Disease Management Innovation: Employer Direct Contracting

> Andrew Webber, President & CEO National Business Coalition on Health

> The Disease Management Colloquium Jefferson Medical College June 28, 2004

Presentation Outline

NBCH Introduction
Value Based Purchasing: Still the Path Forward
Setting Employer Expectations: the NBCH eValue8 Tool



National Business Coalition on Health

- National, non-profit, membership organization of employer-based health coalitions
 - 80 coalition members

 National network of 7,000 individual employer members representing 25 million covered lives



National Business Coalition on Health

 Vision – Establishment of a valuebased health care market in every community

 Mission – To provide superior membership service and build the capacity of members to advance value based purchasing



Value Based Purchasing: the Necessary Ingredients

- Performance measurement
- Data collection and public reporting
- Pay for performance
- Consumer engagement

Accelerating the Pace to:

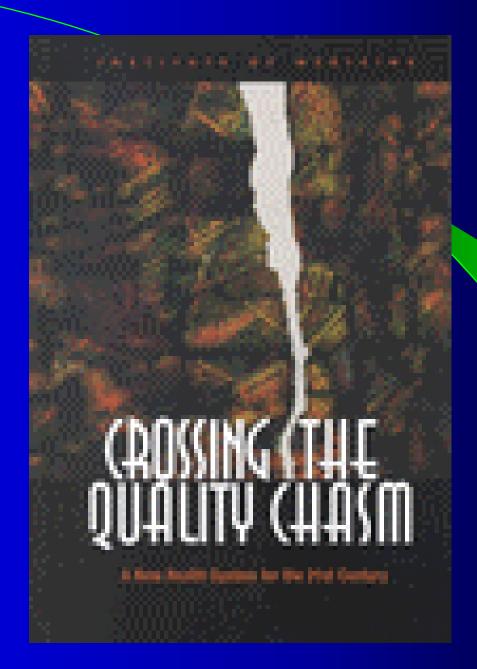
- Health Care System Reengineering
- With Quality Up and Costs Down



"Imagine"

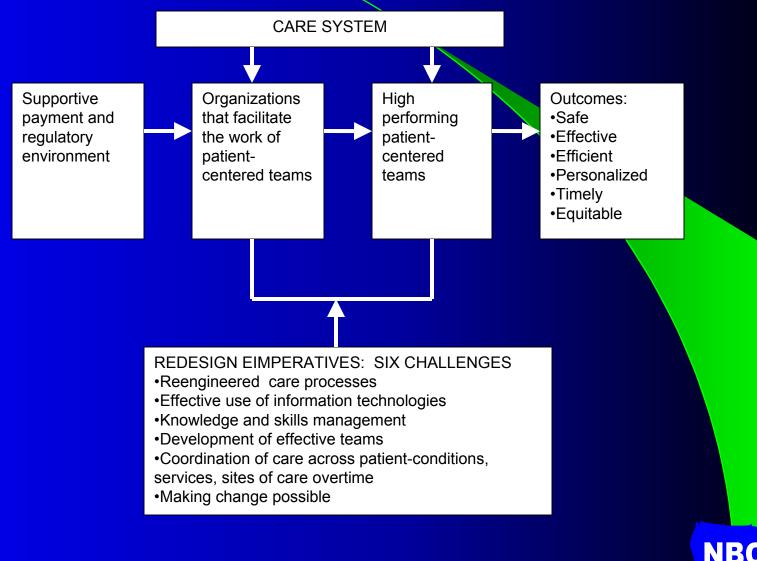
John Lennon







IOM Strategy for Reinventing the Health Care System



NBCH Value-Based Purchasing Initiatives

Leapfrog Partnership Bridges to Excellence •College for Advanced Health Benefits eValue8

eValue8

- Standardized, web-based, Request for Information for health plans
- 90 plans and a dozen coalitions participating
- Assessing health plan contribution to population care management, patient safety, identifying and rewarding provider performance, consumer engagement
- Expanding to PBM and Disease Management Vendor RFPs

eValue8 Process Building Blocks

Continuous Quality Improvement

- Community Collaborations
- Purchaser/Plan dialogue

Feedback of Performance Results

- Purchasers and Health Plans
- Can Incorporate Site Visit
- National Database Created
- Plan Benchmarks
- Strengths and Opportunities Report

Scoring: Tool and Process

- Reflects Performance Expectations
- Includes Verification of Responses

IE-Engine Web based Request for Information (RFI) Released and Responses Submitted by Health Plans

NBCH Coalitions and Purchasers Define Performance Expectations

eValue8 2003/2004 Accomplishments

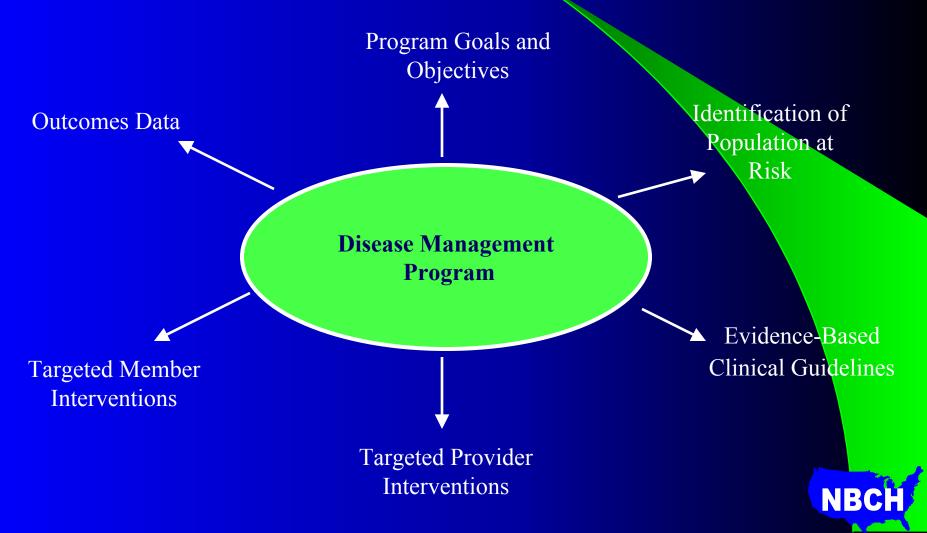
- Over 14 coalitions with over 8 national purchasers participated in 2003 and 2004
- Over 85 health plans submitted responses at the request of NBCH members
- Largest user's meeting ever in July...over 75 attendees
- NBCH board support for eValue8 as the "flagship" value-based purchasing product
- CDC and SAMHSA continued funding and support for eValue8 expansion and development



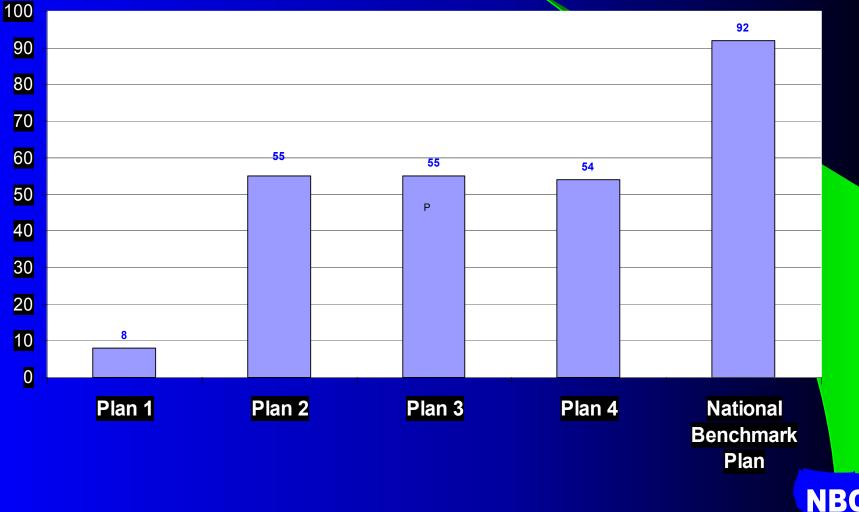
Key Areas Addressed in the 2004 Evaluation Process

- Plan Profile: Accreditation, Health Disparities
- Disease Prevention and Management
 - Asthma, Diabetes, Cardiovascular, Depression
- Alcohol Screening
- Colorectal Cancer Screening
- Patient Safety/Medical Error Prevention
- Pharmacy Management
- Administration and Services
- Provider Management
- Internet Capabilities (theme throughout)

Disease Management Foundation: The Chronic Disease Model



Diabetes Prevention and Treatment



Diabetes Prevention and Treatment: Key Strengths and Opportunities

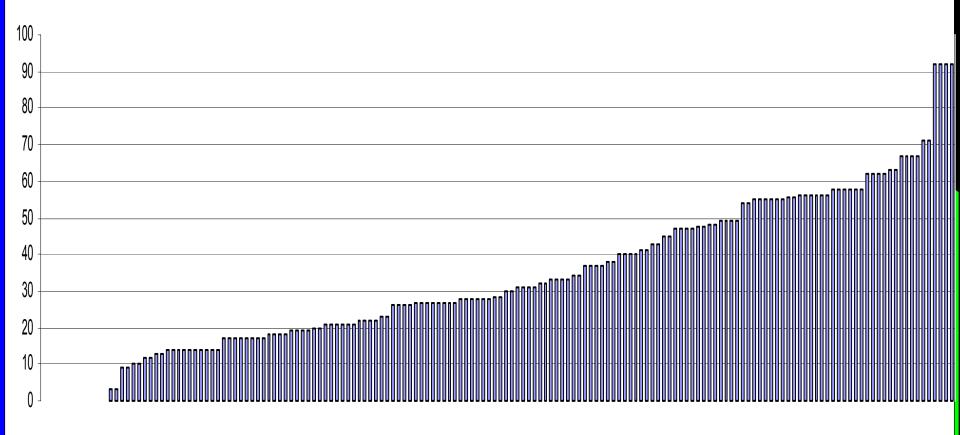
Strengths

- Evidence-Based
 Clinical Guidelines
- Mechanisms to
 Identify Members and
 Stratify Based on Risk
- Member Interventions and Support
- Program Registry

- Opportunities
 - Primary Prevention Activities
 - Improvement in HEDIS Measures
 - Tracking of Other
 Measures of
 Program
 Performance
 - Measure and Report
 Program Return on
 Investment

NBO

Diabetes Prevention and Treatment





Coalitions' Use of the Performance Results

Consumer Report Cards

- Greater Detroit Area Health Council
- Colorado Business Group on Health
- Pacific Business Group on Health
- Integration into Group Purchasing Efforts
 - Pacific Business Group on Health
 - Chicago Business Group on Health
- "Plan-Specific" Quality Improvement Projects
 - Indiana Employers Health Quality Alliance
 - Maryland Health Care Coalition

Expansion: 2005 and beyond

- Stand alone modules to reflect changing marketplace
- Building provider level capability and accountability
- New clinical modules where evidence leads us
- Mining the data
- Sharing best practices
- Catalyst for community based interventions



The Challenge Ahead

- All Stakeholders Embrace the IOM's Crossing the Quality Chasm blueprint
- Employers and Plans Take Lead in Driving Value Base Purchasing Agenda (Demand Side Reform)
- Providers Take Lead in Driving Health System Reengineering (Supply Side Reform)
- Consumers Fully Engaged but with More Finely Tuned Instruments
- Execution Constant Search for Best Practices Followed by Rapid Adoption/Deployment

