

Innovating Care for Chronically III Patients

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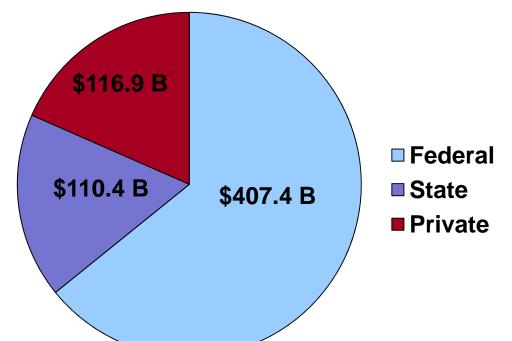
Chronically III: Opportunities and Challenges to Achieving Better Outcomes at Lower Costs

- Complex-chronically ill account for a high proportion of national spending
- Care needs span health care system
 - Diverse population groups: risk groups
 - Cared for by multiple clinicians, sites of care
 - Need for patient-centered care "teams"
- Potential to improve outcomes and lower costs
 - Teams and information systems
 - More integrated systems with accountability
- Affordable Care Act has elements to build on
- Rich opportunities for foundation support

Chronically III Complex and Expensive: Care Often Spans Multiple Providers and Sites of Care

Estimated 30% of National Spending

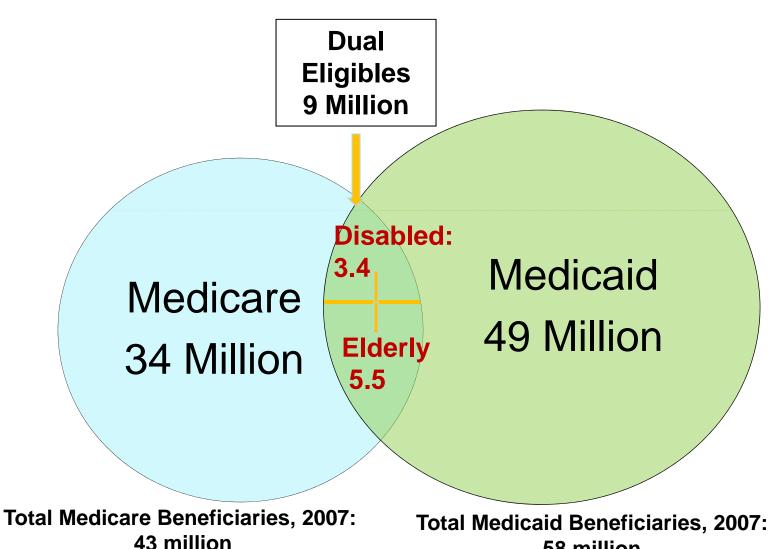
Total \$635 Billion Spending on disabled and chronically ill, 2010



- Duals Medicare: \$164.2B
- Non-dual Medicare with 5+ Chronic Conditions: \$145.3B
- Medicaid Duals: \$140.3B
- Medicaid Non-dual Disabled: \$116.5B
- Employer Coverage: \$68.4B

Source: Urban Institute Estimates. J. Holahan, C. Schoen, S. McMorrow, "The Potential Savings from Enhanced Chronic Care Management Policies" Urban Institute, *November 2011*.

Nine Million People Are Covered by Both Medicare and **Medicaid: 10% of Total Population = 38% Total Spending**



58 million

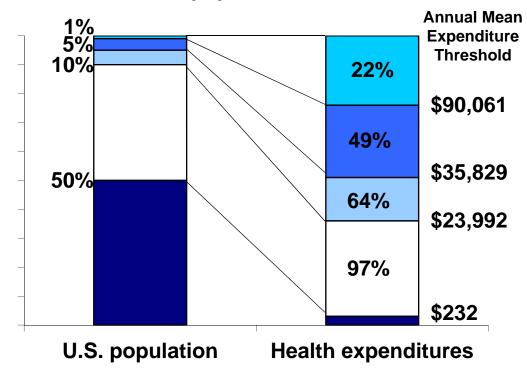
Source: Kaiser Family Foundation analysis of Medicare Current Beneficiary Survey, 2007, and Urban Institute estimates based on data from the 2007 MSIS and CMS Form 64.



Focusing on High-Cost Patients

- 10% of patients account for 64% of costs
- Focus efforts on patients with highest costs including frail elderly and disabled
- Population-based payment
- New teams and care management focused on highest-risk patients
- Across sites of care



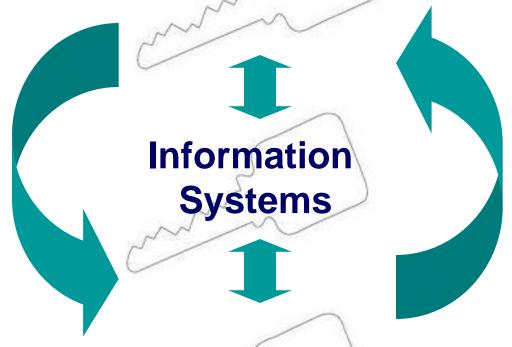




Source: D. Blumenthal, *The Performance Improvement Imperative*, The Commonwealth Fund, 2012. Chart drawn from S. Cohen and W. Yu, *The Concentration and Persistence in the Level of Health Expenditures over Time: Estimates for the U.S. Population, 2008-2009*, (Washington: AHRQ, January 2011).

Keys to Rapid Progress

Teams, Workforce, and Care-System Redesign



Payment Reform: Value



Teams and System Innovation Plus Payment Reform Key to Better Outcomes and Lower Costs

- Teams that span sites of care, with accountability
 - Multiple models; including "community" shared teams
 - Care from multi-disciplinary teams; cross-training
 - Time and skills for high risk patients
 - Multiple access points: e-mail/web, phone, tele-health
- Information systems to communicate, inform, guide
 - Registries, telehealth, electronic records, communication
 - Feedback information from payers/claims
- Payment
 - Patient-centered health "homes": pay for team
 - Move away from "visits" alone: pay for value
 - More bundled payments: accountability for transitions
 - Multi-payer coherence and aligned incentives

Accessible Patient-Centered Primary Care Foundation – Teams Connected to Care System





Multiple Models Exist: Opportunity to Spread and Learn





















Community Care of North Carolina







Examples of Cost and Quality Outcomes: High Cost Care, Primary Care Teams and Care Systems

Geisinger Health System (Pennsylvania)

- 18% reduction in all-cause hospital admissions; 36% lower readmissions
- 7% total medical cost savings

Mass General High-Cost Medicare Chronic Care Demo (Massachusetts)

- 20% lower hospital admissions; 25% lower ED use
- Mortality-decline: 16% compared to 20% in control group
- 7% net savings annual

Guided Care - Geriatric Patients (Baltimore, Maryland-Washington, DC, area)

Among patients in an integrated care delivery system:

- 47% reduction in skilled-nursing facility admissions
- 52% reduction in skilled-nursing facility days

Group Health Cooperative of Puget Sound (Seattle, Washington)

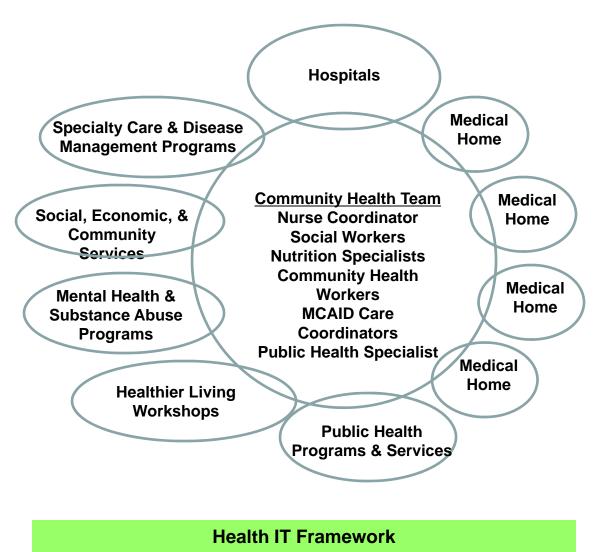
- 29% reduction in ER visits; 11% reduction ambulatory sensitive admissions
 Health Partners (Minnesota)
- 29% decrease ED visits; 24% decrease hospital admissions
 Intermountain Healthcare (Utah)
- Lower mortality; 10% relative reduction in hospitalization
- Highest \$ savings for high-risk patients



Vermont: Shared Resources Community Teams



Smart choices. Powerful tools.



Evaluation Framework

- A foundation of medical homes and community health teams that can support coordinated care and linkages with a broad range of services
- Multi Insurer Payment Reform that supports a foundation of medical homes and community health teams
- A health information infrastructure that includes EMRs, hospital data sources, a health information exchange network, and a centralized registry
- An evaluation infrastructure that uses routinely collected data to support services, guide quality improvement, and determine program impact

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Redesigning Care and Skills: A Team Effort

Grand+Aides*

Who they are: Mature community members who are well-trained and certified in medical care (CNA or CMA)

Where they are or being considered: 13 states, including Texas, where Scott & White Healthcare is hiring 16,000 Grande Aides

What they do: Provide simple primary care or transitional/chronic care via phone or in-home visit, under nurse supervision

- Free up physicians and nurses
- Reduce congestion in clinics and ERs
- New roles, training, protocols

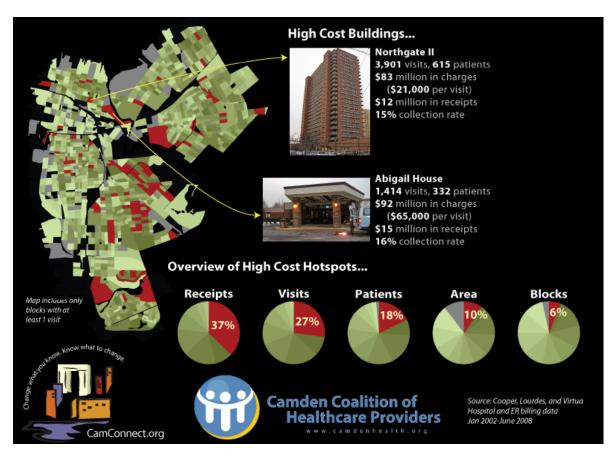


- Averted 62% of walk-in visits at an urban clinic site
- Eliminated 74% of visits at a semi-rural ER site
- Saved Medicaid \$158 to \$183 per visit avoided

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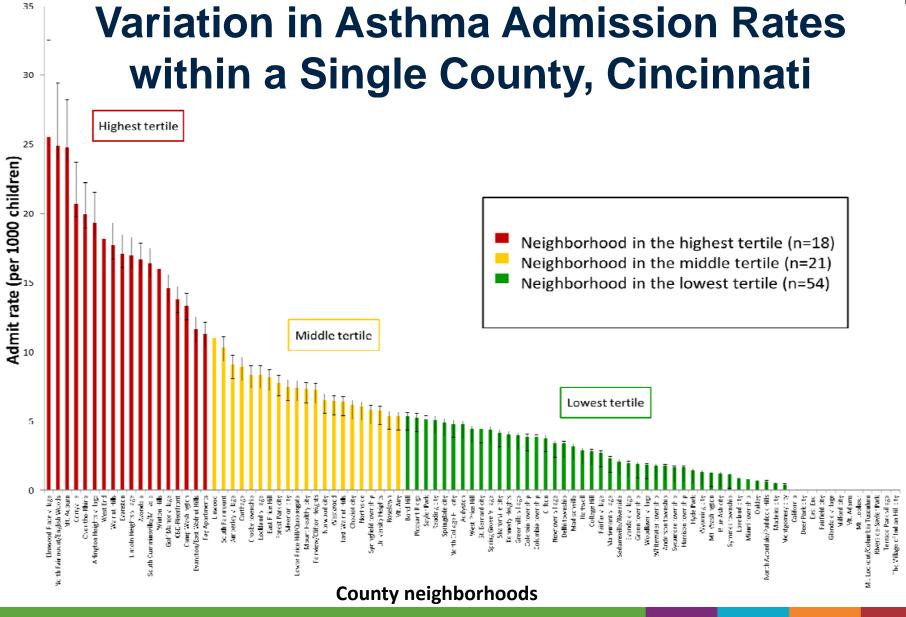
Source: A. Garson et al., "A New Corps of Trained Grande-Aides Has the Potential to Extend Reach of Primary Care Workforce and Save Money," *Health Affairs*, May 2012.

Social, Economic Health Risk: Health Care Cost Hotspots in Camden, NJ



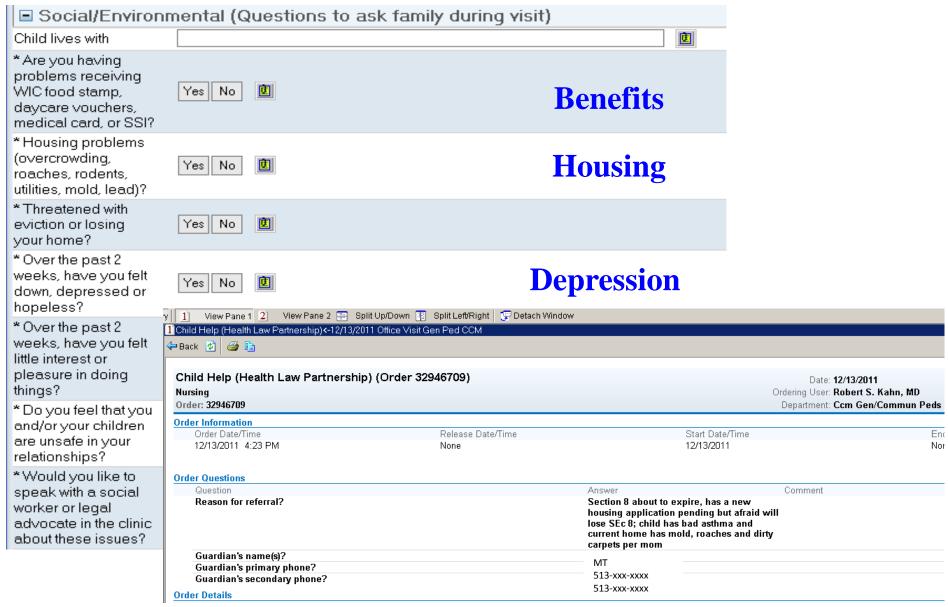
- New clinics located in buildings where high-utilizers reside (led by Nurse Practitioners)
- Outreach teams
- Medical home based care coordinators
- Same day scheduling
- Medicaid ACO eligible for shared savings

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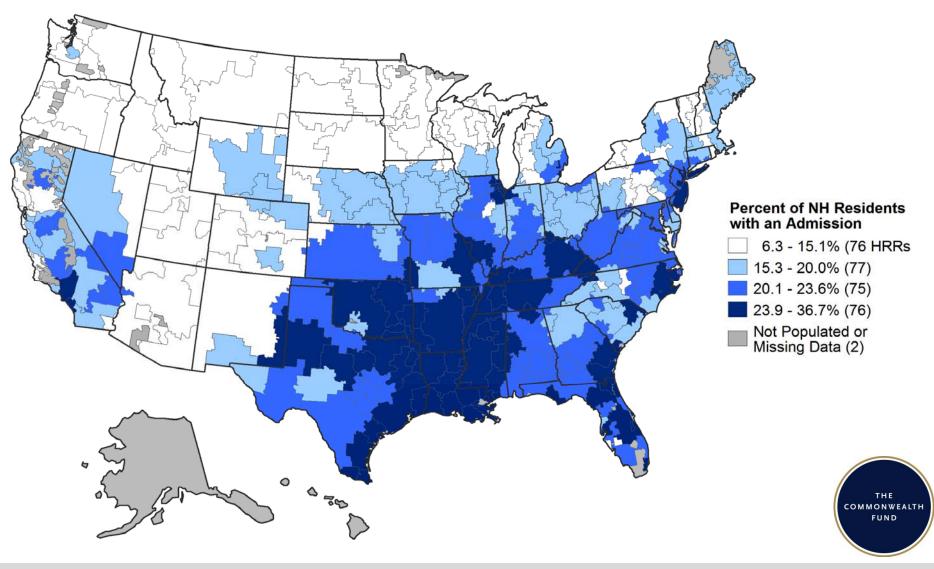


Electronic Health Records: Meaningful Use High Risk Children, Cincinnati Children's Hospital



Source: Presentation by R. Kahn Cincinnati Children's Hospital James M. Anderson Center, April 2012.

Long-Stay Nursing Home Residents Hospitalized within a Six-Month Period





INTERACT Collaborative Quality Improvement for Nursing Homes

Interventions to Reduce
Acute Care Transfers
(INTERACT) helps nursinghome staff manage
residents' health status

- ➤ 17-25% decline in hospital admissions in pilot
- Spreading to 400+ homes
- Three strategies:
 - Identify, assess, and manage conditions to prevent hospitalization
 - Document and communicate critical information
 - Improve advance care planning and develop palliative care plans



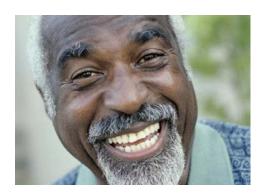


Source: J. G. Ouslander, G. Lamb, R. Tappen et al., "Interventions to Reduce Hospitalizations from Nursing Homes: Evaluation of the INTERACT II Collaborative Quality Improvement Project," Journal of the American Geriatrics Society, April 2011.

Visiting Nurse Service New York Health Plans

Patient-Centered Care Teams for High-Cost Chronically III Medicare and Medicaid – Special Needs and Long Term Care

- Interdisciplinary teams; home and community care; transition care
- Care and assist with <u>navigating</u> complex health care systems
- Patient-centered: <u>targets</u> and customizes interventions
- Strong health information technology and EHR; Support team
- Positive results
 - Improved primary care access; high quality and patient ratings
 - Reduce hospital admissions, readmissions, ER use (17 to 27%)
 - Links primary, specialist and long term care
 - Patient and family preferences







Tele-Health and Electronic Communication: Access and Teams



- Veteran's Administration: serving 31,000 frail at home; aim to serve 92,000 by 2012
 - High patient-ratings; Link to care teams home visits
 - 40 percent reduction in "bed-days" (nursing home and hospital) by 2010 compared to start
- U. Tennessee Memphis: Remote specialist consultations with patients, local clinicians. Center serves 3 state region
 - Reduce heart failure admission and readmissions by 80%
 - "real-time" diabetic retinopathy (digital) report results
- Primary care to Specialist e-consultations and referral
 - Mayo, SF General, Group Health Puget Sound
- At the beginning of learning the potential as tool to innovate



Affordable Care Act: Strategic Policies to Build On

- Payment and Care Systems
 - Enhanced primary care and medical home
 - Medicaid "Health Home" for chronically ill
 - Bundled payment: hospital/subacute 30 days
 - Community based transition program: complex chronic
 - Accountable Care Organizations and Shared Savings
- Innovation Center and Pilots/Demonstrations
 - Chronic disease teams for high risk beneficiaries
 - Care systems for dually eligible and disabled
 - In-home care for high-need Medicare/Medicaid patients
 - Medicare authorized to join state initiatives
- Workforce, technical assistance; information exchange
- New "tool box" need to use strategically



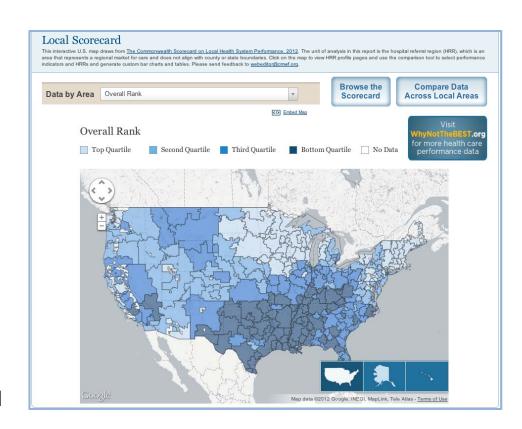
Opportunities for Foundations to Make a Difference

- Collaboratives to share and learn
 - Teams learn from each other
 - Workforce cross-training
 - Multi-community actions
- Diverse population: target areas
 - Mental health, disabled, frail, multiple chronic
 - Long term care, home and transitions, homebound
- Accountability: vulnerable due to health and income
 - Requires robust data-systems and benchmarks
 - Strong criteria for care systems eligible for new payment AND "exit" provisions if fail to perform
 - Patient and family voice



Further Reading and Resources

- The Performance Improvement Imperative...for Chronically III Patients, Commonwealth Fund 2012
- The Potential Savings from Enhanced Chronic Care Management Policies, Urban Institute, 2011
- Rising to the Challenge: Scorecard on Local Health System Performance, Commonwealth Fund, 2012
- Raising Expectations: State
 Scorecard on Long Term Services and Support, AARP/SCAN,
 Commonwealth Fund, 2011
- For case studies, ACA, and other information visit the Fund's website



For more information, visit the Fund's web site at www.commonwealthfund.org

