

## 2018 Tennessee Healthcare Innovation Initiative Threshold Methodology – Fully Insured

Below are the Fully Insured threshold levels for BlueCross BlueShield of Tennessee for the 2018 calendar year:

Episode	Acceptable Level	Commendable Level
Perinatal	\$22,501	\$9,699
Total Joint Replacement	\$51,419	\$23,923
Acute PCI	\$35,987	\$19,598
Colonoscopy	\$3,353	\$1,161
Cholecystectomy	\$18,963	\$5,588
Non-acute PCI	\$39,899	\$12,440
Upper GI Endoscopy	\$5,052	\$980
Bariatric Surgery	Insufficient providers serving episode	Insufficient providers serving episode
CABG	Insufficient providers serving episode	Insufficient providers serving episode
Valve Repair and Replacement	Insufficient providers serving episode	Insufficient providers serving episode

### METHODOLOGY

**Shared Savings Calculation Method:** Actual costs from episodes in the measurement period are risk-adjusted and aggregated by the Quarterback. Quarterbacks with risk-adjusted average costs below the Commendable Level receive a bonus equal to 50% of the difference between their risk-adjusted average cost and the Commendable Level.

Gains per Quarterback are capped based on a Gain Share Limit; however, in the development of Commendable Levels, the Gain Share Limit is ignored as it is not expected to be material in the development of the Commendable Level.