# Population Health Management & Productivity: The Robin Hood Approach™

"Reinvesting savings from reducing the cost of care for the chronically ill into prevention and lifestyle change programs that will yield returns in health and performance gains"

April 8<sup>th</sup> 12:30 -- Ray Fabius, MD

# Today's Agenda

- What is Population Health Management?
- What are key tenants to successful application of Population Health Management?
- How can Population Health Management Impact Productivity?
- Paying for Population Health Management in a zero sum game: The Robin Hood Approach™

#### 15% members = 85% cost

#### Well

No Disease

Primary Prevention

-Screening

Health Education

#### At Risk

(Obesity High Cholesterol)

-Health Risk Assessment

-Targeted Risk Reduction Programs

- -- Risk Modeling
- Incentives
- Competitions
- Ergonomics

#### Acute Illness/

### Discretionary Care

(Doctor Visits Emergency Visits)

- Nurse Advice Line
- Web tools
- -- Consumer
  Directed Health
  Plan

#### **Chronic Illness**

(Diabetes

Coronary Heart Disease)

- -Disease Management
- -Incentive Design
- -Self
  Management
  Training (Health
  Coaching)

### Catastrophic

(Head Injury Cancer)

- -Case Management
- --Decision Support
- -- Predictive Modeling

85% members = 15% cost

## **Population Health Management**

**Application Tools** 

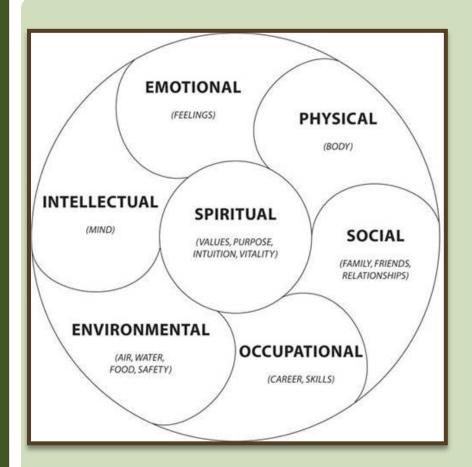
<ul> <li>HRA/ Biometric Testing and Administration</li> <li>Lunch and Learns</li> <li>Immunizations</li> <li>Screenings</li> <li>Health Coaching Walk-in Visits</li> <li>Patient Education</li> <li>Program Management</li> <li>Health Coaching Walk-in Visits</li> <li>Emergency Response</li> <li>Integrated DM</li> <li>Health Coaching</li> <li>Reponses</li> <li>Referral Management</li> <li>Pharmacy Care Management</li> <li>Referral Management</li> <li>Patient Education</li> <li>Rehabilitation Management</li> <li>Pharmacy Care Management</li> <li>Pharmacy Care Management</li> </ul>	Healthy (Unknown)	At Risk	Acute / Episodic	Chronically III	Catastrophic
3	Testing and Administration Lunch and Learns Immunizations	Coaching • Patient Education • Program Management • Health	Walk-in Visits  • Emergency Reponses  • Referral Management  • Pharmacy Care	Disease Management Integrated DM Health Coaching Patient Education Referral Management	Response  Case Management  Pharmacy Care Management  Rehabilitation

### Face to Face with Trusted Clinicians

**Telephonic Coaching & Care Management** 

**Provider / Member Portal Content & Tools** 

# Population Health Management Approach



Source: <a href="http://www.undstudenthealth.com">http://www.undstudenthealth.com</a>

Swenson, John A., M.D.

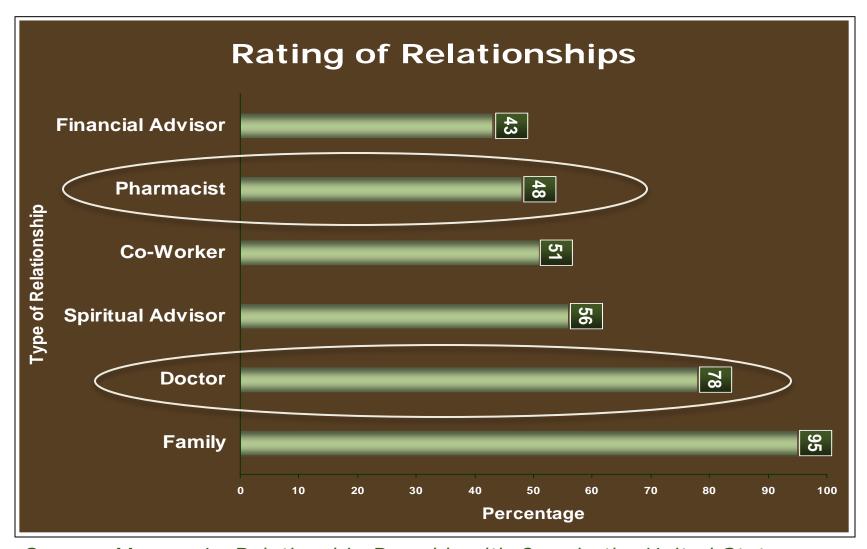
- Social
- Physical
- Emotional
- Career
- Intellectual
- Environmental
- Spiritual



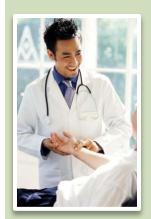
# **Seven Dimensions of Wellness**

- The Power of the Trusted Clinician
- The Value and Influence of a Culture of Health
- Producing Lasting Behavior Change
- Enhancing Outcomes through Integration
- Improving Population Health Status

# The 5 Secrets of Population Health Management



Source: Magee, J., Relationship Based health Care in the United States, United Kingdom, Canada, Germany, South Africa and Japan. 2003







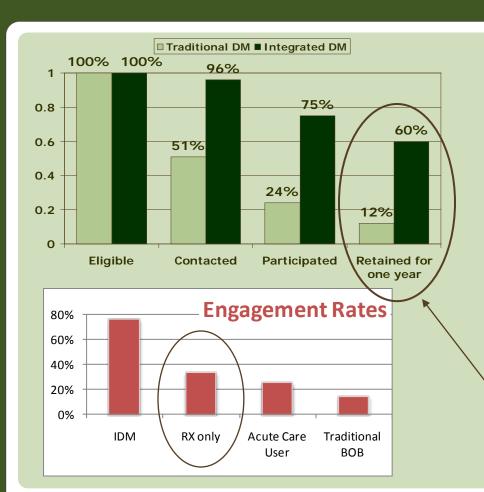




# The Secret Ingredient

The Trusted Clinician

The Doctor or Nurse or Pharmacist who works in your neighborhood or goes to work with you



- Peer reviewed publication
- DMAA best article of 2007
- Improved engagement & retention rates with integrated program

- Engagement rate related to depth of relationship
- Proven research influencing the marketplace
- Retention rate article will be in October issue of JPHM

## The Power of The Trusted Clinician

Higher rates of engagement & retention

# How do Trusted Clinicians generate value?

**Behavior Change** 

Improve lifestyle

Increase compliance



## **Primary**

Lifestyle Change Immunizations Seat Belts

## Secondary

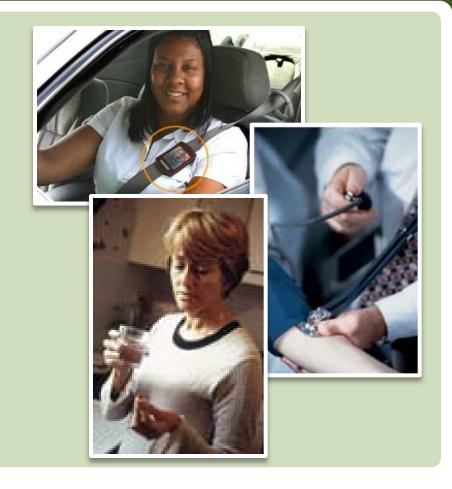
Compliance with guidelines Screenings Cancer

Blood pressure

Cholesterol

## **Tertiary**

Compliance with Care Disease Management



# The Trusted Clinician's Focus: 3 Levels of Wellness

# How Does Population Health Management Effect Productivity?

- Health care self-insured
- Workers Compensation
- Disability
- Absence
- Presenteeism
- Poor performance

# How can you create a Culture of Health inside your company?

- Infrastructure
- Data
- Programs
- Assessment
- Integration
- Reproducibility

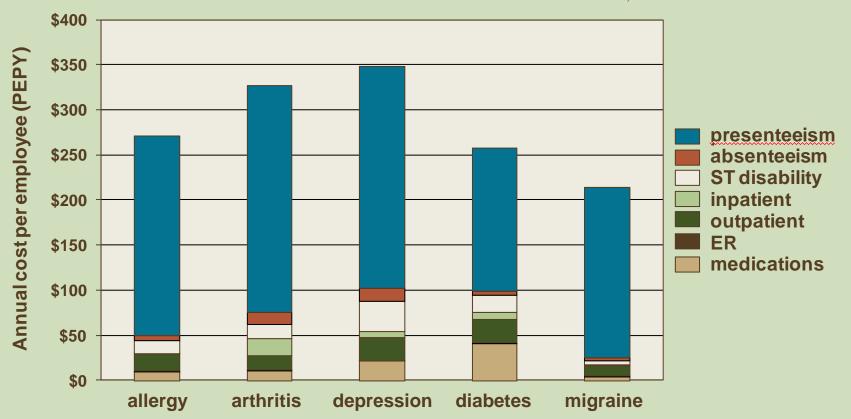
# How can you create a Culture of Health inside your company?

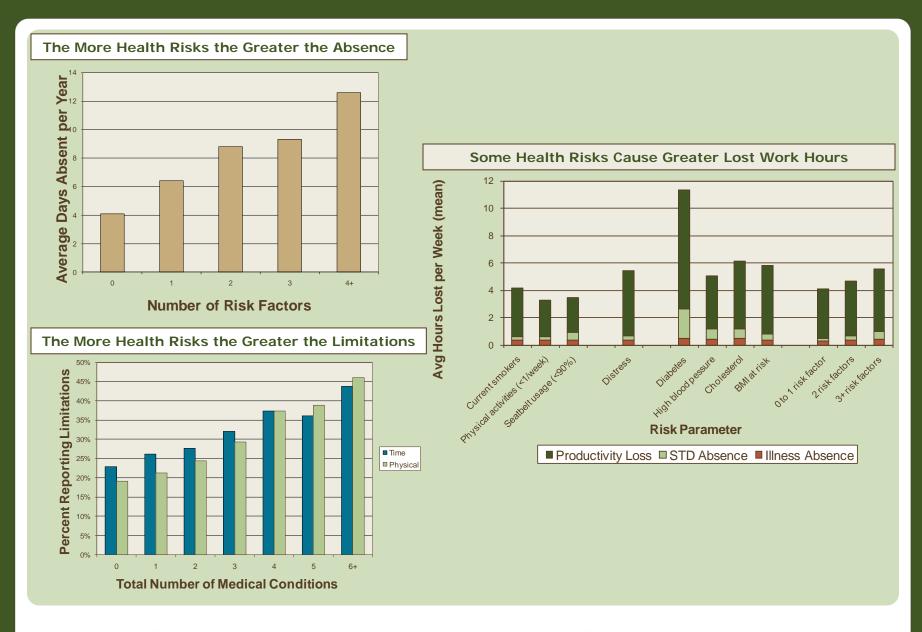
- Champions
- Rack & Stack
- An environment of health
- Fitness
- Risk Assessment
- Risk Reduction
- Disease Management
- Proof of Concept
- Mainstream success



## The <u>Total</u> Cost of Illness

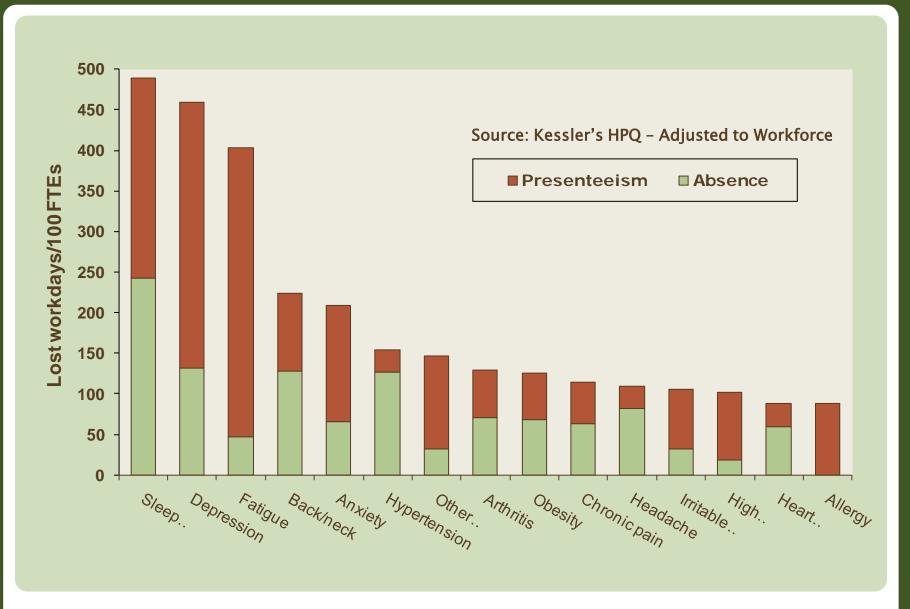






## **Health Risks: Cause Productivity Loss**





## **Top 15 Drivers of Lost Work Time**



errors complaints delays team breakdown

Not doing well while working

unscheduled breaks unfocused time health exams on work time information gathering

Not doing work on work time

Not at work

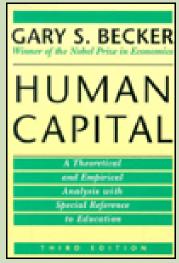
unscheduled absence disability workers' comp replacement workers

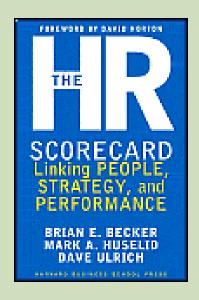
Lost to the workforce

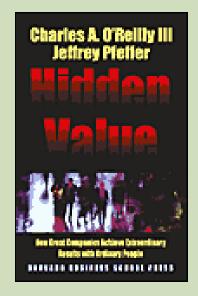
permanent disability early retirement due to health issues premature death spousal illness

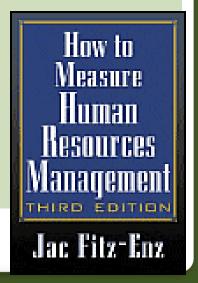
## **Poor Health Impact on Employee Performance Outcomes**

# Human Resource Goal: Find People with "The Skill & The Will" But What About Not Being III!









# The Robin Hood Effect at Large Manufacturer Saving Money Managing the III – Reinvesting in Wellness

This study compares the cost of well and chronically ill active employee and dependent cohorts either cared for by our trusted clinicians at the workplace or receiving care randomly in the community.

We spent \$488K more on the well subset we cared for and \$692K less on the chronically ill.

		Healthcare Costs						
		Acute & Preventive Care			MC	CD Patients		
Place of Service		Workplace Care	C	Community Care	١	Workplace Care	С	ommunity Care
		913		3637		474		1180
CHD Meridian Physician Visits		\$ 170	\$	3	\$	253	\$	5
Community Physician Visits		\$ 331	\$	379	\$	947	\$	1,314
Total Physician Visits		\$ 501	\$	382	\$	1,201	\$	1,319
CHD Meridian Rx		\$ 223	\$	115	\$	571	\$	597
Community Rx		\$ 31	\$	88	\$	70	\$	283
Total Pharmacy Rx		\$ 255	\$	202	\$	640	\$	880
Facility		\$ 381	\$	375	\$	1,682	\$	1,811
	-							
Total		\$ 1,137	\$	959	\$	3,523	\$	4,010
				16%				-14%
Aggregate Costs (Savings			\$	486 214		)	\$	(691 777)
			Ψ	100,214				
Aggregate Costs (Savings Net Aggregate			\$	486,214	$\geq$	)	\$	(691,777 (205,563

## Clinical Outcomes for Health Center Users with Diabetes

Process Indicators Correlate with Outcomes (N = 336)

LAB Value	2003	2005	Variance
	Year 1	Year 3	
HbA1C	9.1	7.8	-14.0%
HDL Cholesterol	43	47	+9.3%
LDL Cholesterol	138	108	-21.7%
Triglycerides	288	201	-30.0%
Systolic BP	131	126	-3.8%

Achieving the Promise of Disease Management: Preventing Complications, Reducing Costs, & Improving Productivity

### **Analysis of risk factors**

predictive modeling indicate a significant reduction in risk of diabetes complications over the 2003-2005 period for diabetics under care

#### **Prevented:**

3 Amputations

2 Episodes of Blindness

**6 Dialysis Patients** 

44 Heart Attacks &

**Strokes** 

### Potential future economic impact

- reduced patient morbidity has been estimated at an average of \$1,800 of avoided medical costs per patient per year (before inflation adjustment)
- Saved over 6 Million Dollars in direct medical costs alone by preventing these complications\*

\*Economic impact does not include impact on productivity or disability outcomes

	Projected 336 Patie Diabo	ents with etes	Avoided Costs (10 Years)
	Risk Year 1	Risk Year 3	
Lower extremity amputation	10.7	7.0	\$156,600
Blindness	4.7	3.0	\$54,400
End stage renal disease	7.0	1.3	\$4,934,200
MI or stroke	84	40	\$1,094,000
Total Medical*			\$6,238,600

# Projecting The Long-Term Economic Impact of Diabetes Care Improvement

### **Educate & Motivate**



The Nurse in the neighborhood

### Diagnose & Treat



The Doctor at the workplace

### Keep Fit & Rehab



The Therapist at the workplace

### Reinforce & Coach



The Pharmacist in the neighborhood

# Multiple Trusted Clinicians Working in Concert on Behalf of the Consumer



The Promise of a Medical Home: Integrating Care by "Trusted Clinicians"

# Today's Agenda

- Population Health Management is attentive to the full spectrum of care from wellness to catastrophic illness
- There are key tenants to successful application of Population Health Management
- Population Health Management Can Impact Productivity
- Paying for Population Health Management in a zero sum game: The Robin Hood Approach™