

Simple Capitation Example from Last year's Experience for a group of 2000 persons

Services	Patients	Costs	PPatientPY	PCPY
Primary Care	1000	50,000	50	25
Maternity Care	100	50,000	500	25
Specialist Care	200	20,000	1000	10
Lab,Xray Exams ordered by Spec	200	10,000	50	5
Hospitalization	100	100,000	1000	50
No Services	<u>400</u>	<u>0</u>	<u>0</u>	<u>0</u>
total	2000	230,000		115

Full Capitation rate = 115 + (risk premium) - (incentive effects to be shared with Payer)

Partial Fundholding

Capitating PCPs to encourage Wellness

