



PEHP Response

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SCR004 - Concurrent Resolution Directing Creation of a Request for Payment Pilot Program

Any Fiscal Impact - no

Updated 01/23/2019 16:18:45 by David Hansen

This Resolution directs PEHP to submit an RFP for value based payment arrangements with providers. These value based payment arrangements would not reimburse based on a fee for service model, but rather on a model where reimbursements would be paid based on a more episodic or global basis. This would allow incentives to be aligned so that providers would take into account cost and quality instead of just performing more services, and would, hopefully, bring down the costs of health care.

On average, we estimate that the cost of RFP for healthcare services would be about \$10,000, however, PEHP makes requests for proposals in the normal course of its business and accordingly has the people and processes in place to prepare and evaluate this RFP within existing budgets either in place or in addition to a similar type of RFP.

As such, no additional appropriation is needed for this Resolution.