MHDC: "A Massachusetts Vision for Improving Care Transitions" What are Health Plans Doing to Improve Members' Care Experiences?

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Safer Health Care is the Key to Unlocking Savings: Part One

- According to a recent New England Journal of Medicine article, one-fifth of all Medicare patients discharged from the hospital are re-admitted within 30 days, and one-third within 90 days
- Hospital readmissions among fee-forservice beneficiaries cost Medicare \$17.4 billion in 2004



Source: *Rehospitalizations among Patients in the Medicare Fee-for-Service Program*, NEJM, 360;14, April 2, 2009

Safer Health Care is the Key to Unlocking Savings: Part Two

- According to the Commonwealth Fund's State Scorecard, Massachusetts ranked 41st among the 50 states in hospital readmissions
- If Massachusetts were to improve its performance to the level of the best-performing state (Vermont), 5,748 fewer hospital readmissions would occur among Medicare beneficiaries, resulting in a savings of \$73 million from the reduction in re-admissions for the population over the age of 65



Source: Aiming Higher: Results from a State Scorecard on Health System Performance, The Commonwealth Fund Commission on a High Performance Health System, June 2007

Health Plans in MA

The country's best health plans

- Consistently set the standard for quality care
- Centered on the patient
- Emphasis on health and wellness to improve members' care experiences and health outcomes





What are Health Plans Doing to Reduce Readmissions?

- Care management programs aim to improve quality and outcomes for patients, as well as save money
- Heart failure is leading cause of hospitalization among the elderly
- A study from the Commonwealth Fund and published in *Health Affairs* in January 2009, found that "chronic care management programs that employ multidisciplinary teams and in-person communication lead to fewer readmissions for heart failure patients"



Source: *What Works in Chronic Care Management: The Case of Heart Failure*, Health Affairs, January/February 2009 28(1): 179-89)

What are Health Plans Doing to Reduce Readmissions? (Cont.)

- Program patients had 25% fewer readmissions and 30% fewer readmissions days than patients receiving routine care
- Based on national estimates of hospitalization and readmission rates for patients with heart failure, study authors estimate that a 3% reduction in readmissions per month could result in 14,700 to 29,140 fewer hospital stays annually



Source: What Works in Chronic Care Management: The Case of Heart Failure, Health Affairs, January/February 2009 28(1): 179-89

What Can We Do To Improve Care Transitions?

- Promote increased collaboration between health care professionals
- Invest in technology and systems to support evidence-based care
- More consumer engagement
- Expansion of chronic disease management programs

Payment systems that reward excellence and align incentives



Questions and Answers

