

## "Why Should We Pay You to Do That?"

Demonstrating the Value of Medical Respite Care

Brandon Clark, MBA, FACHE CEO, Circle the City, Phoenix, AZ

#### Respite pioneers are often met with skepticism...



You're going to do what?

That will just attract more homeless people!



It's not our job to fix everything for our patients.



There are no codes for that service...



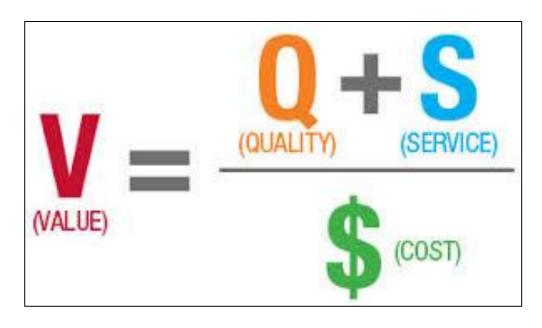
Sssso you think you can actually ssssave me money?

You just want more money for your homeless charity...

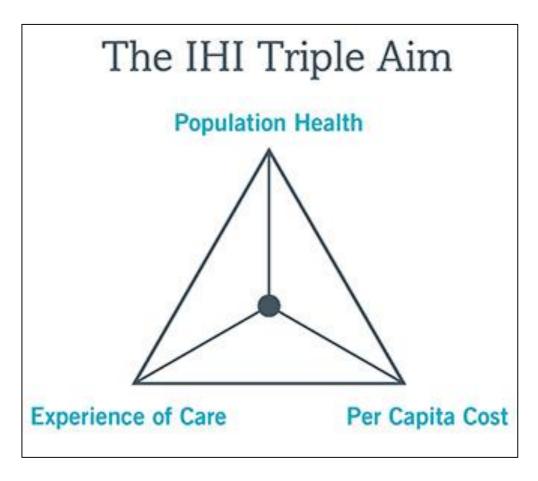


## Defining and Articulating Value

#### What is Value in Healthcare?



Source: uofuhealth.utah.edu

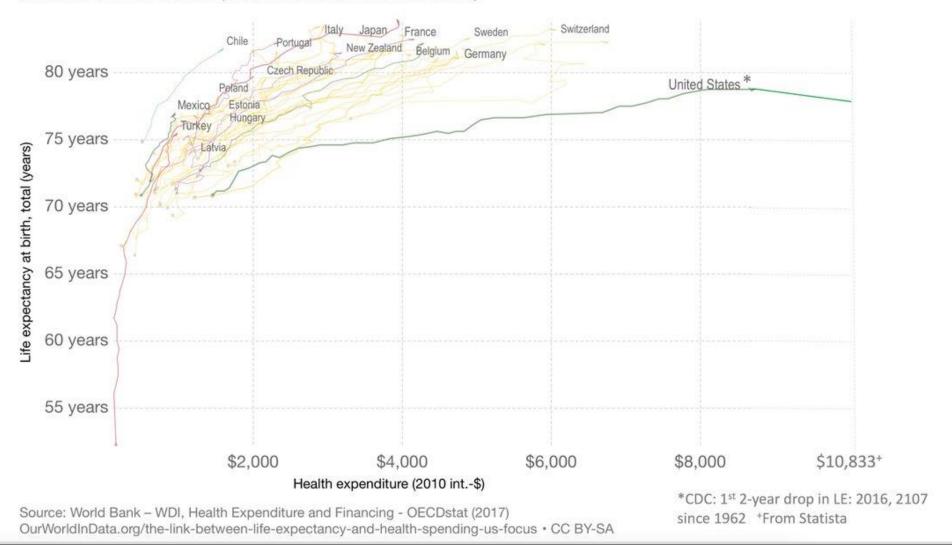


Source: IHI.org



#### Life expectancy vs. health expenditure, 1970 to 2017

Health financing is reported as the annual per capita health expenditure and is adjusted for inflation and price level differences between countries (measured in 2010 international dollars).



10,806 views | Apr 9, 2018, 11:58am

#### U.S. Health Outcomes Compared to Other Countries Are Misleading



Gary Price, MD, and Tim Norbeck Contributor (i) Policy

Recent research, including an insightful book by Dr. Buz Cooper, all suggest that poverty and other social determinants have a significant impact on our health and healthcare costs. Unfortunately, the U.S. poverty rate is <u>higher than the other countries</u> at 12.7 percent of the population.

• • • •

We must continue to strive to improve our health statistics and the general health of our people. To that end, more attention must be spent in addressing the social determinants which currently compromise the health of too many and result in higher healthcare costs. These determinants, such as poverty, poor housing, job and income status and socioeconomic characteristics (such as education) are relevant in every respect.

#### How Does Medical Respite Impact the Triple Aim?

#### **Experience of Care**

 Patient experience improves when care models reflect unique needs of patients;

 Healthier patients are predisposed to higher patient satisfaction;

 Avoid perception (or reality) of homeless dumping.



- Improved transitions of care = better continuity;
- Enhanced access to follow-up and specialty care;
- Medication reconciliation, assistance, compliance;
- Structured environment to close gaps in care;
- Opportunities for care integration MH, SA, etc.

#### **Per Capita Cost**

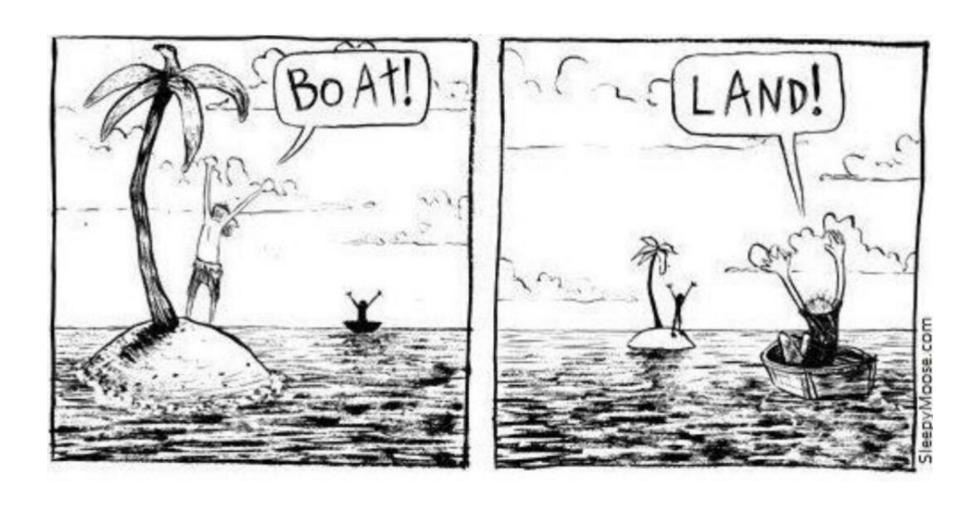
- Monitored setting = reduced recidivism;
- Safe environment to teach healthier utilization behaviors;
- Curb need for future ED, crisis spend;
- Address social determinant issues that drive unnecessary costs.

#### How Can We Measure and Communicate Value?

VALUE GOAL	EXAMPLE METRIC
Population Health	
Improved transitions of care	• Hospital readmit rates, % of pts with PCP visit in past 12 mos
Enhanced access to follow-up and specialty care	Compliance % with PCP or specialty visit post-DC
Medication reconciliation, assistance, compliance	Compliance with medications ordered at hospital DC
Structured environment to close gaps in care	Any relevant HEDIS, UDS, Healthy People 2020 metrics
Opportunities for care integration	Successful connectivity rate to mental health services
Per Capita Cost	
Reduced recidivism	Hospital readmit rates as compared to non-respite pts
Safe environment to teach healthier utilization behaviors	<ul> <li>Pre vs post IP utilization and/or total cost of care</li> </ul>
Curb need for future ED, crisis spend	Pre vs post respite ED utilization
Address social determinant issues	Structured data on social determinant needs and outcomes
Experience of Care	
Experience improves when unique needs are addressed	• Patient satisfaction scores (HCAHPS, CG-CAHPS, etc.)
Avoid perception (or reality) of homeless dumping	PR incidents or negative press events

## Considering Value Perspectives

#### Perspective is Important When Communicating Value



#### \*\*Disclaimers\*\*

# PARENTAL ADVISORY

Immature Content

May be offensive to those without a sense of humor

Humor is the truth; wit is an exaggeration of the truth.

Stan Laurel



#### Value Perspectives: The Hospital

Length of stay

Readmission and quality incentives

Culture of burnout due to challenging patients

Losing money on every single Medicaid case

Unsustainability of becoming known as the "charity care hospital"

The cost of diverting high-margin volume to our competitors while homeless people fill our beds



#### Value Perspectives: The Health Plan

Network adequacy

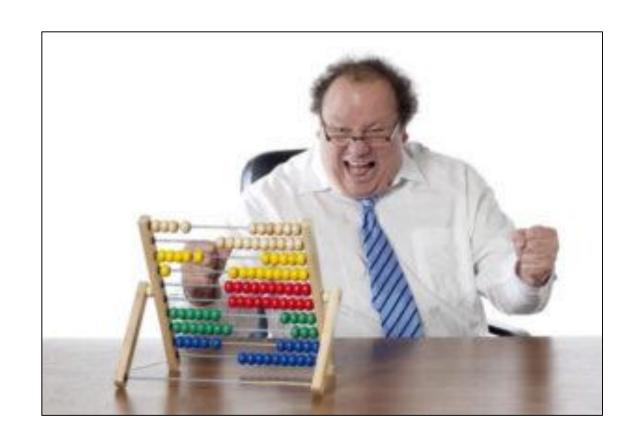
Transitions of care

Quality metrics and population health

Bending the cost curve (Top 10% account for 50% of spend)

Member satisfaction and community relations (Get more business.)

Compliance (Don't lose the business we've got.)



#### Value Perspectives: Medical Respite Providers

Wait, how do we fund this?

**Social Justice** 

**Changing Lives** 

**Ending Homelessness** 

The Movement

The Mission



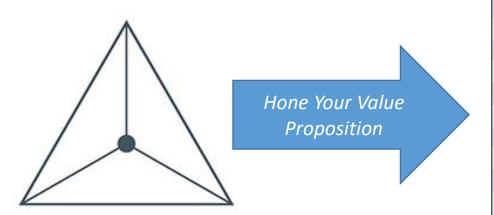
## How Can We Speak Each Other's Language?





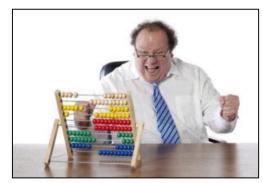


#### A Communications Framework

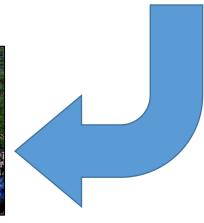


V	ALUE GOAL	PC	OTENTIAL MEASURE
Po	pulation Health		
•	Improved transitions of care	•	Hospital readmit rates, % of pts with PCP visit in past 12 mos
•	Enhanced access to follow-up and specialty care	•	Compliance rate with specialty referrals 30 days post DC
•	Medication reconciliation, assistance, compliance	•	Compliance with medications ordered at hospital DC
•	Structured environment to close gaps in care	•	Any relevant HEDIS, UDS, Healthy People 2020 metrics
•	Opportunities for care integration	•	Successful follow-up rate to mental health services
Pe	er Capita Cost		
•	Reduced recidivism	•	Hospital readmit rates as compared to non-respite pts
•	Safe environment to teach healthier utilization behaviors	•	Pre vs post IP utilization and/or total cost of care
•	Curb need for future ED, crisis spend	•	Pre vs post respite ED utilization
•	Address social determinant issues	•	Structured data on social determinant needs and outcomes
E	perience of Care		
•	Experience improves when unique needs are addressed	•	Patient satisfaction scores (HCAHPS, CG-CAHPS, etc.)
•	Avoid perception (or reality) of homeless dumping	•	PR incidents or negative press events





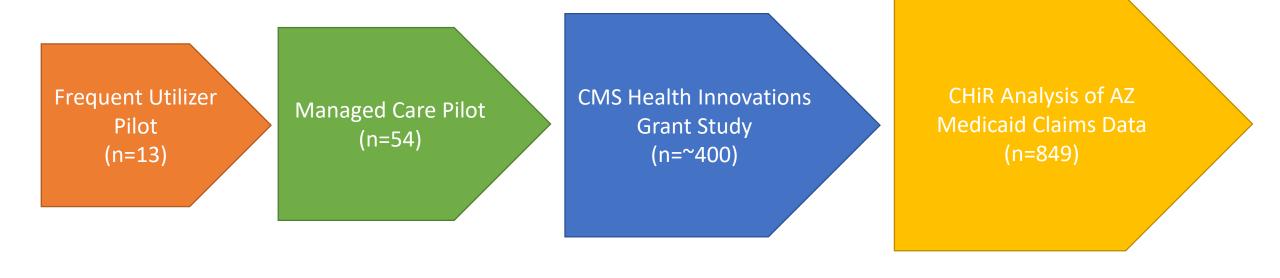




Translate for your intended audience

## Demonstrating and Measuring Value

## Measuring Value – Data Sources



2013 2015 2015-2017 2018

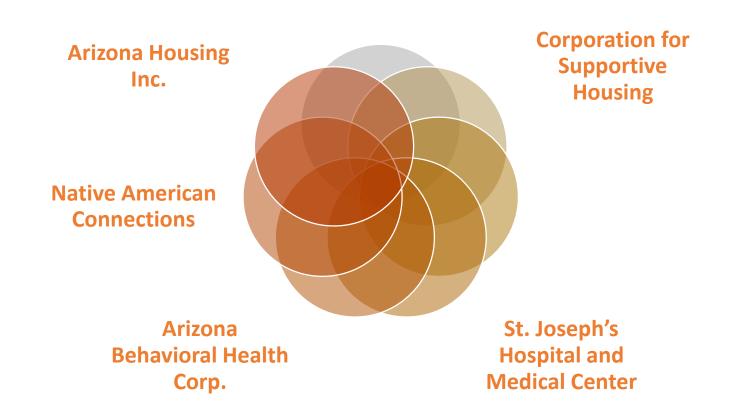
## Frequent Users of Services Engagement (FUSE) Pilot

## The FUSE Hypothesis

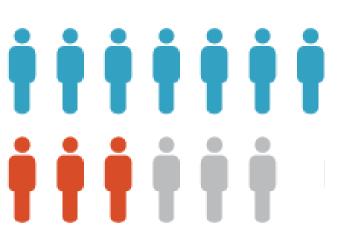
- Local health providers recognized subset of homeless population utilizing disproportionate share of hospital/emergency care services.
- Target population difficult to engage and may not be captured in coordinated entry process.
- Can supportive housing, access to healthcare and coordinated navigation bend the cost curve of previously homeless high utilizers?

#### **FUSE Provider Continuum**

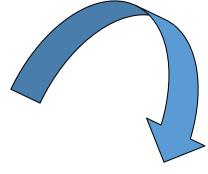




#### Pilot Framework



13x homeless, high-cost, high utilizers



- 1. Identification
- 2. Engagement
- 3. Assessment/Stabilization
- 4. Success in Housing
- 5. Outcomes

#### **FUSE I Systems Outcomes**





- Housing Retention
  - 93%
- ER Utilization
  - 73.8% reduction in ER visits
  - 74.7% reduction in ER costs
- Hospital Inpatient
  - 47.2% reduction in-patient days
  - 36.6% reduction in-patient costs
- Jail
- 100% reduction in jail days

#### Communicating Value: Per-Capita Cost

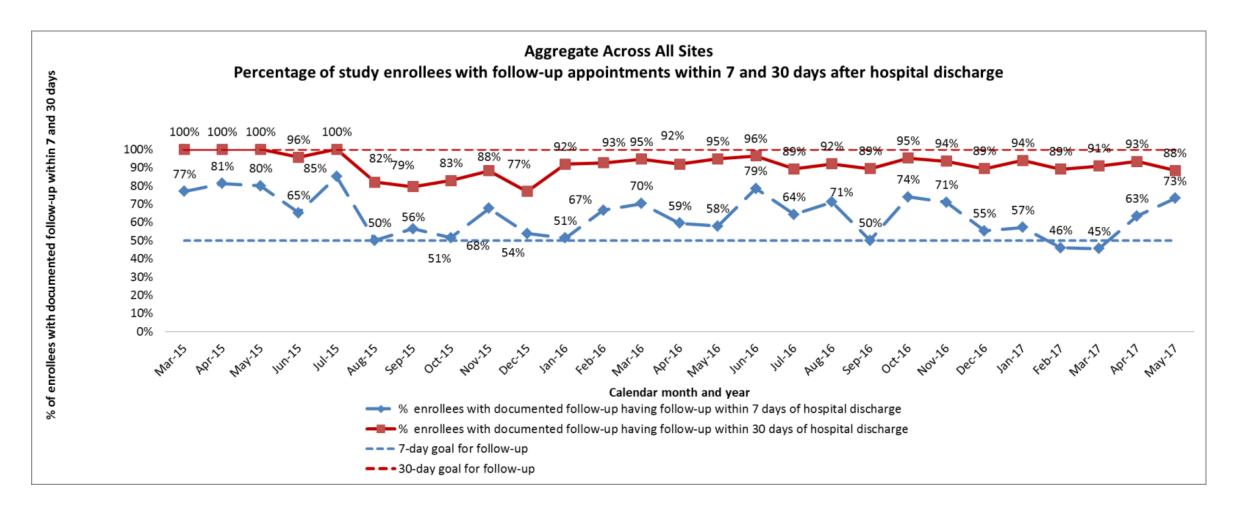
Managed Care Partnerships, Sept. 2015

- Circle the City: Resulted in the most favorable improvement in increased quality measures/outcomes and reduced costs
  - √ 54 members accepted into program (July 2014 July 2015)
  - √ 72% reduction in total costs after referral to Circle the City, net of the program cost
  - √ 77% reduction in IP costs
  - √ 36% reduction in ER costs
  - √ 12% reduction in Office costs
  - √ 6% increase in Rx costs

#### Demonstrating Value: Practical Examples

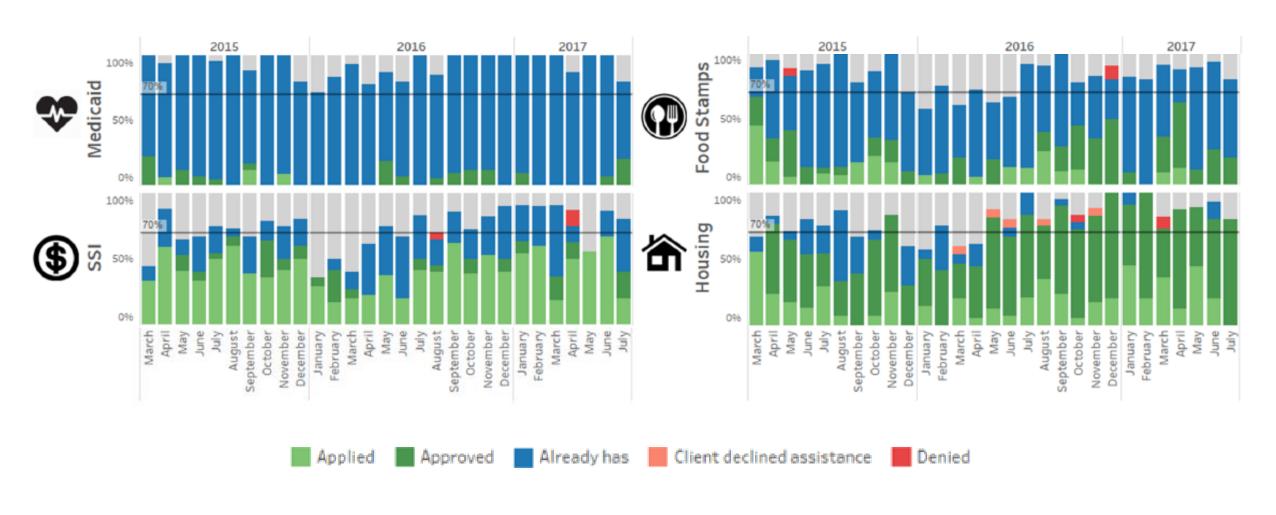
Population Health

## Communicating Value: Population Health



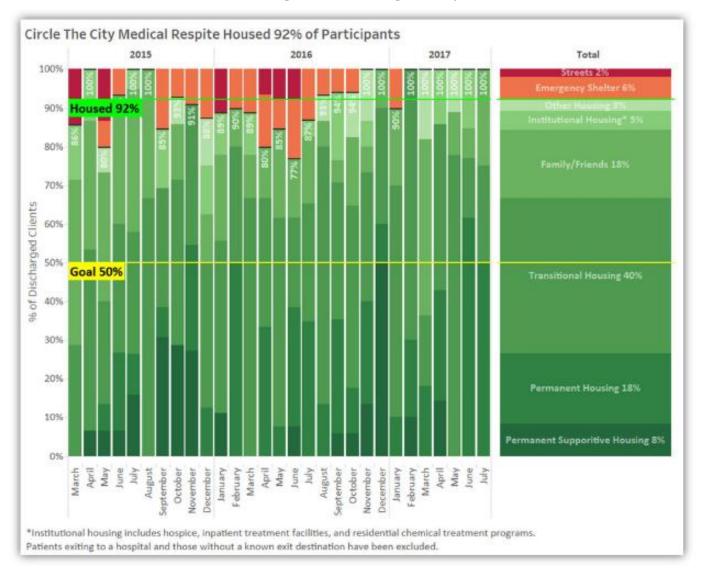
## Communicating Value: Population Health

Addressing the Social Determinants of Health



### Communicating Value: Population Health

Addressing Housing Disparities

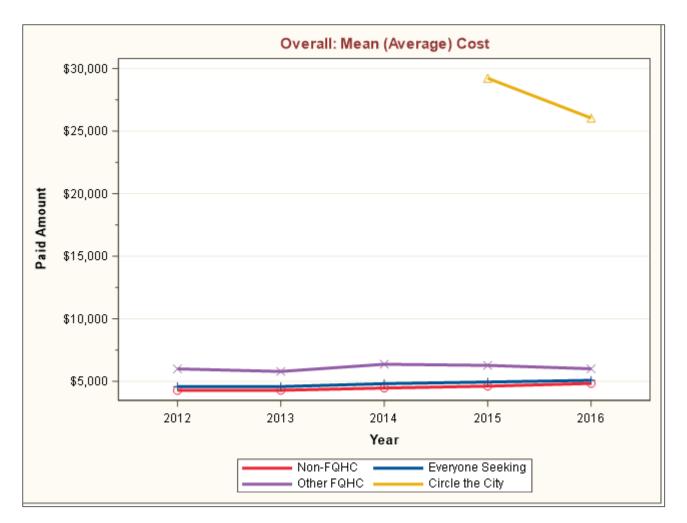


#### Demonstrating Value: Practical Examples

Per-Capita Cost

## Communicating Value: Per-Capita Cost

(Subtitle: People Experiencing Homelessness Cost a Lot...)

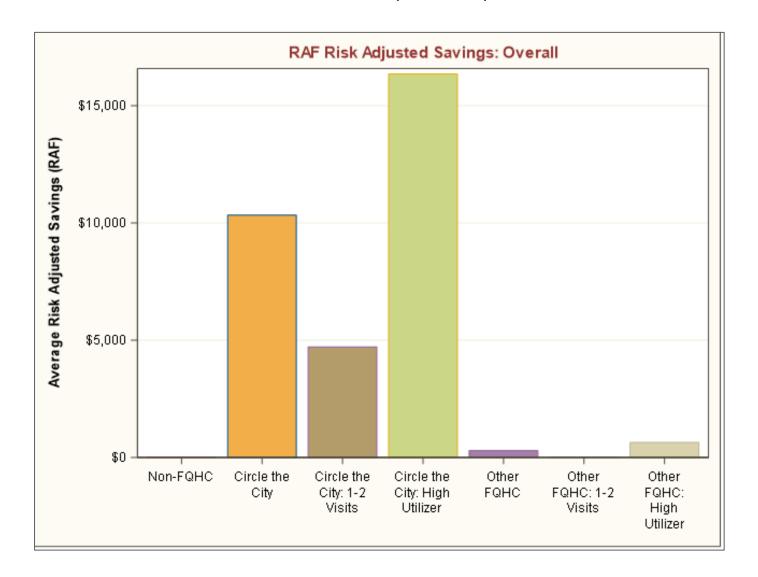


					7		
	2015			2016			
FQHC Cost Study	Median (Midpoint)	Mean (Average)	Num Patients	Median (Midpoint)	Mean (Average)	Num Patients	
Circle the City: Overall	\$12,270	\$29,225	89	\$11,488	\$26,043	849	
Circle the City: 1-2 Visits	\$4,495	\$10,573	49	\$5,884	\$15,430	439	
Circle the City: High Utilizers	\$45,853	\$52,072	40	\$23,321	\$37,407	410	
Other FQHC: Overall	\$2,039	\$6,271	193,739	\$1,949	\$5,999	224,198	
Other FQHC: 1-2 Visits	\$1,191	\$4,227	109,678	\$1,104	\$4,008	124,228	
Other FQHC: High Utilizers	\$3,650	\$8,939	84,061	\$3,479	\$8,475	99,970	
Non-FQHC: Received Care	\$1,199	\$4,612	788,008	\$1,195	\$4,824	894,234	
Everyone Seeking Care	\$1,361	\$4,941	981,836	\$1,348	\$5,075	1,119,281	

Credit: Gevork Harootunian



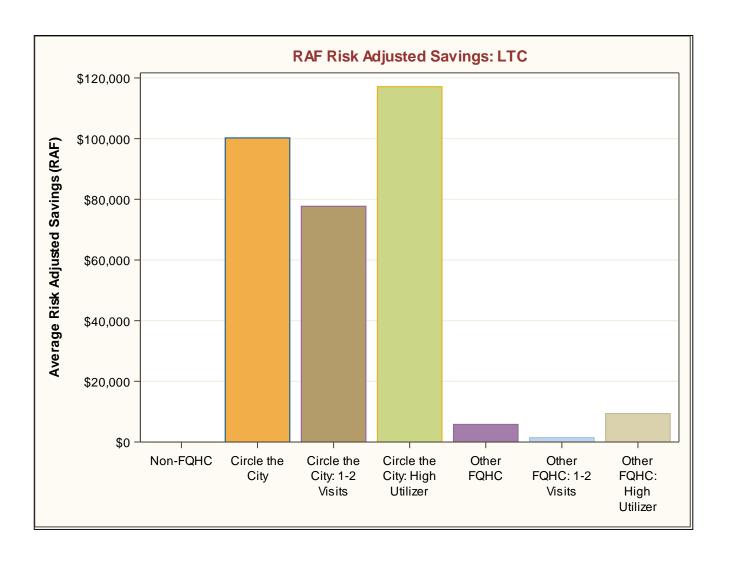
# Communicating Value: Per-Capita Cost (n=849)



Credit: Gevork Harootunian



# Communicating Value: Per-Capita Cost (n=7)



Credit: Gevork Harootunian



#### Communicating Value: Per-Capita Cost

	Pre-respite	Post-respite	5 L .:	
	program	program	Reduction	T value
Number admission per enrollee per month	0.169	0.074	56.3%	5.67***
Length of stay per enrollee per month	2.628	0.809	69.2%	5.46***
Medicaid payment per enrollee per month	\$1,939	\$719	62.9%	4.97***
Medicare payment per enrollee per month	\$166	\$46	72.1%	1.75
Combined Medicaid and Medicare per enrollee per month	\$2,105	\$765	63.6%	5.40***

Inpatient cost and utilization

Emergency cost and utilization

Note: Phoenix site started enrolling patients on March 1, 2015

	Pre-respite program	Post-respite program	Reduction	T value
Number ED visit per enrollee per month	0.291	0.100	65.7%	6.47***
Medicaid payment per enrollee per month	\$201	\$93	53.7%	3.74**
Medicare payment per enrollee per month Combined Medicaid and Medicare per enrollee	\$43	\$7	84.0%	1.73
per month	\$244	\$100	59.1%	3.96***

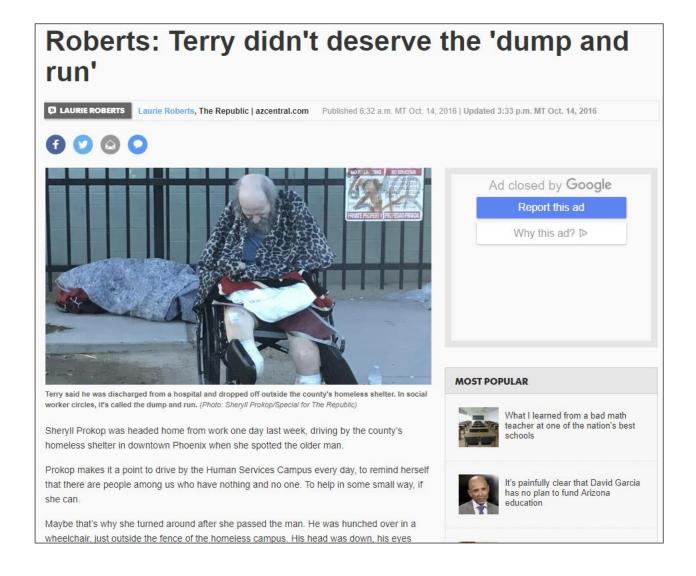
Note: Phoenix site started enrolling patients on March 1, 2015

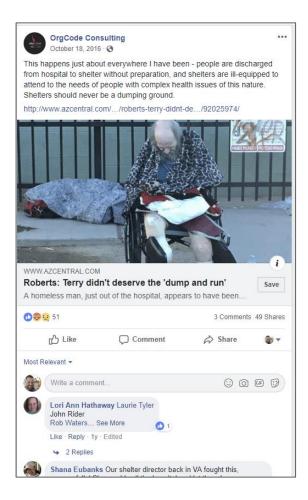
Credit: National Healthcare for the Homeless Council, CMS HCIA II Final Report, Grant 1C1CMS331336

#### Demonstrating Value: Practical Examples

Patient Experience

## Communicating Value: Patient Experience





## Communicating Value: Patient Experience

