11. Provide a brief summary or description of the required payment arrangement selected above and describe how the payment arrangement intends to recognize value or outcomes over volume of services. If "other" was checked above, identify the payment model. The State should specifically discuss what must occur in order for the provider to receive the payment (e.g., meet or exceed a performance benchmark on provider quality metrics).

The Quality Incentive Payment Program (QIPP) is designed to provide incentive payments to nursing facilities that meet performance requirements on specified quality metrics or program-specific targets. Payments from managed care organizations to qualified nursing facilities will be made based on improvements on specific quality indicators or reaching program-specific goals.

For state fiscal year 2022, QIPP will include four components. Components two through four include up to four quality metrics each. The quality metrics will be equally weighted (within a component) for payment each month or quarter, as appropriate. ~~Nursing facilities must make incremental improvements toward pre-set goals to qualify for payments.~~ QIPP funds will be paid through these four components of the STAR+PLUS nursing facility managed care per member per month capitation rates. Each component's value will be determined as a percentage of the total amount of funding available for the QIPP program based on the nursing facility historical Medicaid fee-for-service and STAR+PLUS days of service in a base year.