Arizona Connected Care

your connection for better health

Arizona Connected Care

- Southern Arizona's first Accountable Care Organization
- 1 of 27 ACOs on the initial MSSP contract
- Physicians hold majority of shares
- Currently holds 4 contracts
 - United Health Care Commercial and Medicare Advantage
 - Cigna Commercial
 - MSSP
- P3 Management agreement



Arizona Connected Care cont.

- Members
 - PCP 195
 - Specialist 174
 - Hospital 1
- Total lives 32,391
 - Traditional Medicare 9,612
 - Medicare Advantage 7,170
 - Commercial 15,609



AZCC Ownership

75%

Class P Physician 25%

Class H Hospital Reserved

Class A Ancillary

Units are purchased for each qualifying **Providers**

Class % PCP 60% Specialist 40%

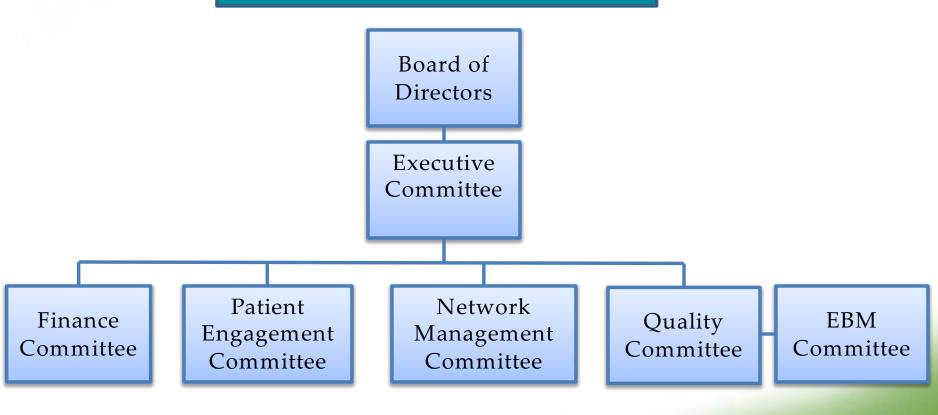
Units are purchased at the entity level

Tucson Medical Center is currently the only member



AZCC Structure

Arizona Connected Care, LLC an Arizona limited liability company





2016 MSSP

- MSSP covered 7.8 million beneficiaries
- 432 ACOs participated in the MSSP
- Of the 432 participants,
 - 410 were in Track 1.
 - 5 were in Track 2
 - 16 were in Track 3.
- 134 ACOs received savings, representing 31% of all ACOs
- As was the case in previous years, top-performing ACOs earned a disproportionate amount of shared savings, with the top 10 earning roughly 29.5% of the total shared savings
 - Palm Beach Accountable Health (Florida) achieved \$63M in savings
 - Balance ACO (Ney York) had the highest savings rate of 23.57% (benchmark was \$20,721) – AzCC was \$8,769



AZCC MSSP Challenges

- 2016 Loss
- Retrospective Attribution
- Utilization
 - One day stay
 - ER
 - SNF LOS
- 2018 Risk Obligation

