

The Good, The Bad, and The Ugly of the Affordable Care Act

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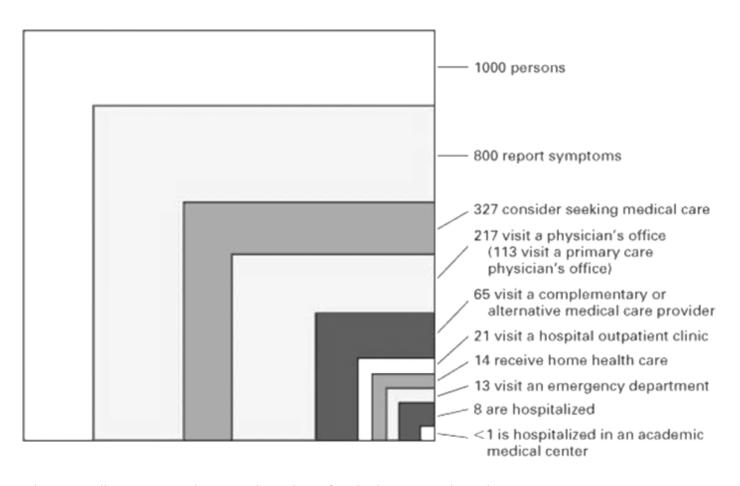
Major Health Care Problems

- » 50 Million Uninsured
- » Wrong Focus
 - Disease Instead of Health
- » Wrong Delivery Model
 - Not Enough PCP's
 - Poor Access
- » Staggering Costs
- » Quality Problems
- » Health Care
 Insurance

Problems



In An Average Month:



White KL, Williams TF, Greenberg BG. The ecology of medical care. N Engl J Med 1961;265:885-892. Green LA, Fryer GE, Yawn BP, Lanier D, Dovey SM. The ecology of medical care revisited. N Engl J Med 2001;344:2021-2025

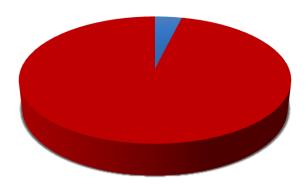


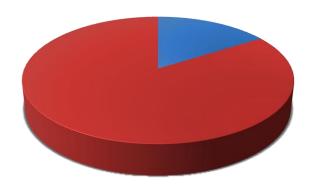
\$2,800,000,000,000

Health Spending Everything Else

1935 3.8% GDP

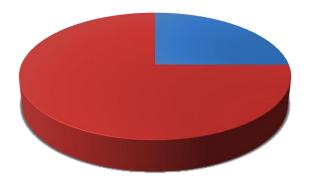


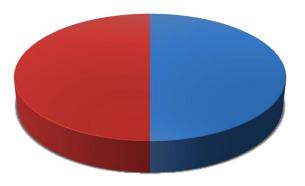




2025 25% GDP

2082 50% GDP





Politics and Sausage Making

- » House Bill Affordable Health Care for America Act
 - Three Committees
 - Passed November 7, 2009 (220-215)
 - 1,990 Pages
- » Senate Bill Patient Protection and Affordable Care Act
 - Two Committees
 - Passed December 24, 2009 (60-39)
 - 906 Pages
- » Senator Scott Brown, R-Massachusetts
- » Budget Reconciliation
- » Final Bill Patient Protection and Affordable Care Act Passed March 23, 2010
- » Politics Trumped Policy

Major Health Care Reform





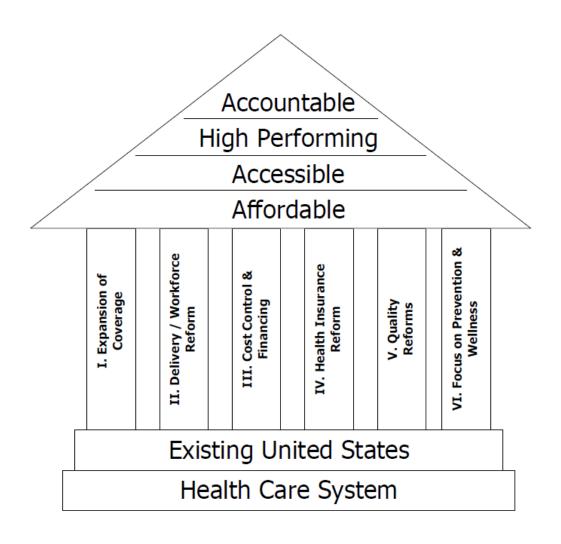
1965 2010

Patient Protection and Affordable Care Act

(PPACA) (Public Law 111-148)

- Coverage
- 2. Delivery / Work Force Reform
- 3. Cost Reform
- 4. Health Insurance Reform
- 5. Quality
- 6. Wellness / Prevention

Health Care Reform Infrastructure



1. Expanded Coverage

- »32 Million (94%)
- »Individual Mandate
- »Employer Mandate
- »Medicaid Expansion
- »Health Insurance Exchanges
- »Individual Subsidies
- »Co-Op's
- »Benefit Plans / Categories



2. Delivery / Work Force Reform

- »Work Force Advisory Commission
- »Primary Care Payment
- »GME Redistribution
- »Teaching Health Centers
- Scholarship and Loan Repayment
- » PCMH / Integrated Teams



3. Cost Control / Financing

- **\$938 Billion
- **\$124 Billion Deficit Reduction
- »Medicare Cost Reductions
 - Medicare Advantage Plans
 - Innovation Center (PCMH / ACO's)

Readmissions / Hospital Acquired Conditions

- DSH Reductions
- IPAB
- » Medicaid Cost Reductions



3. Cost Control / Financing (continued)

»New Revenue Sources

- Medicare Part A Hospital Insurance
- Excise Tax on Expensive Insurance Policies
- Annual Pharmaceutical Fee (\$3-\$4 Billion)
- Annual Health Insurance Fee (\$8-\$14 Billion)
- Medical Device Tax
- Indoor Tanning Services



4. Health Insurance Reform

- »Guaranteed Issue
- »High Risk Pool
- »Medical Loss Ratio
- »Administrative Simplification
- »Insurance Market Rules



5. Quality Reform

- »National Quality Strategy Triple Aim
- »Quality Measures
- » Medical Homes
- »Bundled Payments
- »Community Based Collaborative Care Networks
- »Home Demonstration Programs
- »Comparative Effectiveness
 Research



6. Wellness / Prevention

- »National Strategy
- » Prevention Services Coverage
- »Wellness Programs
- »Nutrition Information
- »Preventive Medicine and Public Health Education



What Was Not In PPACA

- »Meaningful Tort Reform
- »Medicare SGR Fix
- »Meaningful End-of-Life Discussions / Payments



Federal Health Care Reform



»Rancor in Congress

Repeal and Replace vs. Refine and Refocus

»Implementation of the ACA

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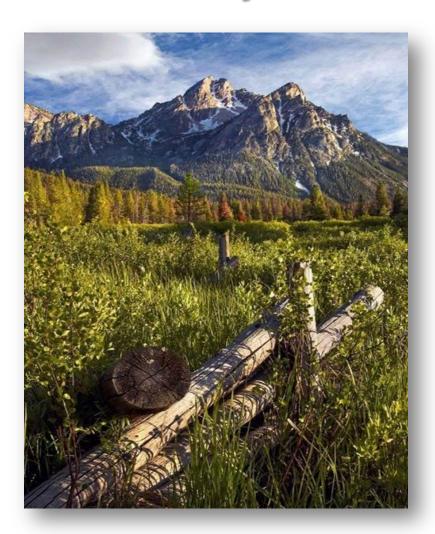
Why will the provisions of the ACA move forward?

- » Republicans and Democrats
 Agree >80%
- » Lower Cost
- » Improved Quality
- » Greater Access
- » Better Prevention and Wellness
- » Patient Centered Medical Home / ACO
- » Can't Afford Not To

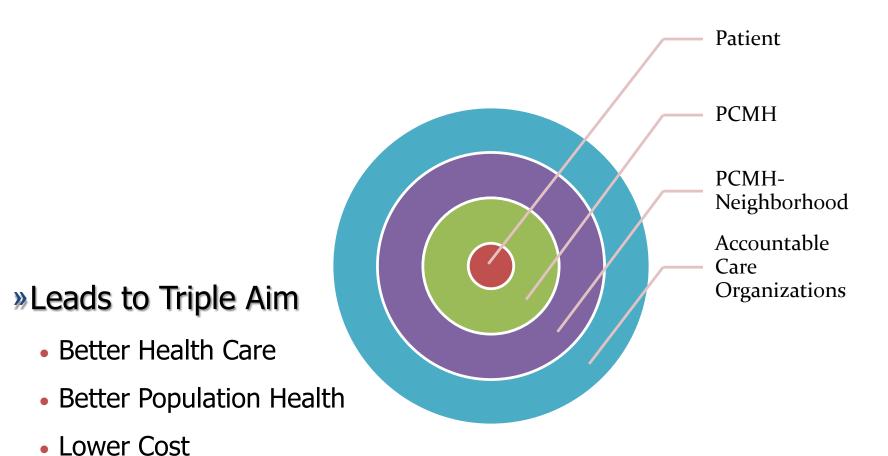


What to Expect Nationally

- » Most of ACA is Here to Stay
- » Integration and Coordination of Care
- » Cost Reduction
- » Quality of Care NOT Quantity of Care
- » More Focus on Health and Less on Health Care
- » Greater Focus on Primary
 Care



Integration and Coordination of Care

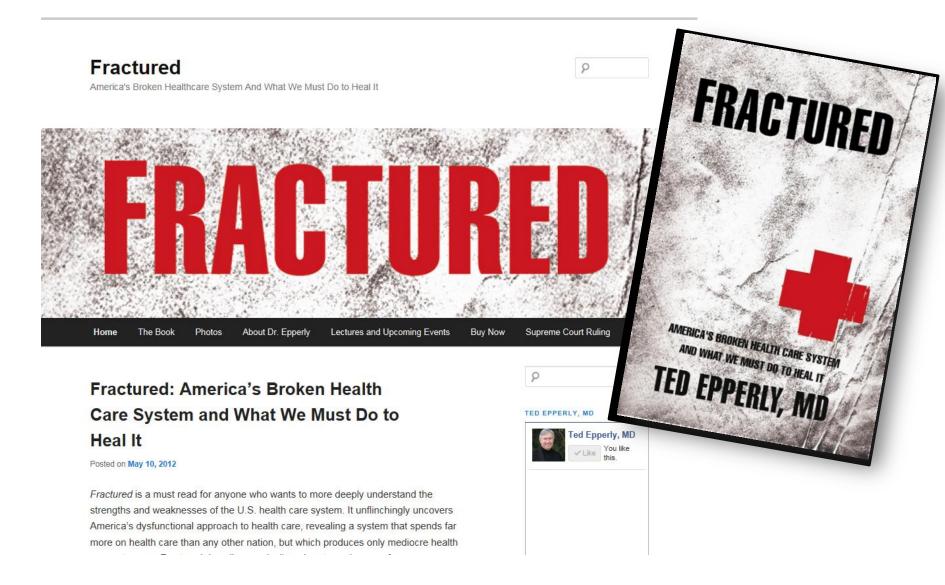


"If you want to go FAST, GO ALONE. If you want to go FAR, GO TOGETHER."

- African Proverb



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"Never, never, never, give up."

- Winston Churchill



Questions

