

Performance Year 1 Baseline/Benchmark Report for Pioneer ACOs (Rev. June 30, 2013)

Pioneer ACO P078 - Regal Medical Group, Inc.

Worksheet S: PY1 Settlement (PY1 Reference Decedent Adjustment)

January 1, 2012, through December 31, 2012 | Run-out through March 31, 2012

July 1, 2013

	ACO Population		Adjusted Reference Population	
	PY1 Baseline	CY2012 <sup>1</sup>	PY1 Baseline	CY2012 <sup>1</sup>
<b>Uncapped benchmark</b>				
1. Expenditure PBPY <sup>2</sup>	\$14,474.46		\$11,535.14	\$11,530.85
2. Absolute change component <sup>3</sup>		(\$4.29)		(\$4.29)
3. Percent change <sup>4</sup>		0.0%		0.0%
4. Trend component <sup>5</sup>		(\$5.38)		
5. Change to baseline <sup>6</sup>		(\$4.84)		
6. Benchmark <sup>7</sup>		\$14,469.63		
<b>Uncapped savings (loss) PBPY</b>				
7. Benchmark <sup>8</sup>		\$14,469.63		
8. ACO performance period expenditure <sup>9</sup>		\$14,502.79		
8a. Care management fees <sup>30</sup>		\$0.00		
8b. ACO expenditure including CM fees <sup>31</sup>		\$14,502.79		
9. Savings (loss) PBPY <sup>10</sup>		(\$33.17)		
10. Percent savings (loss) <sup>11</sup>		-0.2%		
<b>Uncapped aggregate savings (loss)</b>				
11. Person-years accrued in performance period <sup>12</sup>		59,277		
12. Aggregate savings (loss) <sup>13</sup>		(\$1,965,946.52)		
<b>Shared savings arrangement: Alt. 2</b>				
13. Performance-period aligned beneficiaries <sup>14</sup>		60,651		
14. Minimum savings rate (MSR) <sup>15</sup>		1.00%		
15. Savings (loss) available for sharing <sup>16</sup>		\$0.00		
<b>Alt. 2: shared savings calculation</b>				
16. Maximum shared savings rate <sup>17</sup>		60%		
17. Quality score <sup>18</sup>		100%		
18. Quality-adjusted shared savings rate <sup>19</sup>		60%		
19. Shared savings (prior to cap) <sup>20</sup>		\$0.00		
20. Percentage cap on shared savings <sup>21</sup>		10%		
21. Cap on savings <sup>22</sup>		\$85,771,501.97		
22. Shared savings settlement <sup>23</sup>		\$0.00		
<b>Alt. 2: shared loss calculation</b>				
23. Quality-adjusted shared loss rate <sup>24</sup>		40%		
24. Shared loss (prior to cap) <sup>25</sup>		\$0.00		
25. Percentage cap on shared loss <sup>26</sup>		10%		
26. Cap on loss <sup>27</sup>		(\$85,771,501.97)		
27. Shared loss settlement <sup>28</sup>		\$0.00		
<b>28. Shared savings (loss)<sup>29</sup></b>		<b>\$0.00</b>		

## Notes

- 1 January 1, 2012, through December 31, 2012.
- 2 From worksheet 2U (in the case of uncapped savings calculations) or 2C (in the case of capped savings calculations, line 9).
- 3 The difference between the adjusted reference CY2012 and adjusted reference baseline expenditure on line 1.
- 4 The amount on line 3 divided by the adjusted reference baseline expenditure on line 1.
- 5 The product of the amount on line 3 and the ACO PY1 baseline expenditure on line 1.
- 6 50% of the amount on line 2 plus 50% of the amount on line 4.
- 7 The ACO PY1 baseline expenditure on line 1 plus the amount on line 5.
- 8 The amount on line 6.
- 9 From worksheet 2U or 2C (uncapped or capped, respectively) line 16.
- 10 Line 7 less line 8.
- 11 Line 9 divided by line 7.  
From worksheet 2U or 2C, line 34, column 2. The number of person-years of experience accrued in the performance period by PY1 aligned beneficiaries who were alive 1/1/2012.
- 12
- 13 Line 9 multiplied by line 11.
- 14 From worksheet 2U or 2C, line 56, column 2. The number of PY1 aligned beneficiaries who were alive 1/1/2012.
- 15 The minimum savings rate specified in the Pioneer ACO agreement.
- 16 If the percentage savings on line 10 is greater than the MSR on line 14, the amount on on line 15; otherwise zero (0).
- 17 The shared savings rate specified in the Pioneer ACO agreement.
- 18 The quality score achieved by the Pioneer ACO. See the separate report on the PY1 quality score.
- 19 Line 16 multiplied by line 17.
- 20 If the amount on line 15 is positive, the amount on line 15 multiplied by line 18; otherwise zero (0).
- 21 The percentage cap on shared savings specified in the Pioneer ACO agreement.
- 22 Line 20 multiplied by line 7.
- 23 The lesser of line 19 and line 21.
- 24 See the SHARED\_SAVINGS\_RATE worksheet, line 15.
- 25 If the amount on line 15 is negative, the amount on line 15 multiplied by line 23; otherwise zero (0).
- 26 The percentage cap on shared losses specified in the Pioneer ACO agreement.
- 27 Line 26 multiplied by line 7.
- 28 The greater (lesser in absolute terms) of line 26 and line 27.
- 29 If line 15 is greater than zero, then line 15; if line 27 is less than zero, then line 27.
- 30 Care management fees incurred by aligned beneficiaries under CMS programs (e.g., HCQ, CTCP, etc.)
- 31 Total expenditures plus care management fees incurred by aligned beneficiaries. Line 8 plus line 8a.