

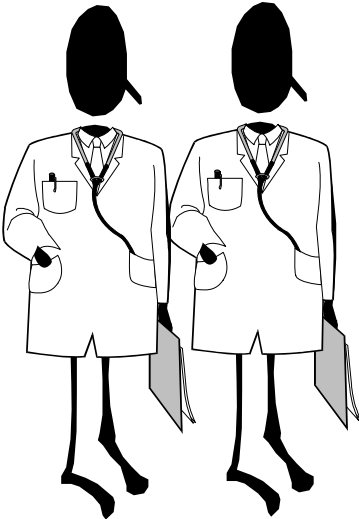
Time to Get Serious: Troubling Structural Flaws Destabilize Payment Reform

- ***Long-term planning:*** unsustainable combination of FFS and risk-based payment
- ***Provider risk:*** weak criteria for eligibility, no clear exit strategy
- ***Evaluation:*** no comprehensive & funded plan for real-time reporting and assessment
- ***Tunnel-vision:*** lack of attention to macro market dynamics

New ICD Code: Payment Reform Hernia

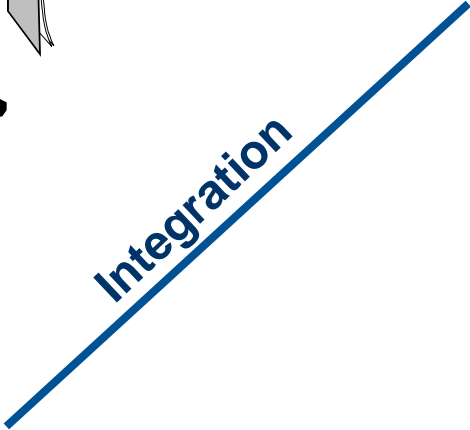


Will Too Big to Fail Come to Healthcare?

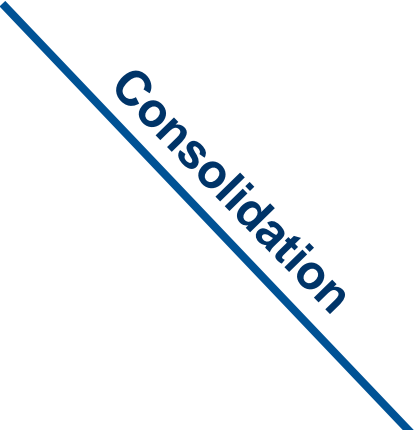


Doctors

Hospitals



Improved Outcomes
Lower Costs



Higher Prices
Unchanged Outcomes

Customizing Payment Reform to Market Dynamics

Provider System

		Market-Shaping	Non-Market Shaping
Market-Shaping Purchasers	HP +	1	2
	HP -	3	4
Not Market-Shaping Purchasers	HP +	5	6
	HP-	7	8

