

### **Exhibit Three Subcontractor Descriptions**

Any subcontract entered into by the Contractor for the purposes of fulfilling the obligations under this Contract must be in writing, authorized in advance by the State and shall be consistent with and subject to the provisions of the main body of the Contract. Subcontracts will not relieve or discharge the Contractor from any duty, obligation, responsibility or liability arising under the Contract. Contractor shall provide the State with copies of all subcontracts and the State shall not be bound by any provisions contained in a subcontract to which it is not a party.

Contractor expects to enter into the following subcontracts in fulfillment of its obligations under this Contract:

#### **University of Minnesota:**

The University will help MNCM develop recommendations to the MNCM Reporting Advisory Committee for criteria for selecting a subset of quality measures for public reporting. They will complete an inventory of quality incentive payment systems, pay for performance systems, and other incentive payment systems across the country for both physicians and hospitals and then work with MNCM to recommend to the Incentive Payment Work Group a subset of measures as the basis for a quality incentive payment system. They will also assess potential incentive payment systems for public programs and state employee health plans in a report to MNCM.

The University will review risk adjustment methodologies and make recommendations to the MN Community Measurement's Risk Adjustment Development Committee and the Reporting Advisory Committee for an approach to risk adjustment methodology for the quality measurement system.

Total subcontract budget for University of Minnesota: \$ 98,900

#### **Stratis Health:**

Stratis Health will provide the University of Minnesota and MNCM an inventory of quality incentive payment systems across the country and advise the University on both measures and methodology of quality incentive payment systems with regard to rural hospitals.

Stratis Health will design and implement a program to provide education and training to hospitals on quality reporting requirements and the incentive payment system established by the State. They will focus particularly on methodologies to reach rural hospital providers. Upon approval by the State, Stratis will begin implementation of the provider education program in July 2009.

Stratis Health will provide advice and support to MNCM contractors in the development of a new web site and other methods for communicating the hospital results to the public.

Total subcontract budget for Stratis Health: \$90,000 of which \$50,000 will not be payable until July 2009 pending State approval of hospital provider education plan.

**MMA:**

MMA will advise the University on both measures and methodology of quality incentive payment systems with regard to physicians.

MMA will work with the Minnesota Continuing Medical Education Collaboration to design and implement a program to provide education and training to physicians on quality reporting requirements and the incentive payment system established by the State. Upon approval by the State, MMA will begin implementation of the physician education plan in July 2009.

Total subcontract budget for MMA: \$ 57,500 of which \$50,000 will not be payable until July 2009 pending State approval of physician education plan.

**MHA:**

MHA will collaborate with MN Community Measurement and other stakeholders to identify hospital quality measures for public reporting, and design and implement a system to collect and aggregate information related to quality measures across hospitals. This will include 18 AHRQ inpatient measures and 5 measures integrating clinical data with administrative data.

Total subcontract budget for MHA: \$400,000