## The Pandemic Unmasked Our Resilience: Care Realignment in the Time of COVID-19

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## **Objectives**



- COVID 19 and the shortcomings of FFS in a pandemic
- Pandemic impact on the US health system
- The Total Cost of Care Advantage
- Aligning provider incentives for PCPs and specialists
- How to close quality gaps and improve care delivery?
- Future of chronic conditions care is care in the home
- Take home unmasking resilience if

# COVID 19 has Exposed FFS Shortcomings

"COVID-19 has certainly not been fee-for-service's most shining moment" - Michael E. Chernew

- Volume dependency
- Impact of deferred care
- Working out infrastructural issues during a pandemic
- Limits on flexibility
- Failing to capture financial gains associated with efficiency
- Even in MA, Population based payments can be impacted by RA, Quality measurement issues Michael E. Chernew and Thomas H Lee, NEJM

Michael E. Chernew and Thomas H Lee, NEJM Catalyst, Oct 7<sup>th</sup> 2020

## **COVID Impact on US Health System**



#### Immediate burden

- COVID infections, hospital rates and mortality
- Risk factors for severe infections and deaths
  - ✓ SDOH
  - ✓ Obesity
  - ✓ Age
  - Chronic conditions
- Non-COVID deaths at home (reduced STEMI volume\*) \*Garcia et al. J Am Coll Cardiol. 2020

### **COVID's Impact on US Health System**

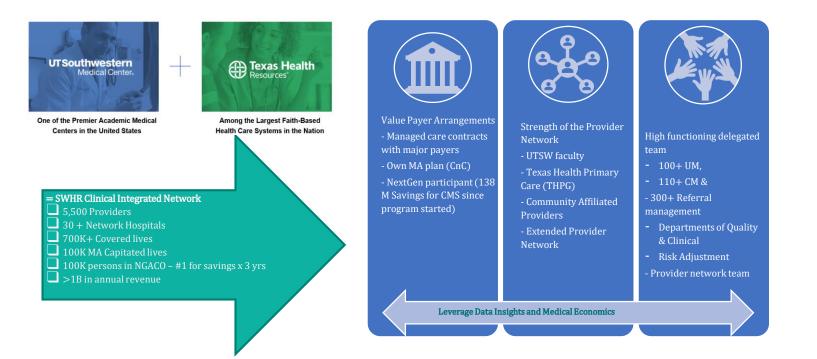


#### Long term effects

- On undiagnosed cancers
- On controlling chronic conditions and capturing severity
- Balancing deferred care with quality of life

## Our Response to a High Cost Market – Total Cost of Care Advantage





## Defining Success – Aligning Provider Incentives



#### **Incentives for Primary Care Providers in Alternative Payment Models**

- Quality gap closure performance
- Risk adjustment capture
- Network efficiency platform
- Attribution through cap rate for access including virtual care

\*Garcia et al. J Am Coll Cardiol. 2020

## Defining Success – Aligning Provider Incentives



#### **Engaging Specialists Amidst QP Threshold Conundrum**

- Network efficiency hospitals and facilities
- Transforming UM to optimize referral management and PAC
- Bundles and virtual bundles new accounting system through subcap models

\*Garcia et al. J Am Coll Cardiol. 2020

## Defining Success – Aligning Provider Incentives

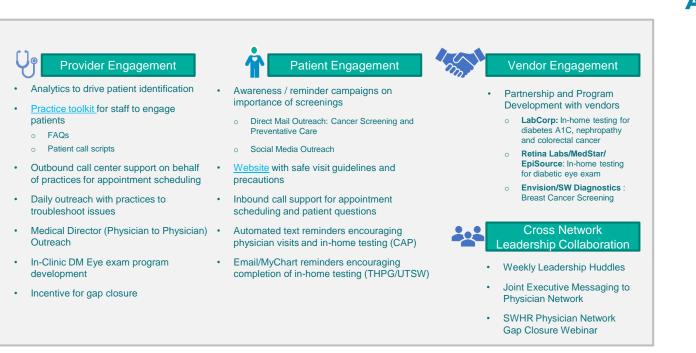


#### Both

- Managing high-risk and medically complex patients
- Pharmacy optimization (De-escalation, Med Adherence)
- Reducing unnecessary imaging and low value care

\*Garcia et al. J Am Coll Cardiol. 2020

## **Pandemic Quality Gap Closure Strategy**



Closing 99% of 14K open quality gaps at SWHR, DFW Metroplex July-Sept 2020

## The Future of Chronic Care: Care in the Home



- In a cohort of 88K SWHR seniors with Avg MARA Scores of 7.44, the top 10% annual health spending is approximately equivalent to remaining 90%.
- 3X readmission rates, 5X ED utilization, 10X hospital admits



- Eligibility criteria high dependency; unmet needs
- Address social determinants and social isolation
- Address medical complexity
- Symptoms control and care plan
- Address polypharmacy
- Palliative care
- Behavioral health needs

33% increase in demand for our type of in-home services with 230% projected revenue increase – Michael Le MD, CMO Landmark Health in *Health*Leaders, July 2020

## Take Home – The pandemic can Unmask Resilience *if*



- Minimize FFS in favor of APMs with risk and flexibility
- Create a functional network with partnered role for specialists
- Align financial incentives with goals to optimize quality, clinical care and condition capture and optimal network efficiency
- Learn to provide better care effectively with virtual care and in-home capabilities to close quality and care gaps
- Recognized high-risk cohort managed predominantly in home; especially for seniors
- Timely care is being redefined by the Covid 19 pandemic including 1 billion virtual care visits\* reducing 20% ED visits
- Al and open data sets are spurning a revolution in biopharma research and scientific collaboration \*Forrester® research April 2020