

March 20, 2020

The Honorable Gavin Newsom Governor, State of California State Capitol, Sacramento, CA

Brad Gilbert, MD Director, Department of Healthcare Services 1501 Capitol Avenue Sacramento, CA 95814 Mark Ghaly, MD Secretary, Health & Human Services Agency 1600 9th Street, Suite 460 Sacramento, CA 95814

Michelle Rouillard Director, Department of Managed Healthcare 980 9th Street, 5th floor Sacramento, CA 95814

Re: Organized Multispecialty Medical Group and Independent Practice Association response to the COVID-19 pandemic

All:

America's Physician Groups (APG) represents over 165 multispecialty medical groups and independent practice associations across California proving care to over 18 million Californians. Some of our larger members are also organized in other neighboring states as well and thus have cross-state resources. The purpose of this letter is to outline how our members can help to address the COVID-19 pandemic and to identify outstanding issues that impede their ability to do so.

Attached to this letter you will find a list of our 165 California-based physician group members.

Background on our members:

- They are organized networks of primary and specialty care physicians, with clinical and administrative linkages to coordinate patient care, and disseminate information to individual practitioners:
 - Multispecialty Medical Group models operate through clinic locations
 - o Independent Practice Associations coordinate a contracted network of independent physicians in individual, small group and specialty medical group practices.
- Most of our members are contracted with several health plans, across Commercial HMO,
 Medicare and Medi-Cal. Medical Group models are also contracted with PPO plans.
- Most of the California primary care physician and specialty physician workforce is affiliated with our members
- Many of our members currently offer electronic patient portals for secure email communication, online appointment service, access to medical records and some limited video telehealth

How our members can help:

- They can organize patient care, credential providers, build network capacity, and implement telehealth and eConsult to increase access, handle claims payment to other providers, and interact with health plans
- Set up testing centers at the community level
- Develop alternative site locations to maintain non-COVID-19 health care services as hospital beds are consumed by COVID-19 cases
- Expand eConsult networks through existing systems, such as SNC's eConsult network
- Implement patient-facing telehealth access with the help and coordination with contracted health plan payers
- Rapidly educate network primary care physicians on best clinical practices related to COVID-19 care
- Integrate behavioral health resources into COVID-19 treatment plans
- Provide administrative services infrastructure to facilitate payments between payers and frontline providers
- Onboard needed providers into existing networks, and process credentialing, and re-allocate specialists in areas not immediately needed for COVID-19 treatment to primary care and other functions
- Integrate their physician resources from outside California to increase access to care. Some of our larger members have networks that span the West Coast and the Southwest.

These are the immediate problems and issues that our members are reporting to us:

- Independent primary care and specialty physician practices are languishing in the current environment – lacking access to PPE/PPG equipment, testing supplies, training, and organization at the local level. Our members can organize training, provide IT infrastructure and distribute supplies <u>but lack the information and sources to do this at present</u>. They will ultimately be needed to accept referrals from hospitals and FQHC clinics.
- Independent primary and specialty care practices have financial concerns. Their regular patient base has dried-up this week due to social-distancing, self-isolation and shelter-in-place orders. They do not have access to protective PPG/PPE gear, or test kits. Many practices report that they are sitting idle this week because patients have stopped coming in. Many small practice physicians are calling for immediate financial stabilization through grants, zero interest loans and other subsidization mechanisms to keep their doors open for the eventual onslaught of patients suffering from COVID-19.
- Current risk-bearing contracts do not contain pandemic exception clauses to mitigate the sudden and severe impact of the COVID-19 pandemic. Our members' ability to sustain smaller physician practices through capitation payments is likewise compromised. Our members have been shifted the financial risk for COVID-19 screening, testing and treatment over the past week, and they lack the financial reserves of health plans. Risk-bearing physician organizations will likely not be able to sustain their financial solvency over the long term since existing risk-based payment models do not take pandemic-level risk into account. We suggest an immediate review by the DMHC and DHCS of this concern.

- Our groups are working to set up specific testing centers, but they don't have access to PPE/PPG equipment, masks and test kits. We need an efficient approach at the County level to coordinate the development of testing sites and to allocate resources accordingly.
- There is great confusion at the individual provider level over telehealth directives. We are working with the California Association of Health Plans, individual plans and the California Telehealth Coalition to get information out to front-line responders on the adoption of telehealth as quickly as possible, but there is great confusion among providers over billing and payment rules for telehealth. This confusion is a barrier to telehealth adoption.

Suggestions for Immediate Consideration:

- There is confusion among the administrative workforce in healthcare whether Shelter-in-place
 orders recognize the need for administrative personnel to continue to work at office locations
 where utilization management, care coordination, and claims processing functions occur within
 our physician groups. APG interprets the current directives to apply to administrative
 personnel, but further clarification of this point would be helpful. APG will commit to
 communicating any clarification throughout our membership.
- Please provide further clarification of the DMHC's relaxation of timely claims submission requirements. The current language that we have seen applies only to health plans, not to delegated physician organizations. It also does not provide relaxation of timely claims payment requirements. Risk-bearing provider organizations require the same level of flexibility as health plans because they are experiencing the same workforce issues. We anticipate timely compliance will be impaired for timely forwarding of misdirected claims, claims submission and payment deadlines, member denials notices (NOA, TAT and IDN), audits and monthly reporting requirements. It is often forgotten that our members are both billing providers and paying providers.
- Relaxation of DMHC enforcement of Risk Bearing Organization financial solvency TNE standards and corrective action plans should be suspended during the pendency of the COVID-19 pandemic. We recognize the important role that DMHC plays in monitoring the financial health of risk-bearing provider entities, especially during this period of tremendous financial and operational stress on providers. However, the ability of RBOs to provide audited financials may now be impaired as the accounting workforce and outside accounting firms are affected by the virus. It may also become difficult for RBOs to report on existing corrective action plans related to financial solvency.
- Consider a moratorium on any pending plan-provider contract terminations during the pendency of the pandemic, or at least 12 months by DHCS and DMHC directive to health plans
- Relax audit requirements for referral authorizations to free-up administrative capacity within the delegated physician groups to address clinical staffing needs as staff member illness and absenteeism increases (DHCS and Medi-Cal Managed Care Plans).
- Relax the implementation of Medi-Cal P4P / HEDIS requirements to meet 50% MPL set by NCQA for at least 12 months post-pandemic (We note the efforts that DHCS has already taken to secure flexibility for many CMS Medicaid requirements in the two 1135 waiver requests, which if approved will be very helpful

Long-term Policy Considerations to Sustain the Independent PCP Practices and Delegated providers:

- Primary Care doctors are concerned about their staff and family's well-being if they become
 ill. They are requesting access to state-supported disability coverage and survivor's benefits on
 an immediate basis, since there is no practical means of parsing which healthcare workers
 are in harm's way, given the immediate needs for teamwork and multi-order effects
- PCP Access to zero-interest disaster free loans and grants: https://disasterloan.sba.gov/ela/
- **Streamlined classification to access federal funds** allocated for COVID-19 equipment purchases, staffing, etc.

America's Physician Groups has convened both a national and a California advisory group panel to assist with information gathering from the front lines. We will continue to keep you informed of developments as they occur. We want to thank each of you for your excellent leadership, compassion and optimism in this time of crisis. We are all fortunate to be Californians and Americans.

Sincerely,

Bill Barcellona

Executive Vice President for Government Affairs, APG

Please respond to wbarcellona@apg or text/voice at (916) 606-6763

CC:

Tam Ma, Governor's Office Alice Chen, CHHS Mary Watanabe, DMHC Patti Henderson, DHCS

Attachment: List of APG California Provider Groups



APG California Members

Access Medical Group - Advanced Medical Management, Inc.

Accountable Health Care IPA

Adventist Health Physicians Network IPA

Affiliated Doctors of Orange County-Heritage Provider Network

Affinity Medical Group

Agilon Health

Alameda Health Partners

Alamitos IPA

AllCare IPA

Allied Physicians of California

Alpha Care Medical Group- MedPOINT Management

AltaMed Health Services

AMVI/Prospect Medical Group

AppleCare Medical Group, Inc.

Arch Health Medical Group

Bakersfield Family Medical Center - Heritage Provider Network

Beaver Medical Group, L.P.

Bella Vista Medical Group IPA- MedPOINT Management

Brookshire IPA

Brown & Toland Physicians

California Coastal Physician Network - Heritage Provide

California Desert IPA - Heritage Provider Network

California Pacific Physicians Medical Group, Inc.

Canopy Health

CareMore Medical Group

Cedars-Sinai Medical Group

Centinela Valley IPA- MedPOINT Management

Central Valley Medical Group - Sutter Health Foundation & Affiliated Groups

Children's Physicians Medical Group

Chinese Community Health Care Association

Choice Medical Group

Citrus Valley Independent Physicians

Coachella Valley Physicians of PrimeCare, Inc.- NAMM

Coastal Communities Physician Network - Heritage Provider Network

Colorado Health Neighborhoods- Catholic Health Initiatives

CommonSpirit Health

Community Care IPA- Advanced Medical Management, Inc.

Conifer Health Solutions

Crown City Medical Group- MedPOINT Management

Desert Oasis Healthcare - Heritage Provider Network

Dignity Health Medical Foundation

Dignity Health Medical Network - Santa Cruz

East Bay Physicians Medical Group - Sutter Health Foundation & Affiliated Groups

Edinger Medical Group

El Proyecto Del Barrio, Inc.- MedPOINT Management

Empire Physicians Medical Group - NAMM

Exceptional Care Medical Group

Facey Medical Foundation

Family Choice Medical Group

Family Health Alliance

Genesis Healthcare of Southern California, Inc., A Medical Group - Prospect

Medical Group

Global Care Medical Group IPA- MedPOINT Management

Good Samaritan Medical Practice Association

Gould Medical Group - Sutter Health Foundation & Affiliated Groups

Graybill Medical Group

Greater Covina Medical Group - Heritage Provider Network

Greater Newport Physicians Medical Group, Inc.

Greater Tri-Cities IPA - Physicians DataTrust

Healthcare Partners Medical Group

HealthCare LA, IPA- MedPOINT Management

Heritage Victor Valley Medical Group - Heritage Provider Network

High Desert Medical Group - Heritage Provider Network

Hill Physicians Medical Group

Hoag Medical Group - St. Joseph Heritage Healthcare

Integrated Health Partners of Southern California- MedPOINT Management

Jade Health Care Medical Group, Inc.

Jewish Home for the Aging IPA

John Muir Physician Network

Key Medical Group, Inc.

Korean American Medical Group - Providence Medical Services

Lakeside Community Healthcare - Heritage Provider Network

Lakeside Medical Group, Inc. - Heritage Provider Network

Lakewood IPA

Loma Linda University Health Care

Marin Headlands Medical Group - Sutter Health Foundation & Affiliated Groups

Martin Luther King, Jr. Community Medical Group

MediChoice IPA- Advanced Medical Management

MemorialCare Medical Group

Mercy Health Network- Catholic Health Initiatives

Mercy Physicians Medical Group - NAMM

Meritage Medical Network

Mid Cities IPA

Mills-Peninsula Medical Group - Sutter Health Foundation & Affiliated Groups

Mission HealthCare Network- Catholic Health Initiatives

Mission Heritage Medical Group - St. Joseph Heritage Healthcare

Monarch HealthCare

Monterey Bay Independent Physician Association

Noble AMA IPA - Physicians DataTrust

Nuestra Familia Medical Group, Inc. - Prospect Medical Group

Omnicare Medical Group

One Medical Group

Palo Alto Foundation Medical Group - Sutter Health Foundation & Affiliated Groups

Palo Alto Medical Foundation - Sutter Health Foundation & Affiliated Groups

Peninsula Medical Clinic - Sutter Health Foundation & Affiliated Groups

Permanente Medical Group, Inc.

Physician Foundation Medical Associates - Sutter Health Foundation & Affiliated Groups

PIH Health Physicians

Pioneer Medical Group

Pomona Valley Medical Group, Inc. - Prospect Medical Group

Preferred IPA of California

Premier Care of Northern California

Premier Physicians Network- MedPOINT Management

Primary Care Associated Medical Group, Inc. - NAMM

PrimeCare of Citrus Valley, Inc. - NAMM

PrimeCare of Corona, Inc. - NAMM

PrimeCare of Hemet Valley, Inc. - NAMM

PrimeCare of Inland Valley, Inc. - NAMM

PrimeCare of Moreno Valley, Inc. - NAMM

PrimeCare of Redlands, Inc. - NAMM

PrimeCare of Riverside, Inc. - NAMM

PrimeCare of San Bernardino, Inc. - NAMM

PrimeCare of Sun City, Inc. - NAMM

PrimeCare of Temecula, Inc. - NAMM

PrimeCare Select- Catholic Health Initiatives

PrimeCare Medical Group of Chino, Inc.

Prospect Health Source Medical Group, Inc.

Prospect Medical Group, Inc.

Prospect NWOC Medical Group, Inc.

Prospect Professional Care Medical Group, Inc.

Providence Care Network - Providence Medical Services

Providence Health & Services

Prudent Medical Group- MedPOINT Management

Redlands Family Practice Medical Group, Inc. - NAMM

Redwood Community Health Network- MedPOINT Management

Regal Medical Group - Heritage Provider Network

River City Medical Group, Inc.

Riverside Medical Clinic

Riverside Physician Network

Saint Agnes Medical Group

San Bernardino Medical Group

Sansum Clinic

Santa Clara County IPA (SCCIPA)

Sante Health System, Inc.

Scripps Coastal Medical Center

Scripps Physicians Medical Group

SeaView IPA

Seoul Medical Group- Advanced Medical Management, Inc.

Sharp Community Medical Group

Sharp Rees-Stealy Medical Group

Sierra Medical Group - Heritage Provider Network

Southern California Permanente Medical Group Inc. - Peoples Health Network

St Mary IPA

St. Joseph Heritage Healthcare

St. Luke's Health Network- Catholic Health Initiatives

St. Mary High Desert Medical Group - St. Joseph Heritage Healthcare

St. Vincent IPA - Physicians DataTrust

StarCare Medical Group, Inc. - Prospect Medical Group

Sutter East Bay Medical Foundation

Sutter Gould Medical Foundation

Sutter Health Foundation

Sutter Independent Physicians

Sutter Medical Foundation

Sutter Medical Group

Sutter Medical Group Of The Redwoods

Sutter North Medical Group

Sutter Pacific Medical Foundation

Torrance Health IPA

UC Davis Health

UC Irvine Health

UCLA Medical Group

Upland Medical Group, a Professional Medical Corporation - Prospect Medical Group

USC Care Medical Group, Inc.

Valley Care IPA

Watts Healthcare Corporation- MedPOINT Management