

# The Patient Centered Medical Home

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Thank You!!

# Something We Can All Agree On!!

We Can Create a Better HealthCare System

- less costly
- better patient outcomes
- higher satisfaction

# WE MUST FOCUS ON PRIMARY CARE

- Better access for acute medical problems
- Better chronic disease management
- Better preventive care
- Better end-of-life care

Better Outcomes at a Lower Cost with Greater Satisfaction

# LAKEVIEW, OREGON



# BOMENGEN



# TransformMED<sup>SM</sup>

## The TransformMED Patient-Centered Model A Medical Home for All



**A continuous relationship with a personal physician  
coordinating care for both wellness and illness**

- Mindful clinician-patient communication:  
*trust, respect, shared decision-making*
  - Patient engagement
  - Provider/patient partnership
  - Culturally sensitive care
  - Continuous relationship
  - Whole person care

### Access to Care and Information

- Health care for all
- Same-day appointments
- After-hours access coverage
- Accessible patient and lab information
- Online patient services
- Electronic visits
- Group visits

### Practice-Based Services

- Comprehensive care for both acute & chronic conditions
- Prevention screening and services
- Surgical procedures
- Ancillary therapeutic and support services
- Ancillary diagnostic services

### Care Management

- Population management
- Wellness promotion
- Disease prevention
- Chronic disease management
- Patient engagement and education
- Leverages automated technologies

### Care Coordination

- Community-based resources
- Collaborative relationships
  - Emergency Room
  - Hospital care
  - Behavioral health care
  - Maternity care
  - Specialist care
  - Pharmacy
  - Physical Therapy
  - Case Management
- Care Transition

### Practice-Based Care Team

- Provider leadership
- Shared mission and vision
- Effective communication
- Task designation by skill set
- Nurse Practitioner / Physician Assistant
- Patient participation
- Family involvement options

### Practice Management

- Disciplined financial management
- Cost-Benefit decision-making
- Revenue enhancement
- Optimized coding & billing
- Personnel/HR management
- Facilities management
- Optimized office design/redesign
- Change management

### Health Information Technology

- Electronic medical record
- Electronic orders and reporting
- Electronic prescribing
- Evidence-based decision support
- Population management registry
- Practice Web site
- Patient portal

### Quality and Safety

- Evidence-based best practices
- Medication management
- Patient satisfaction feedback
- Clinical outcomes analysis
- Quality improvement
- Risk management
- Regulatory compliance

# Components of PCMH

- Patients who receive care from a PCMH have **continuous access to a personal physician** who provides comprehensive and coordinated care for the large majority of their healthcare needs.
- The PCMH would be **responsible for all of the patients' healthcare needs** – acute care, chronic care, preventive services, and end of life care working with teams of healthcare professionals.
- The PCMH would **coordinate the care** of its patients with specialists, lab/x-ray facilities, hospitals, home care agencies, and all other healthcare professionals on the patient care team.



# Patient Centeredness....

- allowing patients free **choice** of physician
- providing **prompt appointments**, reducing waiting times
- delivering care based on the **best evidence** on clinical effectiveness
- empowering patients to partner with their personal physicians on **decision-making**
- providing care in a culturally and linguistically appropriate manner.

# Health Information Technology

- Evidence based **decision support**
- **Patient registries** with recall systems to assist with chronic disease management
- Electronic medical record, electronic prescribing, electronic orders, electronic visits, patient portals, etc.

So, Does it Work?

# WellMed

- Medical Management Company in San Antonio, Tx
- 26 clinics
- 100+ providers
- > 77,000 pts
  
- Primary care focus:
  - Fp's, general IM
  - Compensation 30-50% greater than the average
  - < 15 pts daily

# WellMed Outcomes

- Admits/1000 < 200
- Bed days/1000 < 800
- Readmissions in 30 days 8-12%
- HgA1c, LDL near best in class
- Higher patient and provider satisfaction

# WellMed ACO

HOSPITAL		48.0%
CARDIOLOGY		4.0%
DME		3.9%
RADIOLOGY		3.4%
FAMILY PRACTICE		3.3%
OPHTHALMOLOGY		2.8%
INTERNAL MEDICINE		2.6%
HOME HEALTH		2.3%
PATHOLOGY		2.1%
SURGERY CENTER		2.0%
SKILLED NURSING		2.0%
OOA HOSPITAL		1.5%
HEMATOLOGY		1.2%
ORTHOPAEDICS		1.2%
DIALYSIS		1.1%
AMBULANCE		1.0%
UROLOGY		1.0%

# Five Years Later....

5000 Patients 60K Member Months	PMPM Cost Before	PMPM Cost After	Savings
Hospital	\$691	\$353	\$20 Million
Cardiology	\$25	\$22	\$180,000
Ortho	\$9	\$6	\$180,000
Primary Care	\$40	\$55	<\$900,000>

According to the [Center for Evaluative Clinical Sciences at Dartmouth](#):

States that relied more on primary care have:

- **Lower Medicare spending** (inpatient reimbursements and Part B payments)
- **Lower resource inputs** (hospital beds, ICU beds, total physician labor, primary care labor and medical specialist labor)
- **Lower utilization rates** (physician visits, days in ICUs, days in the hospital, and fewer patients seeing 10 or more physicians); and
- **Better quality of care** (fewer ICU deaths and a higher composite quality score).



# A Comprehensive Review Conducted by John's Hopkins University Revealed:

- adults with a primary care physician rather than a specialist had **33 percent lower costs of care** and were **19 percent less likely to die**
- each additional primary care physician per 10,000 persons is associated with a decrease in mortality rate of 3 to 10 percent

# Patient-Centered Primary Care Collaborative Study:

- cross section of 10 PCMH projects in nearly every part of the country.
- Although the projects cover different population groups and vary in size, scope and age, they all achieved similar results.
- In every instance, the PCMH projects created **better coordination and more effective upstream care**, which led to **fewer hospitalizations and emergency room visits and a corresponding reduction in costs**.

- The North Carolina Medicaid program enrolls recipients in a network of physician-directed medical homes.
- [A Mercer analysis](#) showed that an **upfront \$10.2 million investment** for North Carolina Community Care operations in SFY04 **saved \$244 million** in overall healthcare costs for the state.
- Similar results were found in 2005 and 2006.<sup>6</sup>

# THE BOTTOM LINE

Care delivered by primary care physicians in a PCMH is consistently associated with better outcomes, reduced mortality, fewer preventable hospital admissions for patients with chronic diseases, lower utilization, improved patient compliance with recommended care, and lower Medicare spending.

# For More Information:

- The Patient-Centered Primary Care Collaborative paper on Outcome of Implementing PCMH: [http://pcpcc.net/files/Grumbach\\_et-al\\_Evidence-of-Quality\\_%20101609\\_0.pdf](http://pcpcc.net/files/Grumbach_et-al_Evidence-of-Quality_%20101609_0.pdf)
- NCQA's practice standards for PCMH: <http://www.ncqa.org/tabid/631/Default.aspx>
- Report of the Deloitte Center for Health Solutions on PCMH: [http://www.deloitte.com/view/en\\_US/us/Industries/US-federal-government/center-for-health-solutions/research/f25a02f31251b210VgnVCM2000001b56f00aRCRD.htm](http://www.deloitte.com/view/en_US/us/Industries/US-federal-government/center-for-health-solutions/research/f25a02f31251b210VgnVCM2000001b56f00aRCRD.htm)
- The AAFP's Joint Principles for ACO's and Joint Principles of the PCMH: <http://www.aafp.org/online/en/home/publications/news/news-now/professional-issues/20101118acojointprinciples.html>
- TransformMED homepage: <http://www.transformed.com/>

Collect your thoughts and hold your  
questions for panel review.

Thanks



# An Evolution in Medical Care

The medical home represents an evolutionary step in our health care system – it offers competitive advantage against the current practice model.

# PCMH

The Group Health Experience

Jeremia Bernhardt, MD

Family Physician

Group Health Northgate



# The Group Health Medical Home at Year Two: Cost Savings, Higher Patient Satisfaction, and Less Burnout for Providers

- Health Affairs, 29, no. 5 (2010) 835-843

# Objectives

- Outline the major successes of Group Health's PCMH pilot
- Discuss lessons learned
- PCMH at GH in 2011

# I'll start with the fireworks

- The return on our investment was 1.5:1
- Estimated savings of \$10.30 per member per month
- Quality was better
- Staff burnout was significantly less
- Patient experience was better

# GH PCMH Pilot

- Prototype Clinic Characteristics
  - Downsized patient panels from 2300 per physician to 1800
  - Visit times increased to 30 minutes per visit
  - Enhanced staffing model
    - For every 10,000 patients
      - 5.6 physicians
      - 5.6 medical assistants
      - 2.0 LPN's
      - 1.5 PA's or ARNP's
      - 1.2 RN's
      - 1.0 clinical pharmacist

# Results

- Compared differences in:
  - Patient experience
  - Provider burnout
  - Quality of care
  - Financial impact

# Patient Experience

- Medical home patients reported better care experiences in the following areas:
  - Coordination of care
  - Access to care
  - Goal setting
  - Quality of doctor-patient interactions
  - Patient activation and involvement

# Staff Burnout

- Medical home staff scored better in:
  - Emotional exhaustion
    - "I feel emotionally used up at the end of the workday."
  - Depersonalization
    - "I have become more callous toward people since I took this job."
    - "I worry that this job is hardening me emotionally."
  - Personal accomplishment
    - "I feel exhilarated after working closely with my patients."
    - "I deal very effectively with the problems of my patients."

# Clinical Quality

- The medical home clinic showed greater improvements in all composites of HEDIS measures.



# Care Utilization at the Medical Home

- 6% fewer primary care visits
  - 80% more email communications
  - 5% more telephone visits
- More specialty visits
  - Initial surge but smaller difference with time
- 29% fewer ER visits
- 6% fewer inpatient admissions

# Cost

- Primary care \$1.60 more per member per month
- Specialty care \$5.80 more per member per month
- ER savings of \$4 per member per month
- Hospital savings of \$14.18 per member per month

# Savings

- Total net savings of \$10.30 per member per month
- Return on investment of 1.5:1
  - Already had infrastructure investments including EHR
  - New investment on recruiting and hiring additional personnel

# An Evolution in Medical Care

Group Health's PCMH project has shown that the PCMH offers specific competitive advantage in 4 areas: patient experience, provider experience, healthcare quality and utilization/cost.

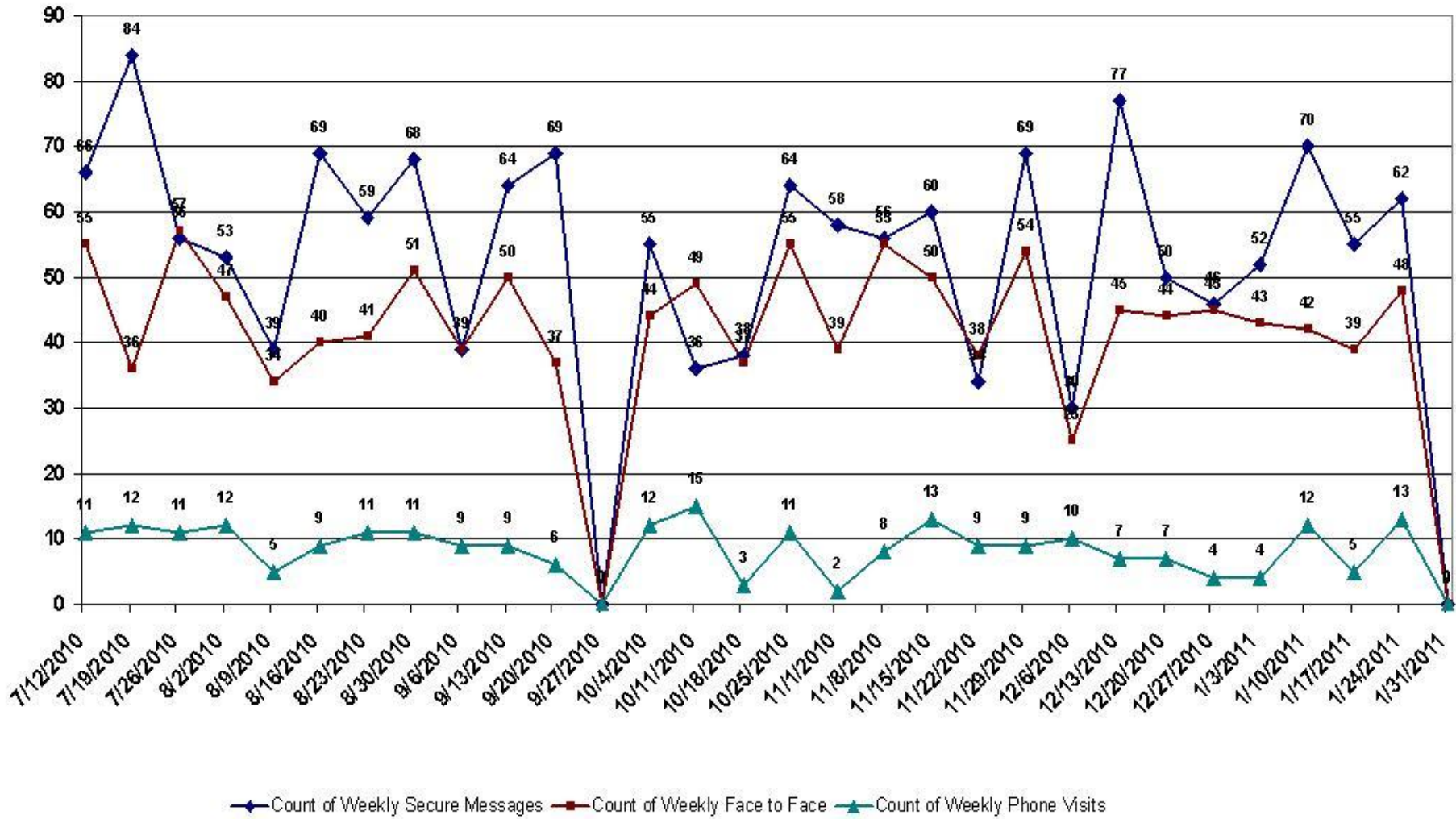
# Lessons Learned

- Invest in primary care
- Strong adaptive leadership
- Change management
- Patient centered EMR
- Each clinic has its own unique needs requiring unique solutions

# GH's PCMH Core Principles

- Virtual medicine
- Chronic care management
- Visit preparation
- Patient outreach
- Call management
- Care team huddles
- Standard management practices

### BERNHARDT Visit Distribution



# The framework for my thoughts

- Rural practice
- Physicians were integrated and intimate with organizational goals
- I had a good and trusting relationship with the physicians
- We had a common focus- the patient
- We were a Critical Access Hospital
- We were a designated Rural Health Clinic



# **Elements of the Successful Medical Home**

An Administrator's Perspective

# Key element #1: Patient Acceptance

- Patients need to understand and accept the role of the family practitioner
- They should be encouraged to stop self referrals to specialists and other providers
- They must see the family doctor as their advocate and coordinator of care

# Key element #2: Organizational support

- You must embrace change
- You must reward change, even if it falters at the beginning

# Key element #3: Commitment to family practice

- Many other providers now seem to want to be included as a “primary care” provider – peds, OB-GYN, internists, alternative medicine, chiropractors, naturopaths, etc.
- I’m talking about family practitioners only
- Encourage family practitioners to integrate the full scope of their training into their practice
- Appropriately compensate FPs
- Physician satisfaction is critical

# Key element #4: Understand the FP-Specialist relationship

- You must insist that the specialist keeps the FP actively in the loop of medical care decisions
- Referrals from one specialist to another specialist must be with the approval of the FP

# Key element #5: Effective Communication systems

- Electronic medical record
  - the major benefits:
    - improved quality
    - improved accuracy for coding
    - legal protections
    - pay for performance
    - ? productivity

- the major problems

costs

frustration

MD acceptance

nursing acceptance

old data handling

outside documents

implementation schedule

# Key element #6: Realistic financial expectations

- Charges: who gets paid for what?
- Capital investment
- Operations – expense and time
- System savings – the right person doing the right things
- Revenue
- Will the medical home ever break even?



# Key element #7: Improving quality

- Documentation
- Communication
- Medical errors
- Prescriptions
- Audits
- Consistency

# Key element #8: Pitfalls

- Making the computer central to the visit, rather than the patient
- Failure to maximize the medical home and EMR benefits
- “cookbook” medicine
- Wrong pace of implementation
- Fear of changing course if things aren’t working

- Failure to spend your money on the important things first
- Criticizing or penalizing physicians when productivity drops
- Failure to recognize that communication is not reimbursed, but you will be punished if you don't do it
- Watching the money so closely that you miss the big picture and have a heart attack

# Other considerations

- Government's role
- Insurance companies' role

# Thank you!

- Doug Williams  
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