Presenter disclosure information

- Chandra Lingisetty
- Financial considerations for providing care to heart failure patients
- Financial Disclosure:

I have no financial interests or relationships to disclose

UNLABELED/UNAPPROVED USES DISCLOSURE

None to disclose



Financial considerations for providing care to heart failure patients

Dr. Chandra Lingisetty MD, MHCM, MBA Baptist Health, Little Rock, Arkansas



In Healthcare – Costs and Wastes matter!

Healthcare costs harm individual patients

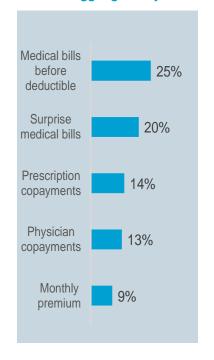
- Lack of money to pay for medical bills and prescriptions forces >50% adults to put off their medical care
- Medical costs force >700,000 Americans go bankrupt every year

Healthcare wastes harm the Nation

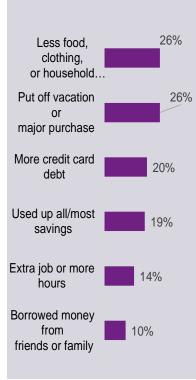
- 30% of healthcare \$ are wasted
- The wasted \$ could have been spent on domestic priorities (education, infrastructure, basic research, and other public goods)

Financial insecurity due to health care costs is widespread

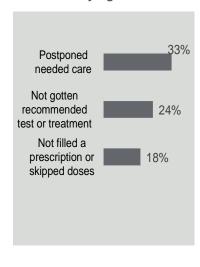




Sacrificing for Care



Delaying Care



Source: LA Times/KFF Nationwide Survey. 5/19 LINK

willistowerswatson.co

© 2019 Willis Towers Watson. All rights reserved. Proprietary and Confidential. For Willis Towers Watson and Willis Towers Watson client use only.

WillisTowers Watson In 1111111



Do we spend enough on healthcare in USA? Yes! A lot of Bucks, not a lot of Bang!

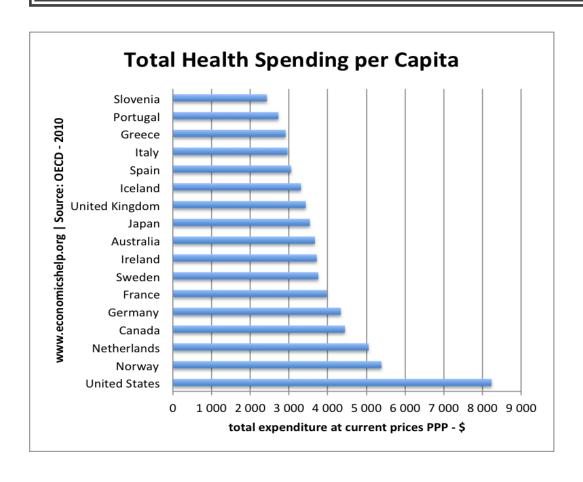
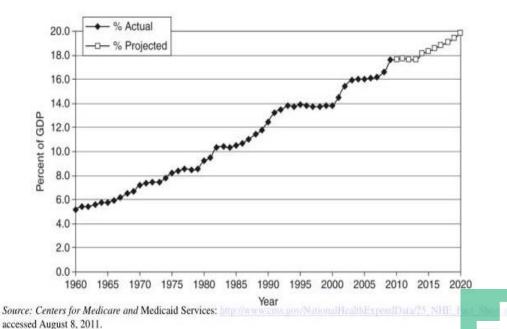
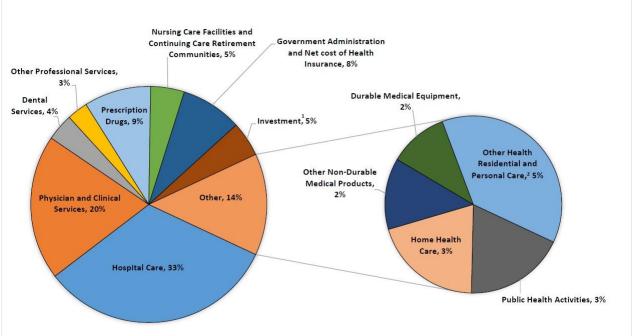


Figure 1-1 U.S. Health Expenditure Shares, 1960 – 2020



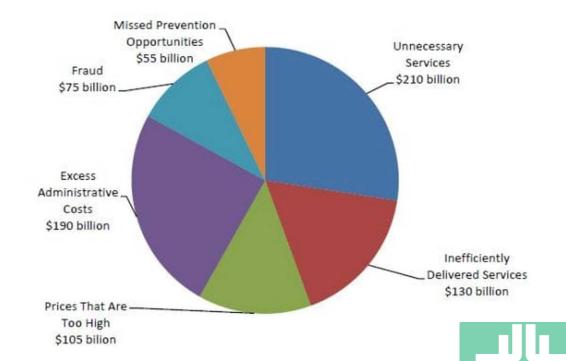
How do we spend it?

THE NATION'S HEALTH DOLLAR (\$3.6 TRILLION), CALENDAR YEAR 2018, WHERE IT WENT



¹ Includes Noncommercial Research and Structures and Equipment.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.



Source: 'Institute of Medicine 2009 report'

² Includes expenditures for residential care facilities, ambulance providers, medical care delivered in non-traditional settings (such as community centers, senior citizens centers, schools, and military field stations), and expenditures for Home and Community Waiver programs under Medicaid.

Note: Sum of pieces may not equal 100% due to rounding.

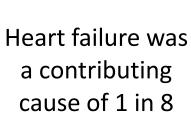
Heart failure burden?





About 6.5 million adults in the United States have heart failure (Data from NHANES 2013 to 2016)

And the number is going up..



deaths in 2017





In 2014

1 068 412 ED visits,

978 135

hospitalizations,

and

83 705 deaths with primary HF



In 2014

4 071 546 ED

visits,

3 370 856 hospitalizations,

and

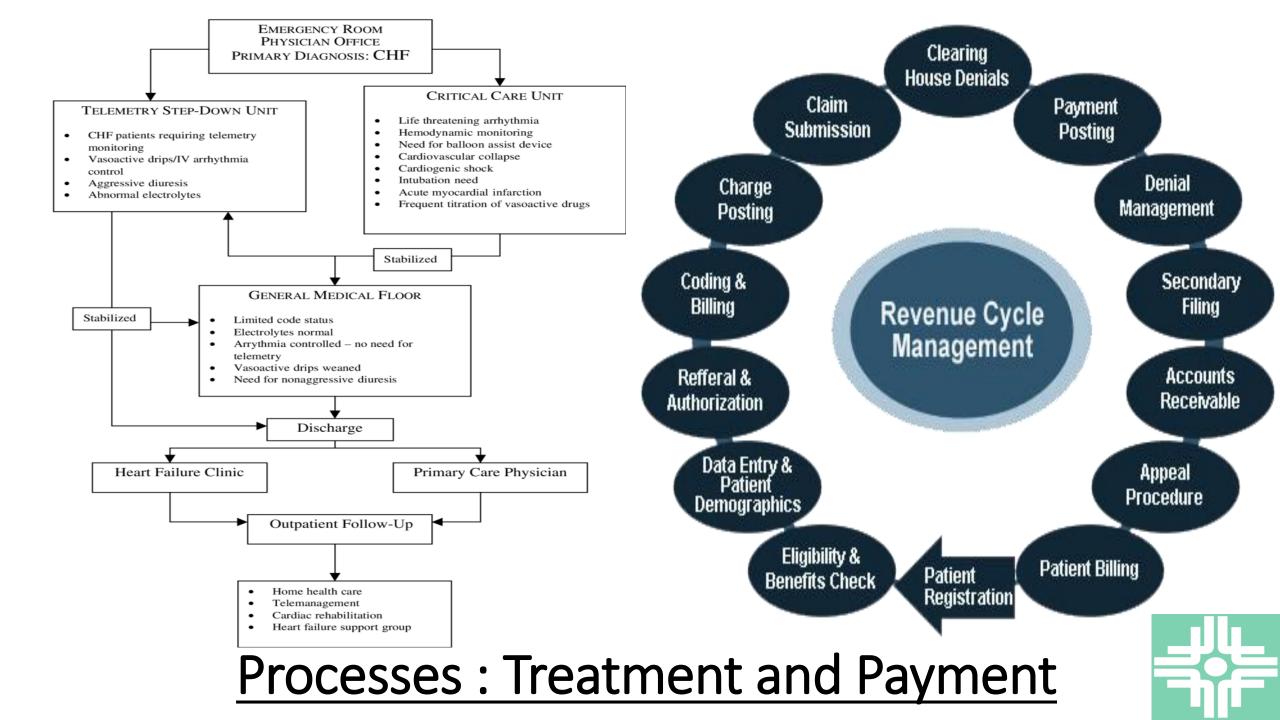
230 963 deaths with comorbid HF



Cost burden due to Heart Failure?

- Heart failure costs the nation an estimated \$30.7 billion in 2012. This total includes the cost of health care services, medicines to treat heart failure, and missed days of work.
- In the United States, heart failure consumes more Medicare dollars than any other diagnosis.
- Over two thirds was attributable to direct medical costs.
- For hospitalizations with primary HF, the estimated mean cost was \$11 552 in 2014, totaling an estimated \$11 billion.
- Projections suggest that by 2030, the total cost of HF will increase by 127%, to \$69.8 billion.
- (AHA data)









Source: WSJ

Heart Failure: Cost drivers and Key strategies

• Bimodal: Early and Late in lifetime of CHF



Hospitalizations

- 77% of lifetime costs –hospitalizations
- 43% room and board 32% procedures, lab testing, imaging
- Heart Failure exacerbations -:
- High acuity admits
- Resource intensive
- National, 4 years, multi payer, retro-study , 48,000 cases
- A 3-fold increase all cause total cost due to hospitalizations in advanced stages of heart failure, esp last 24 months of life.
- Higher risk- advanced in age, with CAD and untreated CHF



Readmissions

- 50% preventable
- High rate of readmissions among HF



- Patient factors:
- Male, COPD, DM (25% increase in lifetime cost, 53% inc in hospitalization risk), Anemia and Renal Failure
- Mortality: The 30-day and 1-year mortality rates after HF-related hospitalizations are 10% and 22%
- Because of the high mortality associated with HF, health care at the end of life must strike a balance between patients' preferred quality of life, prolonged survival, and appropriate resource use/cost burden.



Opportunities for improvement Aim for Triple Aim

CMS - CMMI - Care Improvement Initiatives

- For better coordinated, low cost, high quality care'
- ➤ Bundle payments initiative Advanced

Integrated Population Health Management

- ➤ Proactive approach
- ➤ Better coordinated care
- Leverage technology, data, predictive approach
- >Low cost
- ➤ High Quality

Reducing readmissions/Mortality

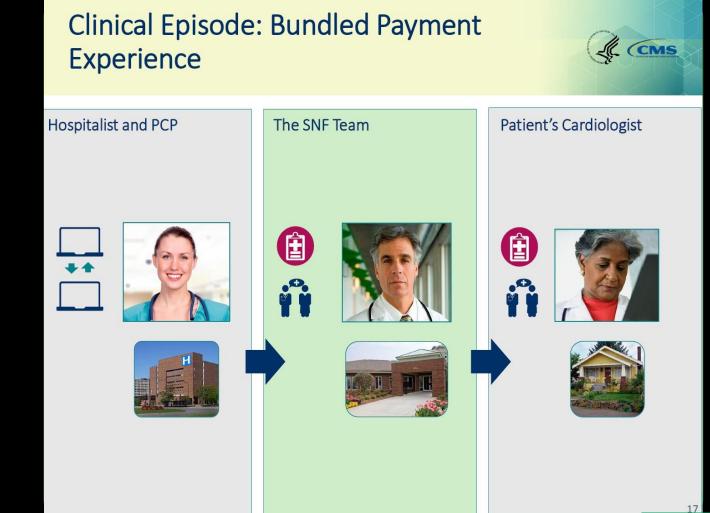
- > Reduced Cost burden
- ➤ High Quality
- ➤ Reduced Mortality



BPCI – Advanced – general info

- ➤ Available bundles include 33 inpatient clinical episodes and 4 outpatient clinical episodes starting in Y3,including AMI, HF and Stroke
- ➤ Single retrospective payment and risk track with a 90-day episode duration
- ➤ Target prices are set using an established formula and provided prior to each model year
- ➤ Participants bear financial risk for total cost of care for all Medicare FFS services and items provided during a clinical episode.
- ➤ Payment tied to performance on quality measures
- ➤ Claims for an inpatient stay (Anchor Stay) or an outpatient procedure (Anchor Procedure) at an acute care hospital trigger clinical episodes.

Source : CMS- CMMI)



BPCI - Advanced, Our experience at Baptist Health

Strategies for Success





Patient Education



Data and Dashboards



Care Navigation



Multidisciplinary Steering Committees



Changing or Standardizing Care Protocols



Post-Acute Care Preferred Provider Networks

BPCI-Advanced Model at Baptist: A Quick Fact Sheet

What? is Bundle Payments for Care
Improvement – Advanced?

'A new voluntary bundled payment model that ties both physician and hospital payments to the quality and cost of services provided under a clinical episode "bundle" for a period of 90 days' BPCI-A at Bapstist Health
Since Oct 1, 2018 - To date

NLR - CHF, Cardiac Arrhythmia, THR/TKR, Hip/Femur fractures

LR - Cardiac Arrhythmia, THR/TKR, Hip/Femur fractures

Who?

Baptist (with management by BHPP) has taken "responsibility" for coordinating high quality, efficient healthcare.

What? have we implemented?

- Identification of Bundle patients within 24hrs of Admission
- Education and routine communication with hospital care managers
- o Proper selection of post-acute care level
- o High expectations of post-acute facilities
- Utilization of <u>CareMosaic</u> patient tracker to monitor and manage performance

What? do MD's need to do?

Direct special attention to opportunities in reducing the spending on Post-acute care, Readmissions, ED utilization, PT, Rehabilitation, and Advanced imaging.

Streamlined and Coordinated Care Episodes

Better patient experience

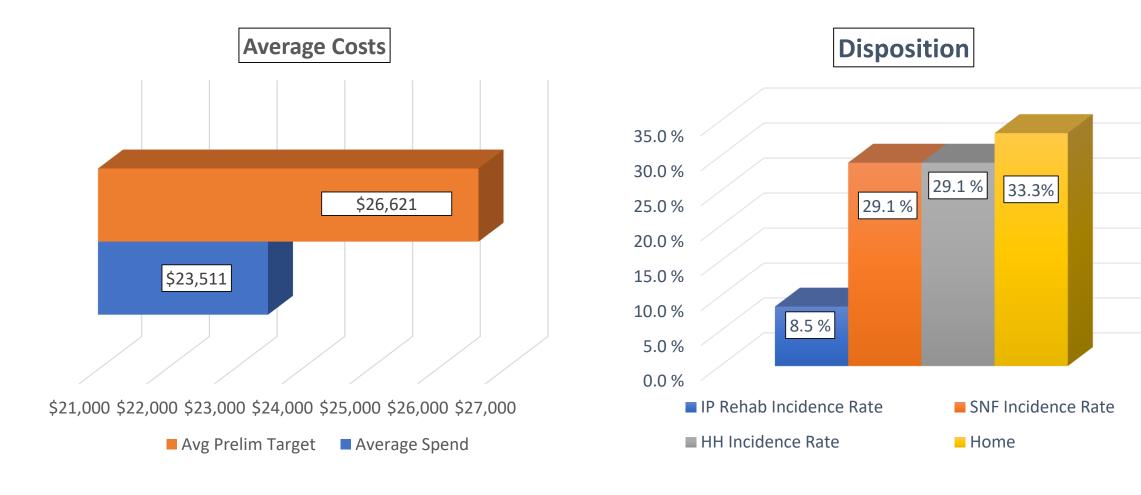
Decrease costs

Improve outcomes

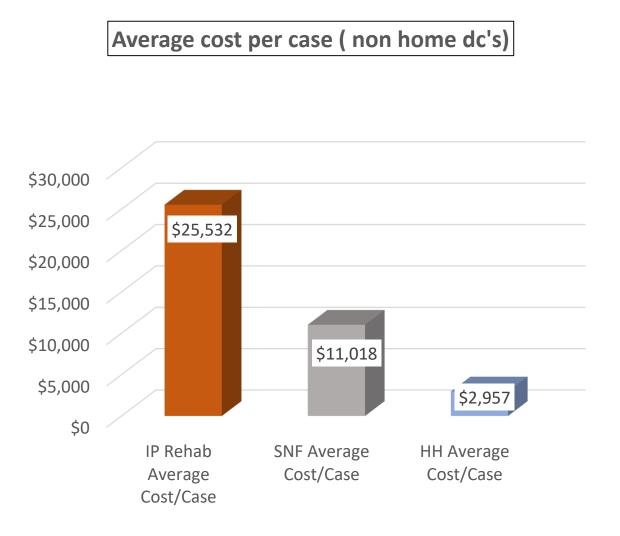
Potential financial incentives and Advanced
Payment Model benefits to MD's

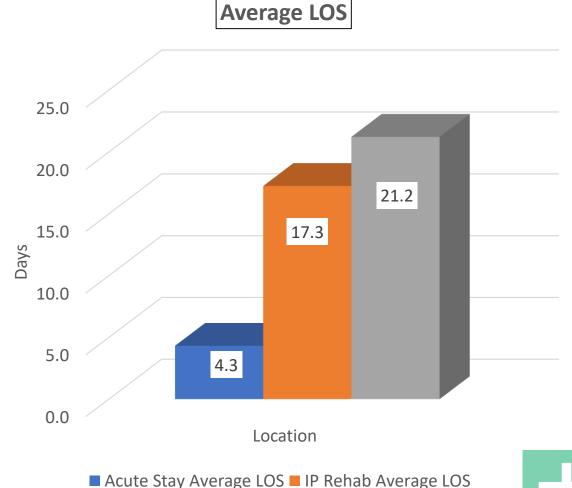
BPCI – A 'Heart Failure bundle ' at Baptist Health

- 12 months data, Successful implementation with positive results
- Average spend lower than target
- High quality care continuum Patient centered



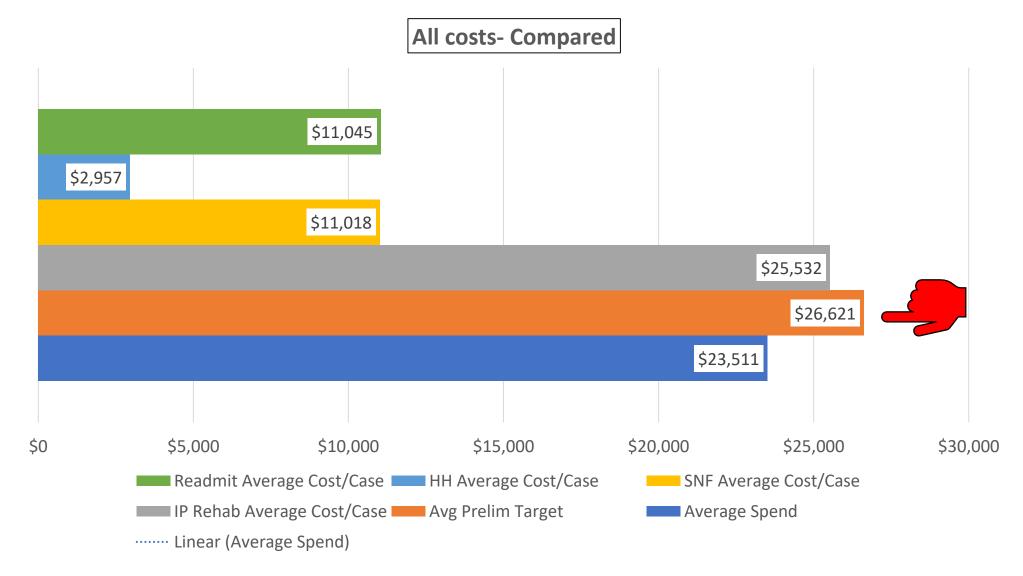
BPCI – A 'Heart Failure bundle ' at Baptist Health – Our experience





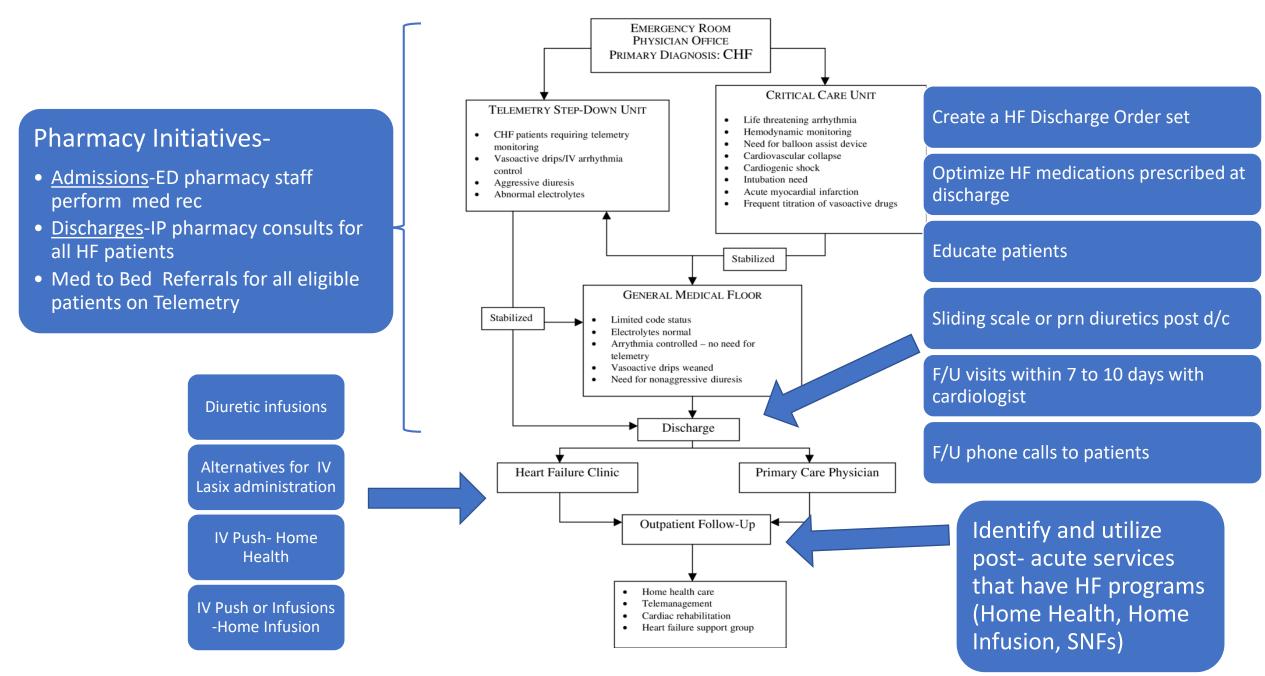
■ SNF Average LOS

BPCI – A 'Heart Failure bundle ' at Baptist Health – Our experience

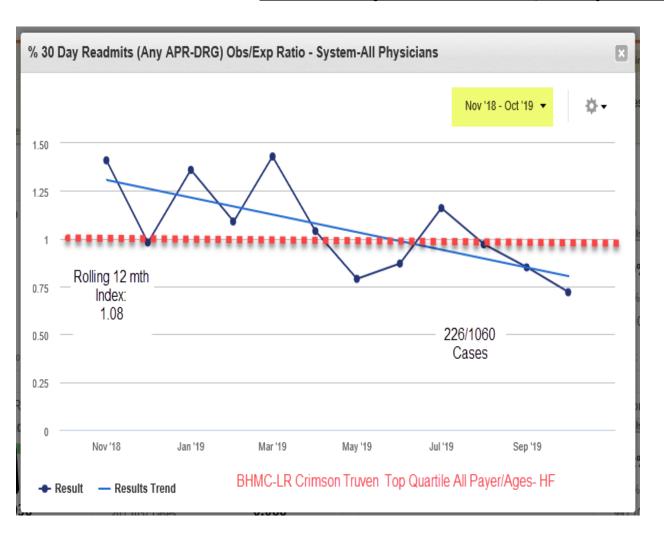


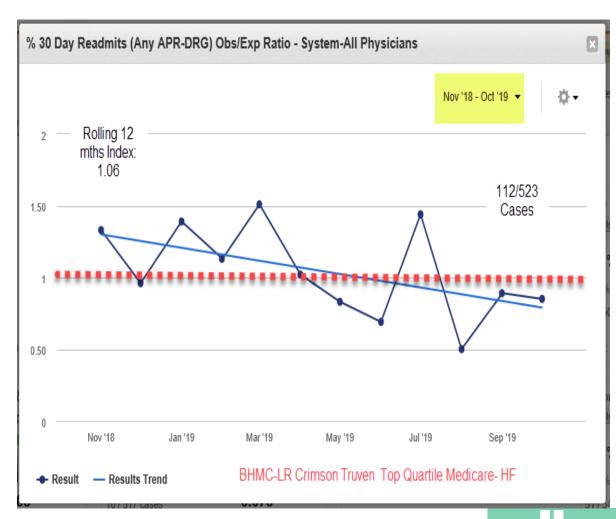


Heart Failure Task Force for Reducing Readmissions at Baptist Health

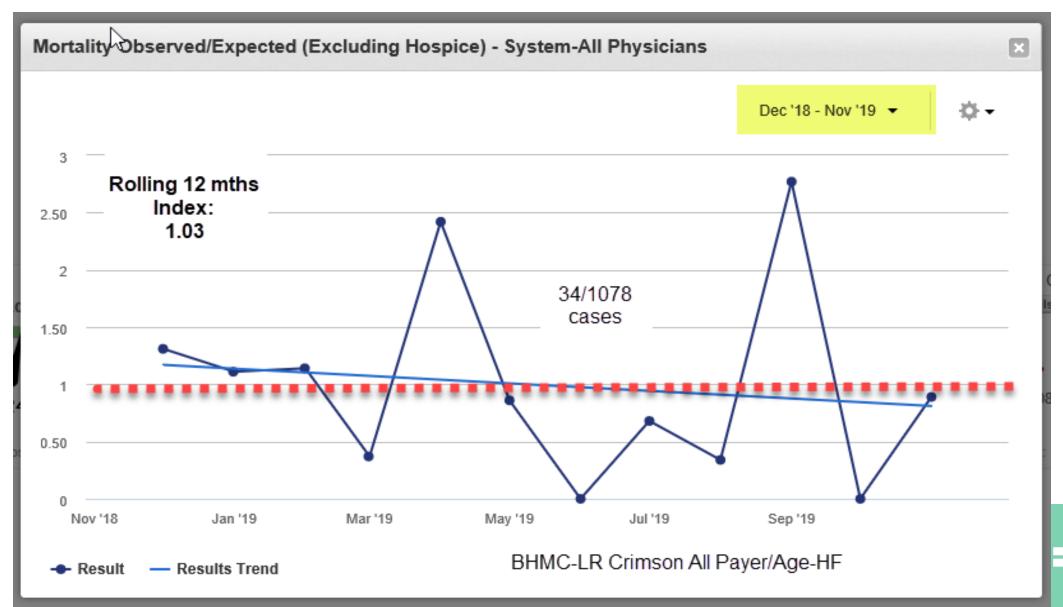


Reducing Readmissions in 'Heart Failure patients 'at Baptist Health — Our experience (Improved 30 day re-admits)





Heart Failure Task Force for Improving quality of care at Baptist Health (Mortality improved)



References:

- 1. Benjamin EJ, Muntner P, Alonso A, Bittencourt MS, Callaway CW, Carson AP, et al. Heart disease and stroke statistics—2019 update: a report from the American Heart Association. Circulation. 2019;139(10):e56–528
- 2. Jackson SL, Tong X, King RJ, Loustalot F, Hong Y, Ritchey MD. National Burden of Heart Failure Events in the United States, 2006 to 2014. Circ Heart Fail. 2018, Dec;11(12):e004873. doi: 10.1161/CIRCHEARTFAILURE.117.004873.
- 3.Loehr LR, Rosamond WD, Chang PP, Folsom AR, Chambless LE. Heart failure incidence and survival (from the Atherosclerosis Risk in Communities study). Am J Cardiol. 2008;101(7):1016-22.
- 4. Obi EN, Swindle JP, Turner SJ, Russo PA, Altan A. Health Care Costs for Patients with Heart Failure Escalate Nearly 3-Fold in Final Months of Life. J Manag Care Spec Pharm. 2016 Dec;22(12):1446-1456.
- Various online data sources from CMS, DOH, Kaiser foundation, AHA, ACC, AAHF
- Project information graciously provided and approved by the competent authorities at Baptist Health, for discussion and review only.



Questions?

Thank you

