

NOTICE OF MATERIAL CHANGE

Date of Notice: May 6, 2014

1.	Name:	Beth Israel Deaconess Physician Organization, LLC, d/b/a Beth Israel Deaconess Care Organization (BIDCO)
----	-------	--

2.	Federal TAX ID #	MA DPH Facility ID #	NPI #
	04-3426253	N/A	N/A

Contact Information					
3.	Business Address 1:	400 Blue Hill Drive			
4.	Business Address 2:	Suite 2B			
5.	City:	Westwood	State: MA	Zip Code: 02090	
5.	Business Website:	www.bidco.org			
7.	Contact First Name:	Deb	Contact Last Name:	Schoenthaler	
8.	Title:	Chief Operating Officer			
9.	Contact Phone:	617-754-1007	Extension:		
10.	Contact Email:	dschoent@bidmc.harvard.edu			

Description of Organization	
11.	<i>Briefly describe your organization.</i>
	<p>BIDCO is an Accountable Care Organization (ACO) and clinically-integrated third party payor contracting organization, created to align participating hospital and physician efforts to improve patient care and care management and to share risk under reimbursement contracts. As of April, 2014, BIDCO's membership includes approximately 2,300 physicians (including physicians in the Lawrence General IPA d/b/a ChoicePlus IPA and independent physicians in the greater Essex area) and 6 hospitals (BIDMC, BIDH-Milton, BIDH-Needham, BIDH-Plymouth, Cambridge Health Alliance and Anna Jaques Hospital). BIDCO has two corporate Members: BIDCO Physician LLC (the members of which are participating physician groups) and BIDCO Hospital LLC (the members of which are participating hospitals). BIDCO is governed by a 14 person Board of Managers, with equal representation from both Members and with a co-Chair from each Member. BIDCO supports its providers in key care management and other functions including pharmacy management, health quality improvement, electronic health records (EHR) implementation and support, payor contracting, data management and reporting, and financial reporting and accounting. The President and CEO of BIDCO manages the organization through a centralized business staff and both a centralized and decentralized medical management staff (the infrastructure of the organization), as appropriate.</p>

Type of Material Change	
12.	Check the box that most accurately describes the proposed material change:

	<input type="checkbox"/> Merger or affiliation with a carrier <input type="checkbox"/> Acquisition of or acquisition by a carrier <input type="checkbox"/> Merger with or acquisition of or by a hospital or a hospital system <input checked="" type="checkbox"/> Any other acquisition, merger, or affiliation between a provider organization and another provider organization where such acquisition, merger, or affiliation would result in an increase in annual net patient service revenue of the provider or provider organization of more than \$10,000,000 <input type="checkbox"/> Any clinical affiliation between a provider or provider organization with another provider or provider organization which itself has an annual net patient service revenue of more than \$25,000,000 <input type="checkbox"/> Formation of a partnership, joint venture, common entity, accountable care organization, or parent corporation created for the purpose of contracting on behalf of more than one provider or provider organizations
--	--

13.	What is the proposed effective date of the proposed material change?	60 days from the date of this filing or sooner if notified by HPC
-----	--	---

Material Change Narrative		
----------------------------------	--	--

14.	<i>Briefly</i> describe the nature and objectives of the proposed material change:	
	<p>Lawrence General Hospital (“LGH”) is the primary community hospital caring for patients of ChoicePlus PHO members, which include the Lawrence General IPA physicians (d/b/a Choice Plus IPA) and other independent community physicians who have been participating providers in BIDCO for a number of years. This new agreement with BIDCO will allow LGH and such physicians to join in BIDCO’s risk sharing arrangements. Through this arrangement, patients will also have access to better coordinated care from their primary care provider to the local hospital, and, if necessary, to specialty care.</p> <p>LGH intends to join BIDCO as a participating provider as of 60 days from the date of this filing or sooner if notified by HPC (“Effective Date”), for the purpose of aligning risk among LGH and its physicians and other BIDCO participating providers, and implementing shared care management programs that are described above across all BIDCO participating providers. After the Effective Date, LGH will join BIDCO risk contracts as such contracts come up for renewal. BIDCO will also negotiate LGH’s non-risk contracts as those contracts come up for renewal. Although LGH will be new to BIDCO, it has a longstanding clinical affiliation with BIDMC that has been in place since March 2011.</p> <p>Once LGH is a participating provider in BIDCO, the care management staff of LGH’s ChoicePlus PHO will work in collaboration with the BIDCO care management staff to support efficient and effective management of patients and increased coordination and quality of care. LGH will also have access to other care management programs and best practices which will be integrated across the BIDCO network.</p>	

15.	<i>Briefly</i> describe the anticipated impact of the proposed material change:	
	<p>Including LGH (the local hospital for the Lawrence General IPA physicians and other BIDCO participating physicians in the area) in the BIDCO provider network will allow for more effective management of medical cost trends in the local market through improved hospital/physician collaboration, which will allow payors to maintain lower premium increases for the benefit of health care consumers. In addition, sharing clinical information through EHRs across the network promotes better management of patient health, both in terms of cost and quality of care provided. When providers are working together using similar processes, accessing uniform systems, and following coordinated care pathways and protocols, quality can be improved and costs can be better controlled.</p>	

Development of the Material Change		
---	--	--

16.	Describe any other material changes you anticipate making in the next 12 months:	
	<p>BIDCO is continuously evaluating the composition of its membership, and making determinations about potential affiliations. At this time, there are no other anticipated affiliations within the next 12 months.</p>	

--	--	--

17.	Indicate the date and nature of any applications, forms, notices or other materials you have submitted regarding the proposed material change to any other state or federal agency:
	None

Affidavit of Truthfulness and Proper Submission

I, the undersigned, certify that:

1. I have read the Health Policy Commission Bulletin 2013-1, **Interim Guidance for Providers and Provider Organizations Relative to Notice of Material Change to the Health Policy Commission.**
2. I have read this Notice of Material Change and the information contained therein is accurate and true.
3. I have submitted the required copies of this Notice to the Health Policy Commission and to all relevant agencies (see below*) as required.

Signed on the 6th__day of May, 2014, under the pains and penalties of perjury.

Signature: _____



Name: Christina Severin

Title: President and CEO, BIDCO

FORM MUST BE NOTARIZED IN THE SPACE PROVIDED BELOW:



Notary Signature

Commission Expires 8.19.21

Copies of this application have been submitted electronically as follows:

Office of the Attorney General (1)

Center for Health Information and Analysis (1)