

HEALTH PLAN INITIATIVES TO IMPROVE QUALITY AND TRANSPARENCY

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THE CONTEXT

- Health care costs and access are the top concerns for families
- Health care is the central issue in labor-management negotiations
- Regulatory system is transactional not performance oriented
- Legal system provides counter-productive incentives
- Health care is not evidence-based
- Consumers are in the dark



THE IOM REPORT RECOMMENDATIONS

- Collaboration and care coordination
- Public reporting
- Alignment of payment incentives with safe and effective, high-quality care



THE "QUALITY" CHALLENGES

- Clinical research needs to be assessed, organized and disseminated
- Limited diffusion of research into practice
- Huge geographic disparities
- Challenge of medical errors
- Few quality improvement mechanisms and assessment processes



HOW DO WE GET THERE

- Look at <u>Demand Side</u>
 - What do patients/consumers/purchasers/providers need?
- Look at <u>Supply Side</u>
 - o How do they get it?



THE SOLUTIONS

- All stakeholders need to commit to transparency, developing consensus on what to measure and publicly reporting it.
- We need to support a national effort that consistently translates clinical research into practice and disseminates these results.
- We need to convert to an evidence-based, not an opinion-based, health care system.
- We need to commit to care coordination through chronic disease management.



THE SOLUTIONS

- We need to pay for quality and effectiveness, not for overuse, misuse and underuse.
- We need to disclose medical errors, providing essential legal protection to ensure that good deeds are not punished.
- We need to reform the malpractice system to enable the conversion from the present culture of blame to the culture of performance.
- We need to maintain and enforce current antitrust guidelines.



HEALTH PLANS ADVANCING THE AGENDA

- Strategies:
 - Evidence-based practice guidelines
 - Report cards on performance
 - Disease management programs
 - Incentives to reward quality



HEALTH PLANS ADVANCING THE AGENDA

- · Results:
 - 271 plans reporting on over <u>50</u> performance measures
- Quality has improved
- Administrative systems are improving
- Partnership to disseminate research



FTC AND DOJ ADVANCING THE AGENDA

Enforcement

Lookbacks