

Value-Based Payment NEWS

Surveys & Trends

Coverys *Red Signal Report* Offers Insights on 'COVID-19 Role in Accelerating VBC,' Guarding Against Risk

Report explains "why healthcare should get on board now," a statement says, "instead of waiting for the 2025 deadline and how value-based care helps diversify revenue streams." As well, it adds, the report outlines "steps that can be taken to mitigate downside risks."

Medical professional liability insurance provider Coverys reports releasing its latest *Red Signal Report: Value-Based Care*, which "examines the healthcare industry's shift from volume-based reimbursement to value-based care models, as providers seek to improve care quality and reduce costs." Now, a statement adds, less than 20% of Medicare spending is value-based; however, the Centers for Medicare & Medicaid Services says its goal is 100% of providers in upside and downside value-based care contracts by 2025.

- That "shifts as much as \$500 billion of economic risk from CMS to providers and private market participants," the report points out, "while simultaneously rewarding improved quality care."
- Says Brian York, Vice President, Value-Based Care, at Coverys: "The combination of COVID-19 and an economic recession has only accelerated the transition to value-based care, as employers and consumers look for ways to manage spending, driving the demand for value,"
- He adds: "Additionally, during the first COVID-19 surge, many providers who transitioned to value-based fared better than those who leaned entirely on fee-for-service models."
- The formers' revenues "remained consistent during lockdowns," the report says -- while elective procedures were delayed and canceled.

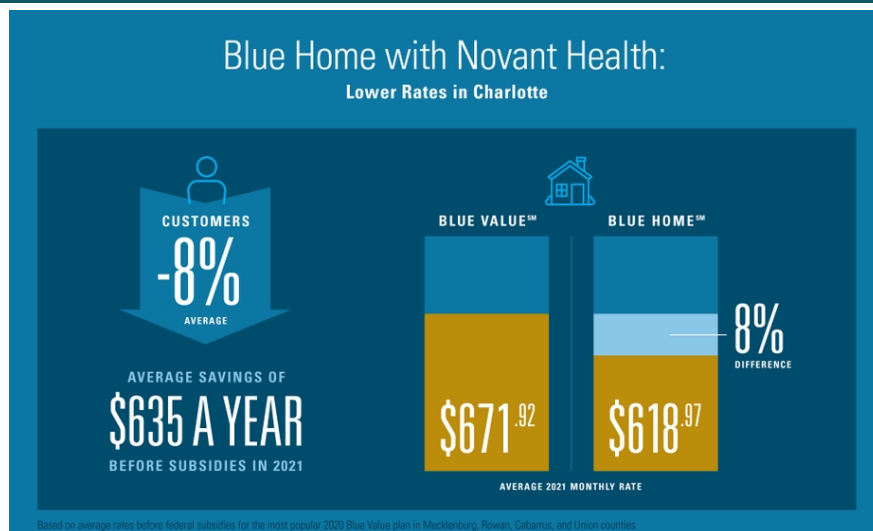
(continued on page 3)

Industry News



BCNC, Novant 'Working to Save Up to 8% for ACA Customers' in Charlotte, Winston-Salem Markets

BlueCross BlueShield of North Carolina and Novant Health report they will offer a new product, Blue Home with Novant Health, in the Charlotte and Winston-Salem regions. A Blue Home with Novant Health plan "can offer up to 8% rate savings in 2021," a statement says, "compared to a similar 2021 Blue Value plan."



(continued on page 2)