



Wave 4 Episodes*	CY 2016	CY 2017	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance		
Bariatric Surgery (687 valid episodes)										
1. Follow-up Care Within Post-Trigger			10 00/			(= aa/				
Window (≥ 30%)	35.6%	37.4%	43.3%	43.0%	42.2%	45.0%	44.8%	Higher is better		
CHF Acute Exacerbation (1,793 valid episodes)										
1. Follow-up Care Within Post-Trigger										
Window (≥ 60%)	56.2%	57.2%	57.0%	56.0%	54.6%	54.1%	54.8%	Higher is better		
ODD (1,519 valid episodes)										
<u>1. Minimum Care Requirement (≥ 30%)</u>	26.7%	35.8%	31.9%	30.7%	34.4%	33.8%	30.6%	Higher is better		
CABG (81 valid episodes)										
1. Follow-up Care Within Post-Trigger										
Window (≥ 90%)	71.4%	70.0%	78.5%	81.6%	88.3%	74.4%	70.4%	Higher is better		
Valve Repair and Replacement (31 valid e	pisodes	5)								
1. Follow-up Care Within Post-Trigger										
Window (≥ 90%)	78.5%	77.7%	76.7%	100.0%	63.6%	40.0%	71.0%	Higher is better		
ADHD (47,161 valid episodes)										
<u>1. Minimum Care Requirement (≥ 70%)</u>	N/A**	78.5%	78.8%	77.6%	74.0%	76.2%	76.7%	Higher is better		
2. Utilization of Therapy for Members Aged 4										
and 5 Years (1 visit)***	N/A**	1.42	1.71	1.60	1.24	1.04	1.04	Higher is better		
3. Long-acting Stimulants for Members Aged										
<u>6 to 11 Years (≥ 80%)***</u>	N/A**	83.0%	83.1%	83.9%	82.7%	80.1%	86.4%	Higher is better		
4. Long-acting Stimulants for Members Aged										
<u>12 to 20 Years (≥ 80%)***</u>	N/A**	83.1%	82.9%	83.6%	80.7%	80.6%	84.4%	Higher is better		

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*Valid episodes in 2022 performance period across all three MCOs **The preview period for the ADHD episode was 2017. The initial performance period for the ADHD episode was 2018. *** This gain-sharing quality metric applies to a subpopulation. As a result, the rate is not indicative of performance for all valid episodes.

	CY	CY	CY	CY	CY	CY	Target
Wave 5 Episodes*	2017	2018	2019	2020	2021	2022	Performance
Breast Biopsy (905 valid episodes)							
<u>1. Appropriate Diagnostic Workup Rate (≥ 90%)</u>	82.8%	80.8%	85.1%	83.5%	90.6%	92.4%	Higher is better
2. Core Needle Biopsy Rate (≥ 85%)**	77.5%	82.2%	92.0%	92.0%	91.3%	83.1%	Higher is better
Tonsillectomy (5,523 valid episodes)							
1. Bleeding Up to Two Days Following the Procedure							
<u>(</u> ≤5%)	0.7%	0.5%	0.7%	0.7%	0.9%	0.02%	Lower is better
Otitis Media (135,494 valid episodes)							
1. Otitis Media with Effusion (OME) Episodes without							
Antibiotics Filled (≥ 25%)**	27.7%	26.2%	31.6%	35.2%	29.5%	27.1%	Higher is better
2. Non-OME Episodes with Amoxicillin (≥ 60%)**	64.3%	66.9%	65.1%	63.7%	66.0%	65.8%	Higher is better

*Valid episodes in 2022 performance period across all three MCOs

** This gain-sharing quality metric applies to a subpopulation. As a result, the rate is not indicative of performance for all valid episodes.



Wave 6 Episodes*	CY 2017	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance			
Skin and Soft Tissue Infection (42,764 valid episodes)										
 Bacterial Cultures when Incision and Drainage Performed (≥ 50%)** 	42.4%	42.5%	40.7%	42.4%	43.3%	39.1%	Higher is better			
 SSTI Episodes with a First Line Antibiotic (≥ 85%)** 	97.7%	97.8%	98.0%	97.6%	97.8%	97.6%	Higher is better			
HIV (1,122 valid episodes)										
1. Periodic anti-retroviral therapy (ART) refill (≥ <u>85%)</u>	71.6%	73.1%	73.8%	75.8%	69.8%	75.8%	Higher is better			
Diabetes Acute Exacerbation (1,150 valid episo	des)									
 Follow-up care in the first 14 days of the post- trigger window (≥ 30%) 	25.4%	30.6%	30.3%	27.9%	28.3%	46.0%	Higher is better			
Pancreatitis (842 valid episodes)										
 Follow-up care in the first 14 days of the post- trigger window (≥ 35%) 	31.9%	35.8%	30.7%	32.9%	30.0%	47.4%	Higher is better			

*Valid episodes in 2022 performance period across all three MCOs

** This gain-sharing quality metric applies to a subpopulation. As a result, the rate is not indicative of performance for all valid episodes.



Wave 7 Episodes*	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance
Spinal Fusion (360 valid episodes)						
1. Difference in Average MED/Day (≤ 8.0)	0.04	4.26	2.17	5.06**	0.81	Lower is better
Spinal Decompression (200 valid episodes)						
1. Difference in Average MED/Day (≤ 1.0)	1.38	5.71	1.40	-1.10	0.86	Lower is better
Femur/Pelvic Fracture (147 valid episodes)						
1. Related follow-up care (≥ 30%)	6.8%	9.6%	7.0%	5.1%	6.8%	Higher is better
2. Difference in Average MED/Day (≤ 8.0)	2.00	0.97	10.03	-7.44	0.89	Lower is better
Knee Arthroscopy (996 valid episodes)						
<u>1. Difference in Average MED/Day (≤ 1.0)</u>	-0.96	0.66	-0.47	0.30	0.92	Lower is better
Non-operative Ankle Injury (15,969 valid episodes)						
1. Difference in Average MED/Day (≤ 1.0)	0.02	0.38	0.87	0.09	0.94	Lower is better
Non-operative Wrist Injury (8,767 valid episodes)						
1. Difference in Average MED/Day (≤ 1.0)	0.11	0.47	0.19	0.96	0.92	Lower is better
Non-operative Shoulder Injury (7,035 valid episodes)						
1. Difference in Average MED/Day (≤ 1.0)	0.45	0.78	1.37	0.75	0.88	Lower is better
Non-operative Knee Injury (8,124 valid episodes)						
<u>1. Difference in Average MED/Day (≤ 1.0)</u>	0.73	0.05	1.01	0.76	0.92	Lower is better
Back/Neck Pain (34,692 valid episodes)						
1. Difference in Average MED/Day (≤ 1.0)	1.98	2.28	4.58	3.40	0.72	Lower is better

*Valid episodes in 2022 performance period across all three MCOs

**This quality metric is based on a formula related to opioid prescriptions. The increase for these metrics was



driven by a few episode outliers that are being investigated and addressed by the Managed Care Organizations and aligned with TennCare's overall opioid strategy. For more information on TennCare's Opioid Strategy, please visit the following website - https://www.tn.gov/tenncare/tenncare-s-opioidstrategy.html

Wave 8 Episodes*	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance
Acute Seizure (4,945 valid episodes)						
1. Brain MRI Utilization in Focal Epilepsy (≥ 10%)**	18.0%	18.7%	18.3%	16.1%	14.9%	Higher is better
2. Prolonged EEG Monitoring Utilization in Newly Diagnosed Seizure (≥ <u>10%)**</u>	7.4%	5.7%	2.8%	2.2%	3.7%	Higher is better
Syncope (10,196 valid episodes)						
<u>1. Carotid Ultrasound Imaging in Adults (≤ 10%)**</u>	5.8%	4.0%	3.7%	3.4%	3.4%	Lower is better
Bronchiolitis (4,179 valid episodes)						
1. Related Admission during the Post-Trigger Window (≤ 10%)	1.1%	1.1%	0.8%	0.7%	0.8%	Lower is better
2. Utilization of Bronchodilators (≤ 30%)	14.4%	16.9%	13.0%	14.6%	17.9%	Lower is better
3. Utilization of Steroids (≤ 50%)	22.0%	22.4%	20.4%	22.7%	27.5%	Lower is better
Pediatric Pneumonia (1,983 valid episodes)						
1. Related Admission during the Post-Trigger Window (≤ 10%)	1.3%	1.2%	0.6%	0.9%	0.7%	Lower is better
2. Utilization of Macrolides in Patients Under 6 Years Old (≤ 30%) **	19.7%	20.7%	18.2%	17.0%	14.4%	Lower is better
3. Utilization of Narrow Spectrum Antibiotics (≥ 50%)	52.0%	57.6%	56.7%	61.8%	65.0%	Higher is better

*Valid episodes in 2022 performance period across all three MCOs

** This gain-sharing quality metric applies to a subpopulation. As a result, the rate is not indicative of performance for all valid episodes.



Wave 8 Episodes*	CY 2018	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance
Colposcopy (3,132 valid episodes)						
1. LEEP Utilization Under 26 Years Old With No Evidence of High Grade Dysplasia (≤ 10%)**	4.2%	4.2%	1.9%	1.6%	3.06%	Lower is better
2. LEEP Utilization with Low-grade Dysplasia (≤ 10%)**	9.5%	7.0%	11.0%	13.2%	9.84%	Lower is better
Hysterectomy (1,020 valid episodes) 1. Alternative Treatments (≥ 20%)	31.0%	34.2%	43.7%	45.8%	65.32%	Higher is better
2. Related Follow-up Care (≥ 10%)					34.41%	Higher is better
GI Obstruction (355 valid episodes)						
1. Related Follow-up Care (≥ 20%)	33.0%	32.6%	35.6%	34.0%	36.34%	Higher is better
2. Difference in Average MED/Day (≤ 1.0)	4.13	3.31	3.53	4.08	0.89	Lower is better
Appendectomy (1,128 valid episodes)						
<u>1. Abdominopelvic CT Scans in Children (≤ 50%)**</u>	42.4%	36.9%	39.2%	36.7%	43.07%	Lower is better
<u>1. Difference in Average MED/Day (≤ 1.0)</u>	-0.21	-0.09	1.55	-0.06	0.97	Lower is better
Hernia Repair (1,433 valid episodes)						
<u>1. Difference in Average MED/Day (≤ 1.0)</u>	0.12	0.63	1.39	-1.11	0.93	Lower is better
Acute Gastroenteritis (18,911 valid episodes)						
1. Abdominopelvic CT or MRI in Adults (≤ 40%)**	N/A	41.1%	45.3%	47.5%	48.86%	Higher is better
2. Abdominopelvic CT or MRI in Children (≤ 40%)**	N/A	4.7%	6.8%	6.2%	5.96%	Higher is better
<u>3. Antibiotics Utilization (≤ 30%)</u>	N/A	21.9%	24.1%	21.8%	20.74%	Higher is better



*Valid episodes in 2022 performance period across all three MCOs

** This gain-sharing quality metric applies to a subpopulation. As a result, the rate is not indicative of 15 performance for all valid episodes.

Wave 9 Episodes*	CY 2019	CY 2020	CY 2021	CY 2022	Target Performance
Cystourethroscopy (1,423 valid episodes)					
<u>1. Difference in Average MED/Day (≤ 1.0)</u>	0.35	-0.22	0.90	0.82	Lower is better
<u>2. Related ED Visit (≤ 10%)</u>	5.4%	5.6%	3.4%	4.64%	Lower is better
<u>3. Repeat cystourethroscopy (≤ 5%)</u>	2.8%	2.6%	4.3%	3.58%	Lower is better
Acute Kidney and Ureter Stones (3,171 valid episodes)					
<u>1. Difference in Average MED/Day (≤ 3.0)</u>	2.49	3.16	1.03	0.89	Lower is better
<u>2. Related ED Visit (≤ 15%)</u>	18.9%	16.0%	15.8%	14.08%	Lower is better

*Valid episodes in 2022 performance period across all three MCOs

