# NJ FamilyCare Perinatal Episode of Care Pilot: Performance Period 3
## *Quick Glance of Specifications*
Last updated: 6/5/2024

| Category | Feature | Specification |
|---|---|---|
| Key dates | Performance Period 3 | Episodes ending on 7/1/2024-6/30/2025 |
| | Anticipated date when providers will receive Performance Period 3 incentive payments | Early 2026 |
| | Financial reconciliation | Retrospective (Note: Providers in and out of the pilot are paid as usual during the Performance Period.) |
| Eligible providers | Participation in pilot | Voluntary |
| | Provider type | Provider of obstetrical care in the prenatal period and/or delivery within managed care |
| | Accountable provider unit of accountability | Billing provider (Note: Multiple billing providers can be associated with a single accountable provider) |
| | Provider exclusions | FQHCs, though they can participate as an Associated Provider with an eligible provider |
| | Attribution of episodes to a Principal Accountable Provider | Hierarchical: prenatal, then delivering obstetrical provider |
| Included patient population | Included claims | Claims for care of the birthing individual included for both episode quality and spend. Claims for care of the neonate are included in episode quality only. |
| | Births covered by managed care | Included |
| | Births covered by fee for service | Excluded |
| | Minimum episode volume requirement for incentives | 15 managed care episodes |
| Episode quality | Number of payment metrics | 5 (see separate table) |
| | Calculation method | Calculated from reimbursed NJ FamilyCare claims |
| | Baseline period for quality thresholds | CY2022 |
| Episode spend | Number of incentives | 3 (see separate table) |
| | Inflation adjustment | If needed, it will be determined during Performance Period 3 |
| | Baseline period for spend benchmarks | CY2022 |
| Participation Requirements | 01 Health Equity Action Plan | Later of: Submission due by September 30, 2024 OR, 45d after Pre-Performance Report delivery |
| | 02 Multidisciplinary review committee of clinical outcomes | Submission due by June 30, 2025 (recommended quarterly submission) |
| | 03 NJHIN participation (Minimum use case: Admission, Discharge, Transfer) | Attestation due by April 30, 2025 |
| | 04 Research participation | Upon request |

**Performance Period 3: Quality metrics and thresholds**

| Metric | Minimum Threshold | Commendable Threshold |
|---|---|---|
| 01 Prenatal depression screening | Lower of: 50%<br>OR<br>20% Improvement from self* | 60% |
| 02 Gestational diabetes screening | 87% | 93% |
| 03 Delivery mode (vaginal delivery for low-risk births) | Lower of: 86%<br>OR<br>2% improvement from self* | 91% |
| 04 Postpartum visit within 3 weeks of discharge | 15% | 21% |
| 05 Neonatal visit within 5 days of discharge | Lower of: 50%<br>OR<br>5% improvement from self* | 58% |
| *Improvement calculated based on performance in calendar year 2022 | | |

**Performance Period 3: Financial incentives**

| Incentive | Feature | Specification |
|---|---|---|
| Shared Savings Payment | Quality requirements | Meet or exceed minimum threshold for all 5 metrics |
| | Spend requirement | Reduce risk-adjusted spend by at least 3%, relative to provider's own performance in CY2022 |
| | Corridor | 3% |
| | Gain sharing proportion | 50% of spend below the benchmark |
| High Performer Bonus | Quality requirements | Meet or exceed minimum threshold for all 5 metrics<br>Meet or exceed commendable threshold for at least 2 metrics |
| | Spend requirements | Provider's risk-adjusted spend must meet or be below 50th percentile of risk-adjusted peer spend, calculated based on performance of all NJ FamilyCare providers in CY2022 |
| | Bonus target (per episode) | $1,500 |
| | Bonus pool amount | $2 million |
| SUD Participation Incentive | SUD percentile requirements | Provider must be in the top 20% of all NJ FamilyCare providers for the SUD calculation (below), calculated at the end of Performance Period 3 |
| | SUD calculation | Percentage of episodes that include a substance use diagnosis for the birthing individual or neonate out of provider's total episode volume |
| | Bonus target (per episode) | $300 |
| | Bonus pool amount | $1 million |
| Risk Sharing | Performance Period 3 does not have Risk Sharing but will be included in reporting for informational purposes. | |