



**Department
of Health**

**Medicaid
Redesign Team**

Delivery System Reform Incentive Payment (DSRIP) PPS Project Valuation Webinar

October 29, 2015

October 2015

Agenda

- Introduction
- Previous Webinars and Resources
- Example Project Valuation Datasheet – Forestland PPS
- Step-by-Step Example
- Next Steps

Introduction

PPS Project Valuation Breakdowns are intended to provide PPS with more detail regarding valuations by project.

- DOH will be releasing PPS specific workbooks that show PPS anticipated valuation per project, per domain and by Pay for Reporting (P4R) and Pay for Performance (P4P) for each payment period.

Project valuations are consistent with the total net DSRIP valuation amounts communicated to PPS in previously distributed award letters and are based on PPS' DSRIP plan application score, PMPM, attribution, and DSRIP year funding percentages as specified in the CMS waiver special terms and conditions.

The evaluation of AVs and the calculation of payments will tie back to the project valuations and will ultimately be reflected in the AV Scorecard.

Previous Webinars and Resources

DOH has provided PPS with guidance regarding the calculation of payments and funding sources in previous webinars and presentations:

- Information about attribution methodology and the calculation procedures for project valuations can be found in the [“DSRIP Update: New Project, Attribution and Valuation”](#) webinar presented August 1, 2014
- Information about allocation of funds to P4P and P4R and an overview of the 5-year payment model can be found in the [“Earning Payments D1-D4 AVs”](#) webinar presented August 21, 2015
- Information about the [High Performance Fund and Distribution Methodology](#) was presented on September 24, 2015
- Information about the Equity Infrastructure, the Equity Performance and the Additional High Performance Programs can be found in the “Supplemental DSRIP Programs – Equity Performance and Additional High Performance” presentation distributed to PPS leads through the DOH DSRIP e-mail October 7, 2015

Example Project Valuation Datasheet – Forestland PPS

Project	Domain	Reporting Level	DY1			DY2		DY3		DY4		DY5		Net Valuation by Project
			Payment 1	Payment 2	Payment 3	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	
2.a.i	1	P4R	\$ 2,594,067	\$ 432,345	\$ 432,345	\$ 1,382,211	\$ 1,382,211	\$ 1,490,140	\$ 1,490,140	\$ 659,756	\$ 659,756	\$ -	\$ -	\$ 27,302,524
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,788,167	\$ 1,788,167	\$ 2,309,148	\$ 2,309,148	\$ 1,967,168	\$ 1,967,168	
2.a.iv	1	P4R	\$ 2,088,823	\$ 348,137	\$ 348,137	\$ 1,112,999	\$ 1,112,999	\$ 1,199,906	\$ 1,199,906	\$ 531,256	\$ 531,256	\$ -	\$ -	\$ 21,984,836
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,439,888	\$ 1,439,888	\$ 1,859,397	\$ 1,859,397	\$ 1,584,024	\$ 1,584,024	
2.b.ii	1	P4R	\$ 1,884,008	\$ 314,001	\$ 314,001	\$ 1,003,866	\$ 1,003,866	\$ 1,082,252	\$ 1,082,252	\$ 479,165	\$ 479,165	\$ -	\$ -	\$ 19,829,157
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,298,702	\$ 1,298,702	\$ 1,677,078	\$ 1,677,078	\$ 1,428,706	\$ 1,428,706	
2.b.iv	1	P4R	\$ 1,908,787	\$ 318,131	\$ 318,131	\$ 1,017,070	\$ 1,017,070	\$ 1,096,486	\$ 1,096,486	\$ 485,467	\$ 485,467	\$ -	\$ -	\$ 20,089,957
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,315,783	\$ 1,315,783	\$ 1,699,135	\$ 1,699,135	\$ 1,447,497	\$ 1,447,497	
2.d.i	1	P4R	\$ 2,213,544	\$ 368,924	\$ 368,924	\$ 1,179,455	\$ 1,179,455	\$ 1,271,551	\$ 1,271,551	\$ 562,977	\$ 562,977	\$ -	\$ -	\$ 23,297,524
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,525,862	\$ 1,525,862	\$ 1,970,419	\$ 1,970,419	\$ 1,678,604	\$ 1,678,604	
3.a.i	1	P4R	\$ 1,718,790	\$ 286,465	\$ 286,465	\$ 915,832	\$ 915,832	\$ 987,344	\$ 987,344	\$ 437,145	\$ 437,145	\$ -	\$ -	\$ 18,090,239
	3	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,234,180	\$ 1,234,180	\$ 1,508,149	\$ 1,508,149	\$ 1,253,284	\$ 1,253,284	
3.a.ii	1	P4R	\$ 1,294,596	\$ 215,766	\$ 215,766	\$ 689,807	\$ 689,807	\$ 743,670	\$ 743,670	\$ 329,258	\$ 329,258	\$ -	\$ -	\$ 13,625,608
	3	P4P	\$ -	\$ -	\$ -	\$ -	\$ 551,846	\$ 929,587	\$ 929,587	\$ 1,135,941	\$ 1,135,941	\$ 943,976	\$ 943,976	
3.b.i	1	P4R	\$ 1,361,478	\$ 226,913	\$ 226,913	\$ 725,444	\$ 725,444	\$ 782,089	\$ 782,089	\$ 346,269	\$ 346,269	\$ -	\$ -	\$ 14,329,539
	3	P4P	\$ -	\$ -	\$ -	\$ -	\$ 580,355	\$ 977,612	\$ 977,612	\$ 1,194,627	\$ 1,194,627	\$ 992,744	\$ 992,744	
3.c.i	1	P4R	\$ 1,390,817	\$ 231,803	\$ 231,803	\$ 741,077	\$ 741,077	\$ 798,943	\$ 798,943	\$ 353,731	\$ 353,731	\$ -	\$ -	\$ 14,638,335
	3	P4P	\$ -	\$ -	\$ -	\$ -	\$ 592,862	\$ 998,679	\$ 998,679	\$ 1,220,370	\$ 1,220,370	\$ 1,014,138	\$ 1,014,138	
4.a.iii	1	P4R	\$ 983,104	\$ 163,851	\$ 163,851	\$ 523,833	\$ 523,833	\$ 564,736	\$ 564,736	\$ 250,036	\$ 250,036	\$ -	\$ -	\$ 10,347,156
	4	P4R	\$ -	\$ 163,851	\$ 163,851	\$ 349,222	\$ 349,222	\$ 847,103	\$ 847,103	\$ 1,000,142	\$ 1,000,142	\$ 819,253	\$ 819,253	
4.b.ii	1	P4R	\$ 933,949	\$ 155,658	\$ 155,658	\$ 497,641	\$ 497,641	\$ 536,499	\$ 536,499	\$ 237,534	\$ 237,534	\$ -	\$ -	\$ 9,829,798
	4	P4R	\$ -	\$ 155,658	\$ 155,658	\$ 331,761	\$ 331,761	\$ 804,748	\$ 804,748	\$ 950,135	\$ 950,135	\$ 778,291	\$ 778,291	
Subtotal by Payment Period			\$ 18,371,962	\$ 6,123,987	\$ 6,123,987	\$ 15,086,530	\$ 17,544,258	\$ 26,384,040	\$ 26,384,040	\$ 23,362,967	\$ 23,362,967	\$ 15,309,968	\$ 15,309,968	\$ 193,364,673
Subtotal by DSRIP Year			\$30,619,936			\$32,630,788		\$52,768,080		\$46,725,933		\$30,619,936		
													Public Equity Guarantee	\$ -
													Public Equity Performance	\$ -
													Net High Performance (3%)	\$ 22,219,463
													Additional High Performance	\$ 17,919,374
													Total Valuation	\$233,503,510

Example Project Valuation Datasheet – Forestland PPS

Project	Domain	Reporting Level	DY1			DY2		DY3		DY4		DY5		Net Valuation by Project
			Payment 1	Payment 2	Payment 3	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	
2.a.i	1	P4R	\$ 2,594,067	\$ 432,345	\$ 432,345	\$ 1,382,211	\$ 1,382,211	\$ 1,490,140	\$ 1,490,140	\$ 659,756	\$ 659,756	\$ -	\$ -	\$ 27,302,524
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,788,167	\$ 1,788,167	\$ 2,309,148	\$ 2,309,148	\$ 1,967,168	\$ 1,967,168	
		P4R	\$ -	\$ 432,345	\$ 432,345	\$ 921,474	\$ 921,474	\$ 447,042	\$ 447,042	\$ 329,878	\$ 329,878	\$ 194,555	\$ 194,555	

Project valuations are consistent with valuation amounts previously communicated to PPS in distributed award letters.

DSRIP Project Plan Award Letter

Between
The New York State Department of Health (DOH)
 and
Forestland PPS

Period of Agreement From: April 1, 2015 To: December 31, 2020
 Valuation Award Amount: \$233,503,510

Net Project Value	Net High Performance Fund (3%)	Additional High Performance Fund (State Only)	Total Valuation
\$193,364,673	\$22,219,463	\$17,919,374	\$233,503,510

\$ -	\$ -	
\$ 1,584,024	\$ 1,584,024	\$ 21,984,836
\$ 156,662	\$ 156,662	
\$ -	\$ -	
\$ 1,428,706	\$ 1,428,706	\$ 19,829,157
\$ 141,301	\$ 141,301	
\$ -	\$ -	
\$ 1,447,497	\$ 1,447,497	\$ 20,089,957
\$ 143,159	\$ 143,159	
\$ -	\$ -	
\$ 1,678,604	\$ 1,678,604	\$ 23,297,524
\$ 166,016	\$ 166,016	
\$ -	\$ -	
\$ 1,253,284	\$ 1,253,284	\$ 18,090,239
\$ 179,041	\$ 179,041	
\$ -	\$ -	
\$ 943,976	\$ 943,976	\$ 13,625,608
\$ 134,854	\$ 134,854	
\$ -	\$ -	
\$ 992,744	\$ 992,744	\$ 14,329,539
\$ 141,821	\$ 141,821	
\$ -	\$ -	
\$ 1,014,138	\$ 1,014,138	\$ 14,638,335
\$ 144,877	\$ 144,877	
\$ -	\$ -	
\$ 819,253	\$ 819,253	\$ 10,347,156
\$ -	\$ -	
\$ -	\$ -	\$ 9,829,798

4	P4R	\$ -	\$ 155,658	\$ 155,658	\$ 331,761	\$ -	\$ -	\$ 950,135	\$ 950,135	\$ 778,291	\$ 778,291		
Subtotal by Payment Period		\$ 18,371,962	\$ 6,123,987	\$ 6,123,987	\$ 15,086,530	\$ 17,544,258	\$ -	\$ 23,362,967	\$ 23,362,967	\$ 15,309,968	\$ 15,309,968		\$ 193,364,673
Subtotal by DSRIP Year		\$30,619,936			\$32,630,788		\$52,700,000	\$725,933		\$30,619,936			

Public Equity Guarantee	\$ -
Public Equity Performance	\$ -
Net High Performance (3%)	\$ 22,219,463
Additional High Performance	\$ 17,919,374
Total Valuation	\$233,503,510

Example Project Valuation Datasheet – Forestland PPS

Project	Domain	Reporting Level	DY1			DY2		DY3		DY4		DY5		Net Valuation by Project
			Payment 1	Payment 2	Payment 3	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	
2.a.i	1	P4R	\$ 2,594,067	\$ 432,345	\$ 432,345	\$ 1,382,211	\$ 1,382,211	\$ 1,490,140	\$ 1,490,140	\$ 659,756	\$ 659,756	\$ -	\$ -	\$ 27,302,524
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,788,167	\$ 1,788,167	\$ 2,309,148	\$ 2,309,148	\$ 1,967,168	\$ 1,967,168	
2.a.iv	1											194,555	\$ 194,555	\$ 21,984,836
	2											-	\$ -	
2.b.ii	1											1,584,024	\$ 1,584,024	\$ 19,829,157
	2											156,662	\$ 156,662	
2.b.iv	1											-	\$ -	\$ 20,089,957
	2											706	\$ 1,428,706	
2.d.i	1											-	\$ -	\$ 23,297,524
	2											141,301	\$ -	
3.a.i	1											1,678,604	\$ 1,678,604	\$ 18,090,239
	3											166,016	\$ 166,016	
3.a.ii	1											-	\$ -	\$ 13,625,608
	3											1,253,284	\$ 1,253,284	
3.b.i	1											179,041	\$ 179,041	\$ 14,329,539
	3											-	\$ -	
3.c.i	1											943,976	\$ 943,976	\$ 14,638,335
	3											134,854	\$ 134,854	
4.a.iii	1											-	\$ -	\$ 10,347,156
	4	P4R	\$ -	\$ 163,851	\$ 163,851	\$ 349,222	\$ 349,222	\$ 847,103	\$ 847,103	\$ 1,000,142	\$ 1,000,142	\$ 819,253	\$ 819,253	
4.b.ii	1	P4R	\$ 933,949	\$ 155,658	\$ 155,658	\$ 497,641	\$ 497,641	\$ 536,499	\$ 536,499	\$ 237,534	\$ 237,534	\$ -	\$ -	\$ 9,829,798
	4	P4R	\$ -	\$ 155,658	\$ 155,658	\$ 331,761	\$ 331,761	\$ 804,748	\$ 804,748	\$ 950,135	\$ 950,135	\$ 778,291	\$ 778,291	
Subtotal by Payment Period			\$ 18,371,962	\$ 6,123,987	\$ 6,123,987	\$ 15,086,530	\$ 17,544,258	\$ 26,384,040	\$ 26,384,040	\$ 23,362,967	\$ 23,362,967	\$ 15,309,968	\$ 15,309,968	\$ 193,364,673
Subtotal by DSRIP Year			\$30,619,936			\$32,630,788		\$52,768,080		\$46,725,933		\$30,619,936		
													Public Equity Guarantee	\$ -
													Public Equity Performance	\$ -
													Net High Performance (3%)	\$ 22,219,463
													Additional High Performance	\$ 17,919,374
													Total Valuation	\$233,503,510

Net valuation by project is based on project index scores, PPS attribution, and project plan application scores.

Project Selection	Index	Net Project Value
2.a.i	56	\$27,302,524
2.a.iv	54	\$21,984,836
2.b.ii	40	\$19,829,157
2.b.iv	43	\$20,089,957
2.d.i	56	\$23,297,524
3.a.i	39	\$18,090,239
3.a.ii	37	\$13,625,608
3.b.i	30	\$14,329,539
3.c.i	30	\$14,638,335
4.a.iii	20	\$10,347,156
4.b.ii	17	\$9,829,798
Total		\$193,364,673

Example Project Valuation Datasheet – Forestland PPS

Project	Domain	Reporting Level	DY1			DY2		DY3		DY4		DY5		Net Valuation by Project
			Payment 1	Payment 2	Payment 3	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	
2.a.i	1	P4R	\$ 2,594,067	\$ 432,345	\$ 432,345	\$ 1,382,211	\$ 1,382,211	\$ 1,490,140	\$ 1,490,140	\$ 659,756	\$ 659,756	\$ -	\$ -	\$ 27,302,524
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,788,167	\$ 1,788,167	\$ 2,309,148	\$ 2,309,148	\$ 1,967,168	\$ 1,967,168	
2.a.iv	1	P4R	\$ 2,088,823	\$ 348,137	\$ 348,137	\$ 1,112,999	\$ 1,112,999	\$ 1,199,906	\$ 1,199,906	\$ 531,256	\$ 531,256	\$ -	\$ -	\$ 21,984,836
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,439,888	\$ 1,439,888	\$ 1,859,397	\$ 1,859,397	\$ 1,584,024	\$ 1,584,024	
2.b.ii	1	P4R	\$ 1,884,008	\$ 314,001	\$ 314,001	\$ 1,003,866	\$ 1,003,866	\$ 1,082,252	\$ 1,082,252	\$ 479,165	\$ 479,165	\$ -	\$ -	\$ 19,829,157
	2	P4P	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,298,702	\$ 1,298,702	\$ 1,677,078	\$ 1,677,078	\$ 1,428,706	\$ 1,428,706	
2.b.iv	1											\$ -	\$ -	\$ 20,089,957
	2											\$ 47,497	\$ 1,447,497	
2.d.i	1											\$ 43,159	\$ 143,159	\$ 23,297,524
	2											\$ -	\$ -	
3.a.i	1											\$ 78,604	\$ 1,678,604	\$ 18,090,239
	3											\$ 66,016	\$ 166,016	
3.a.ii	1											\$ -	\$ -	\$ 13,625,608
	3											\$ 43,976	\$ 943,976	
3.b.i	1	P4R	\$ 1,361,478	\$ 226,913	\$ 226,913	\$ 725,444	\$ 725,444	\$ 7	\$ 346,269	\$ 346,269	\$ -	\$ -	\$ 14,329,539	
	3	P4P	\$ -	\$ -	\$ -	\$ -	\$ 580,355	\$ 977,612	\$ 1,194,627	\$ 1,194,627	\$ 992,744	\$ 992,744		
3.c.i	1	P4R	\$ 1,390,817	\$ 231,803	\$ 231,803	\$ 741,077	\$ 741,077	\$ 798,943	\$ 798,943	\$ 353,731	\$ 353,731	\$ -	\$ -	\$ 14,638,335
	3	P4P	\$ -	\$ -	\$ -	\$ -	\$ 592,862	\$ 998,679	\$ 998,679	\$ 1,220,370	\$ 1,220,370	\$ 1,014,138	\$ 1,014,138	
4.a.iii	1	P4R	\$ 983,104	\$ 163,851	\$ 163,851	\$ 523,833	\$ 523,833	\$ 564,736	\$ 564,736	\$ 250,036	\$ 250,036	\$ -	\$ -	\$ 10,347,156
	4	P4R	\$ -	\$ 163,851	\$ 163,851	\$ 349,222	\$ 349,222	\$ 847,103	\$ 847,103	\$ 1,000,142	\$ 1,000,142	\$ 819,253	\$ 819,253	
4.b.ii	1	P4R	\$ 933,949	\$ 155,658	\$ 155,658	\$ 497,641	\$ 497,641	\$ 536,499	\$ 536,499	\$ 237,534	\$ 237,534	\$ -	\$ -	\$ 9,829,798
	4	P4R	\$ -	\$ 155,658	\$ 155,658	\$ 331,761	\$ 331,761	\$ 804,748	\$ 804,748	\$ 950,135	\$ 950,135	\$ 778,291	\$ 778,291	
Subtotal by Payment Period			\$ 18,371,962	\$ 6,123,987	\$ 6,123,987	\$ 15,086,530	\$ 17,544,258	\$ 26,384,040	\$ 26,384,040	\$ 23,362,967	\$ 23,362,967	\$ 15,309,968	\$ 15,309,968	\$ 193,364,673
Subtotal by DSRIP Year			\$30,619,936			\$32,630,788		\$52,768,080		\$46,725,933		\$30,619,936		
													Public Equity Guarantee	\$ -
													Public Equity Performance	\$ -
													Net High Performance (3%)	\$ 22,219,463
													Additional High Performance	\$ 17,919,374
													Total Valuation	\$233,503,510

The breakdown of Net Valuation by Project per domain and by P4R and P4P for each payment period is a result of applying Annual Funding Distributions and P4P and P4R percentages per the STCs. An example for project 3.c.i follows.

Step-by-Step Example

Step 1 – Annual Funding Distribution

- DSRIP funding is not distributed evenly over the life of the waiver. Annual funding percentages, as defined in the STCs, factor into the allocation of project funding by Demonstration Year (DY).

Project 3.c.i Valuation	\$14,638,335				
Year	DY1	DY2	DY3	DY4	DY5
Funding Percentage	15.84%	16.88%	27.29%	24.16%	15.84%
Funding Amount	\$2,318,029	\$2,470,257	\$3,994,715	\$3,537,305	\$2,318,029

Step-by-Step Example

Step 2 – P4R and P4P Allocation

- DSRIP annual funding is distributed by Domain and P4R and P4P payment allocation percentages in accordance with the STCs. The payment allocation percentages are applied to the funding amounts to delineate the possible payment amount per DSRIP Year.

Domain	Payment	Annual Domain Funding Percentages										
		DY1			DY2		DY3		DY4		DY5	
Payment		P1	P2	P3	P1	P2	P1	P2	P1	P2	P1	P2
Domain 1 (Project Process Milestones)	P4R	60%	10%	10%	30%	30%	20%	20%	10%	10%	-	-
Domain 2 (System Transformation Milestones)	P4P	-	-	-	-	-	24%	24%	35%	35%	45.5%	45.5%
	P4R	-	10%	10%	20%	20%	6%	6%	5%	5%	4.5%	4.5%
Domain 3 (Clinical Improvement Milestones)	P4P	-	-	-	0%	24%	25%	25%	34.5%	34.5%	43.75%	43.75%
	P4R	-	10%	10%	8%	8%	5%	5%	5.5%	5.5%	6.25%	6.25%
Domain 4 (Population Health Milestones)	P4R	-	10%	10%	20%	20%	30%	30%	40%	40%	50%	50%

Step-by-Step Example

Step 3 – Allocation to P4R and P4P per DSRIP Payment Model

- Using P4R/P4P Percentages for Domain 3, potential payment amounts per payment period can be calculated.
- Valuations by project represent maximum potential payment amounts assuming PPS earns 100% of the available AVs in a quarter.

Project	Domain	Reporting Level	DY1			DY2		DY3		DY4		DY5		Net Valuation by Project
			Payment 1	Payment 2	Payment 3	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	Payment 1	Payment 2	
3.c.i	1	P4R	\$1,390,817	\$231,803	\$231,803	\$741,077	\$741,077	\$798,943	\$798,943	\$353,731	\$353,731	-	-	\$14,638,335
	3	P4P	-	-	-	-	\$592,862	\$998,679	\$998,679	\$1,220,370	\$1,220,370	\$1,014,138	\$1,014,138	
		P4R	-	\$231,803	\$231,803	\$197,621	\$197,621	\$199,736	\$199,736	\$194,552	\$194,552	\$144,877	\$144,877	
Subtotal by Payment Period			\$1,390,817	\$463,606	\$463,606	\$938,698	\$1,531,559	\$1,997,358	\$1,997,358	\$1,768,653	\$1,768,653	\$1,159,014	\$1,159,014	
Subtotal by DSRIP Year			\$2,318,029			\$2,470,257		\$3,994,715		\$3,537,305		\$2,318,029		

Next Steps

PPS specific project valuation breakdown templates will be distributed to PPS leads tomorrow, October 30, 2015