Physician Price & Quality Transparency

Katherine Browne, Deputy Director Aligning Forces for Quality December 3, 2013



Understanding the Value

Variable	Is the health care service
Appropriateness	Needed?
Experience	Provided in a patient-centered way?
Quality (process)	Provided in the most effective and safe manner?
Intensity	Provided in the most efficient manner?
Quality (outcomes)	Producing the best possible result for the patient?
Cost	Produced at a fair price?

Adapted from Puget Sound Health Alliance

Aligning Forces for Quality

16 Communities. 37 million people. One goal.

Improve and sustain high-quality, patient-centered, equitable care by 2015



Improving Value: Key Levers

Transparency

- Different stakeholders need different information
 - Physicians, consumers, employers, plans
- Communication / messaging / display
- Reinforce the signal strength
 - Public reporting & education
 - Value-based benefit design (tiering, reference pricing)
 - Payment reform
- System redesign & transformation

Diving In – Public Reporting

- Clinical quality measures
 - Hospital & ambulatory
 - Medical group and/or site level
- Patient experience
 - CG-CAHPS
- Resource use / waste



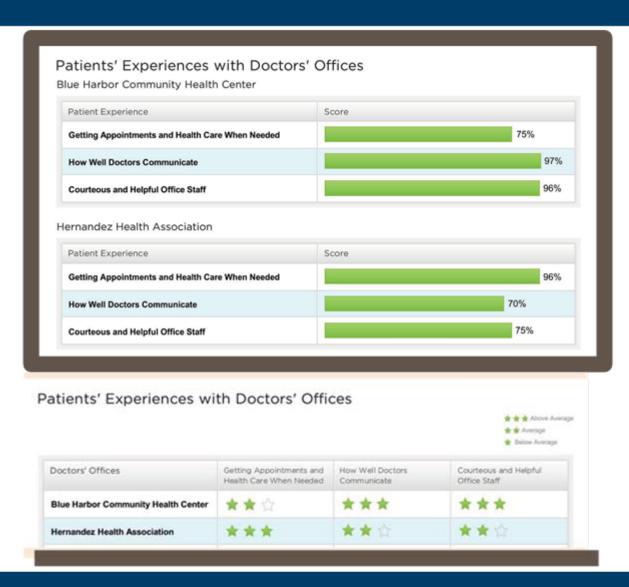
Transparency is Foundational



37 Million Americans with access to local information



Before & After



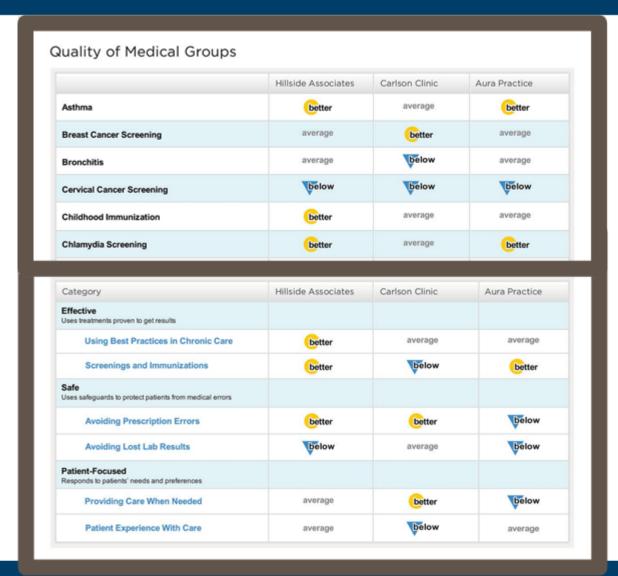
Painting a Picture

Example: Oregon Health Care Quality Corporation's

Word icons help users see patterns in scores across multiple measures, making it easier to identify strong and weak performers



Less Is More



Testing the Water

Why Price Transparency?

- Expose and communicate variation (price and costs)
- •Uncover relationship between price (per "unit") and utilization (# of units)
- Motivate providers and payers to promote system redesign and change incentives (payment reform & benefit design)
- •Communicate information in ways relevant to consumers making health care decisions



Consumer Point of View

- Still believe "you get what you pay for"
- Find cost to be a "mystery" and "confusing"
- Have varying interest in cost information

Building on existing research*

- More care is better
- Physician knows best
- Treatment decisions should not be based on cost

CONFUSED UNSURF DISORIENTED BEWILDERED

^{*} Carman KL, Maurer M, Yegian JM, Dardess P, McGee J, Evers M, MarloKO. "Evidence that Consumers are Skeptical About Evidence-based Health Care." *Health Affairs*. 2010 June; 29(7): 1400-1406.

Our Research Has Shown....

- Always present quality & cost together
- Consumers attribute variations in cost to differences in quality, location, negotiated rates and funding sources
- Are less likely to trust cost information from organizations with financial self-interest
- "Shoppable" procedures & out-of-pocket costs are more relevant
- Cost doesn't factor into the definition of "value"...yet.

Pulling It All Together

Doctor	Distance	Office Hours	Uses Treatments Proven to be Effective What is this?	Uses Methods to Prevent Medical Errors What is this?	Patient Survey Results What is this?	Average Cost of Office Visit What is this?
Dr. P. Casey	2.8 miles	8am-5pm, MonFri.	better	better	better	\$89
Dr. V. Hall	6.8 miles	8am-8pm, MonFri.	average	better	average	\$91
Dr. G. Abbot	4.3 miles	8am-5pm, MonSat.	average	below	average	\$161

Resources

Better Care, Better Health, Lower Cost: http://forces4quality.org/better-care-better-health-lower-cost

Consumer Beliefs and Use of Information about Health Care Cost, Resource Use, and Value Findings from Consumer Focus Groups

http://forces4quality.org/consumer-beliefs-and-use-information-about-health-care-cost-resource-use-and-value-findings-consumer

Reporting Cost and Resource Use Measures to Consumers: A Primer http://forces4quality.org/reporting-cost-and-resource-use-measures-consumers-primer

Physicians' Views of Comparative Information on Costs and Resource Use Findings and Implications for Report Developers

http://forces4quality.org/physicians-views-comparative-information-costs-and-resource-use-findings-and-imp

Shared Decision-Making and Benefit Design: Engaging Employees and Reducing Costs for Preference-Sensitive Conditions

http://forces4quality.org/shared-decision-making-and-benefit-design-engaging-employees-and-reducing-co

11 Ways to Bolster Efforts to Engage Consumers: Public Reporting of Cost & Resource Use Information to Consumers

http://forces4quality.org/11-ways-bolster-efforts-engage-consumers-public-reporting-cost-resource-use-info

Communicating About Incentives and Rewards: A Primer http://forces4quality.org/communicating-about-incentives-and-rewards-primer

Thank You

Learn more at www.forces4quality.org

