

# Benefits of Preventive Services in Chronic Disease Management



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# Objectives

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- Examine preventative service processes related to billing regulations and organizational implementation
- Understand the impact of chronic disease management to patients' quality of life
- Determine potential resource allocations to support organizational goals related to population health management
- Identify potential revenue sources through accurate billing of preventive services

# Medicare: Changing the Landscape

## From

- **Nine** individuals under 65 contributed to each person over the age of 65.
- 19,000,000 enrolled in Medicare in 1967

## To

- **Five** individuals under 65 who contribute to each person over the age of 65.
- Nearly 58 million enrolled in Medicare as of February of 2017



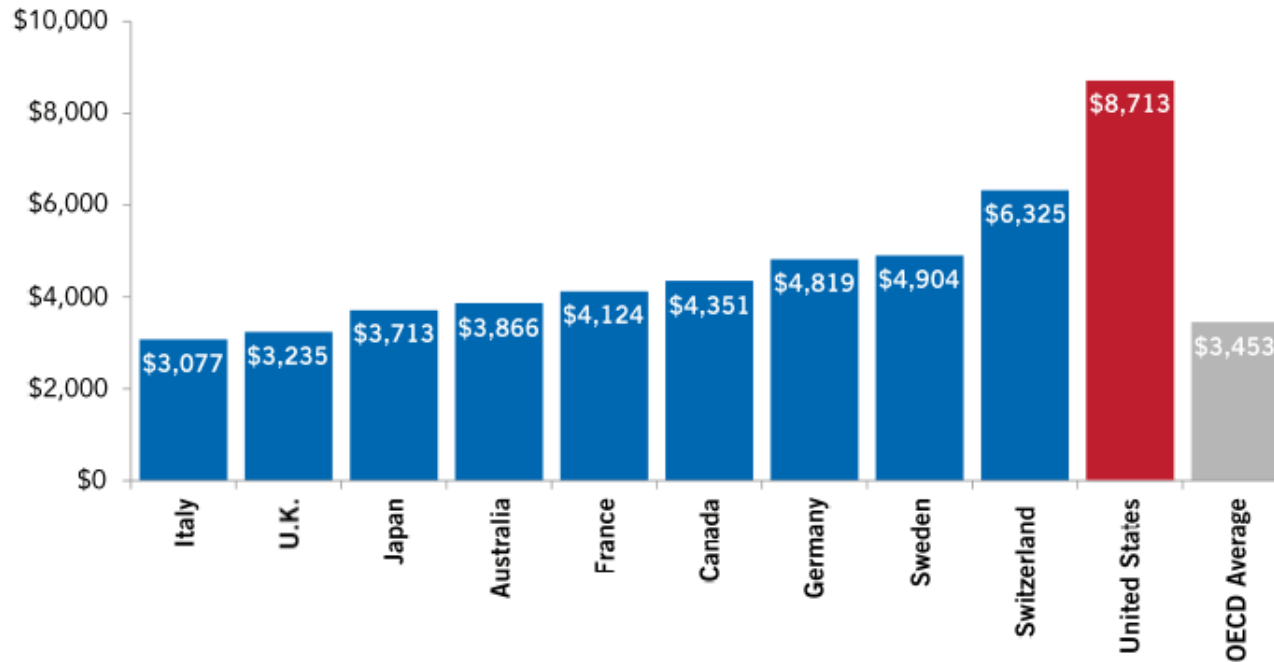
Source: CMS

# Per Capita Costs Comparison



United States per capita healthcare spending is more than twice the average of other developed countries

HEALTHCARE COSTS PER CAPITA (DOLLARS)



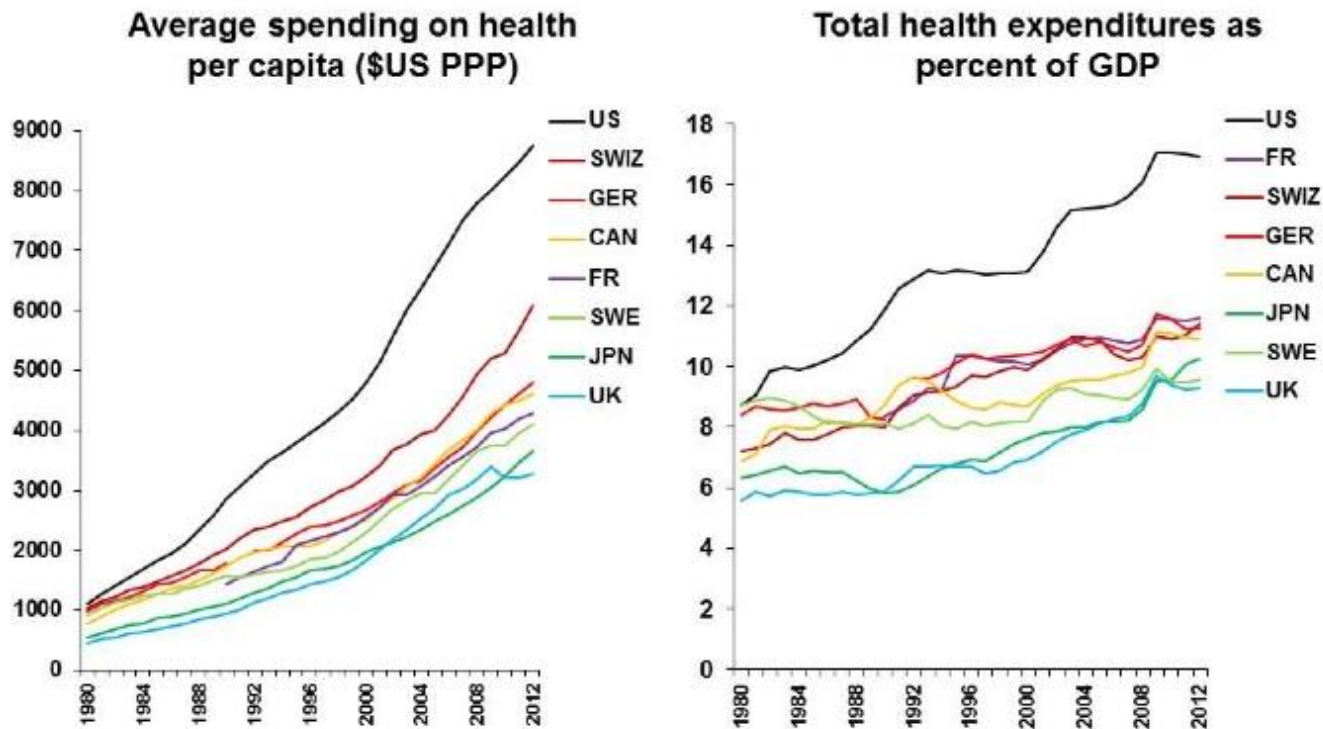
SOURCE: Organization for Economic Cooperation and Development, *OECD Health Statistics 2015*, November 2015. Compiled by PGPF.  
NOTE: Data are for 2013 or latest available. Chart uses purchasing power parities to convert data into U.S. dollars.

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PGPF.ORG

# Spending

## International Comparison of Spending on Health, <sup>2</sup> 1980–2012



Note: PPP = Purchasing power parity.  
Source: Commonwealth Fund, based on OECD Health Data 2014.





# Quality Comparisons Worldwide

**Exhibit 9. Select Population Health Outcomes and Risk Factors**

	Life exp. at birth, 2013 <sup>a</sup>	Infant mortality, per 1,000 live births, 2013 <sup>a</sup>	Percent of pop. age 65+ with two or more chronic conditions, 2014 <sup>b</sup>	Obesity rate (BMI>30), 2013 <sup>a,c</sup>	Percent of pop. (age 15+) who are daily smokers, 2013 <sup>a</sup>	Percent of pop. age 65+
Australia	82.2	3.6	54	28.3 <sup>e</sup>	12.8	14.4
Canada	81.5 <sup>e</sup>	4.8 <sup>e</sup>	56	25.8	14.9	15.2
Denmark	80.4	3.5	–	14.2	17.0	17.8
France	82.3	3.6	43	14.5 <sup>d</sup>	24.1 <sup>d</sup>	17.7
Germany	80.9	3.3	49	23.6	20.9	21.1
Japan	83.4	2.1	–	3.7	19.3	25.1
Netherlands	81.4	3.8	46	11.8	18.5	16.8
New Zealand	81.4	5.2 <sup>e</sup>	37	30.6	15.5	14.2
Norway	81.8	2.4	43	10.0 <sup>d</sup>	15.0	15.6
Sweden	82.0	2.7	42	11.7	10.7	19.0
Switzerland	82.9	3.9	44	10.3 <sup>d</sup>	20.4 <sup>d</sup>	17.3
United Kingdom	81.1	3.8	33	24.9	20.0 <sup>d</sup>	17.1
United States	78.8	6.1 <sup>e</sup>	68	35.3 <sup>d</sup>	13.7	14.1
OECD median	81.2	3.5	–	28.3	18.9	17.0

<sup>a</sup> Source: OECD Health Data 2015.

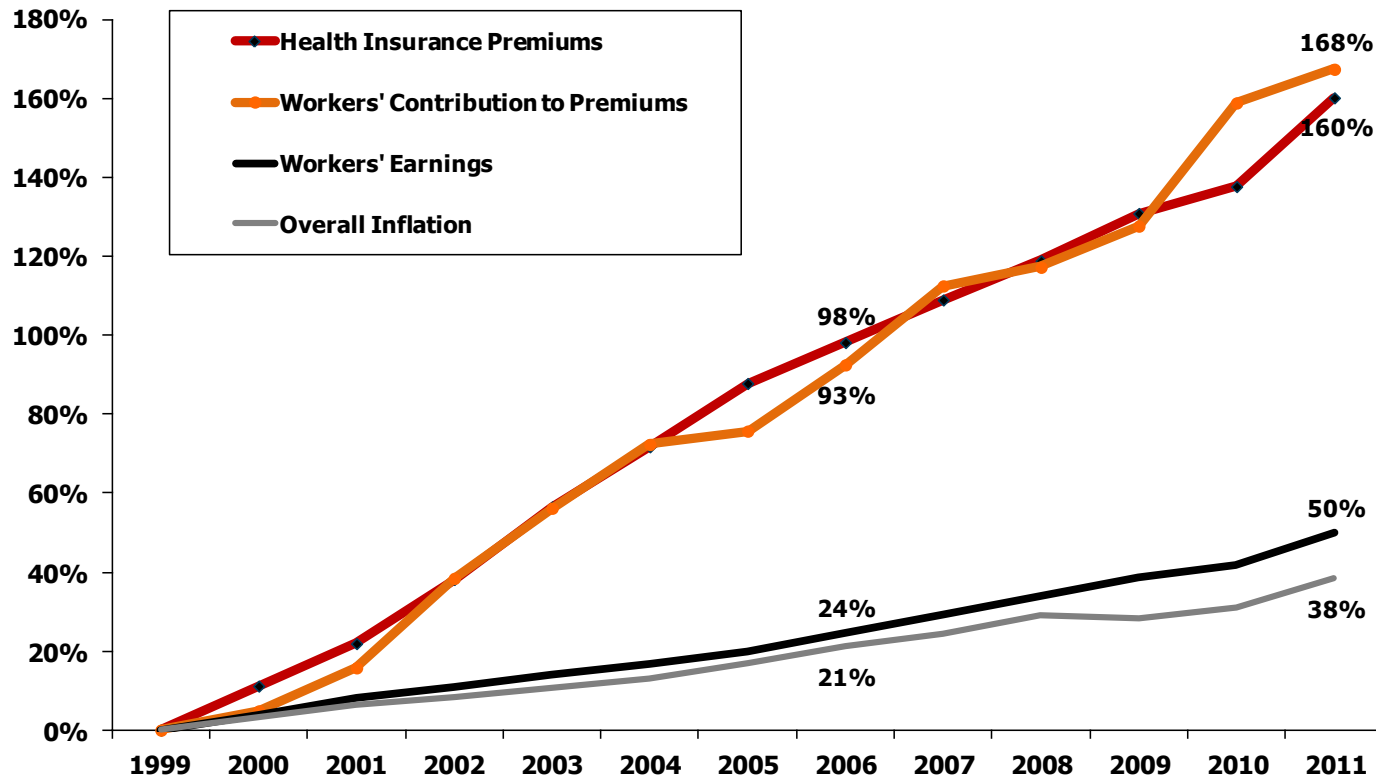
<sup>b</sup> Includes: hypertension or high blood pressure, heart disease, diabetes, lung problems, mental health problems, cancer, and joint pain/arthritis. Source: Commonwealth Fund International Health Policy Survey of Older Adults, 2014.

<sup>c</sup> DEN, FR, NETH, NOR, SWE, and SWIZ based on self-reported data; all other countries based on measured data.

<sup>d</sup> 2012. <sup>e</sup> 2011.



# Growth of Health Care Costs



Source: Kaiser/HRET Survey of Employer-Sponsored Health Benefits, 1999-2011. Bureau of Labor Statistics, Consumer Price Index, U.S. City Average of Annual Inflation (April to April), 1999-2011; Bureau of Labor Statistics, Seasonally Adjusted Data from the Current Employment Statistics Survey, 1999-2011 (April to April).

# Obesity and Diabetes Epidemic

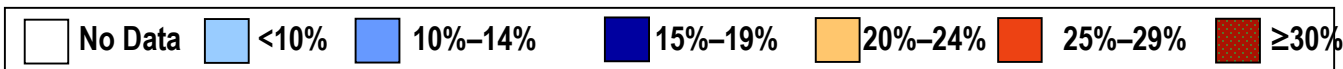
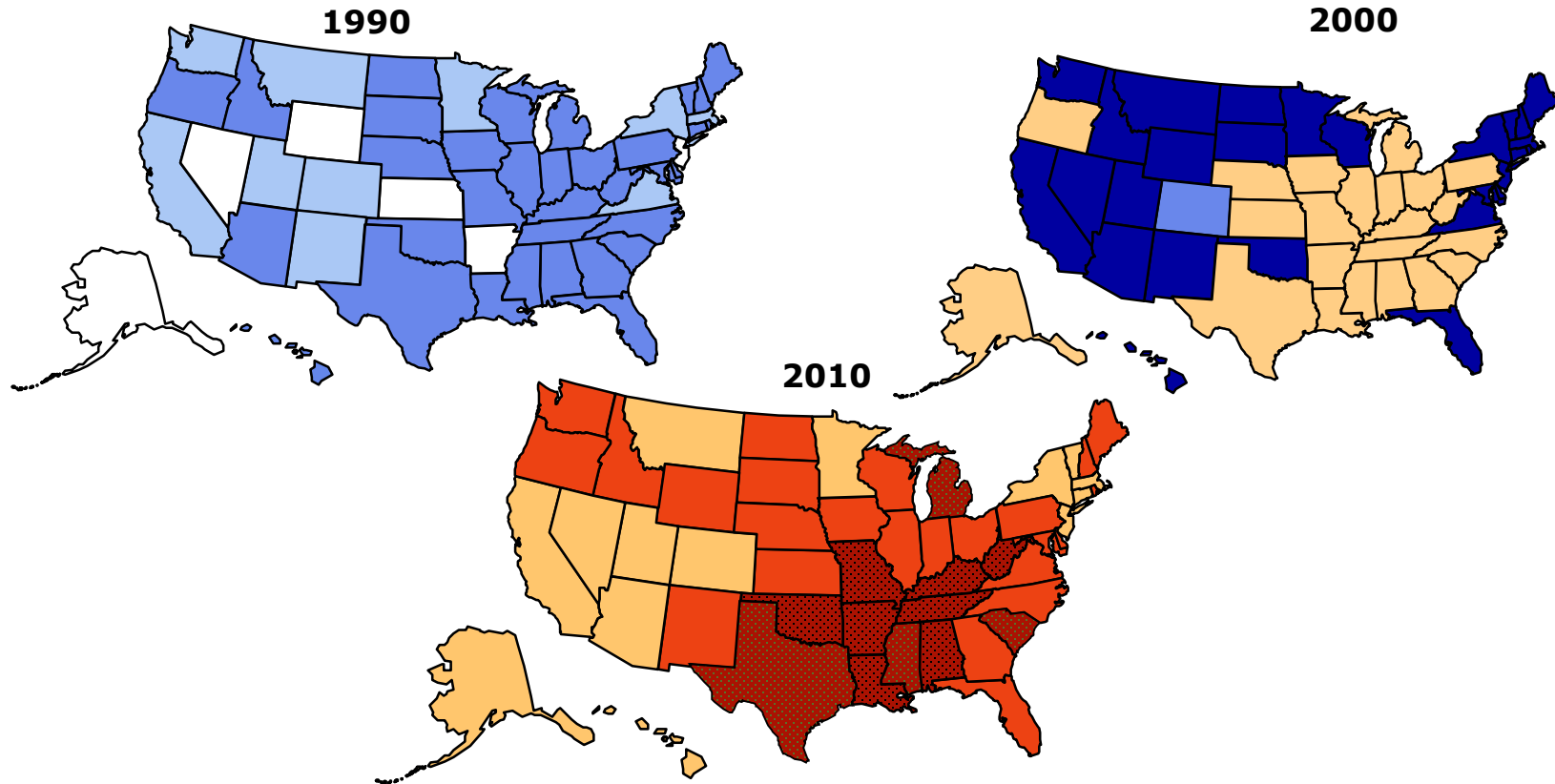
- Correlation between Obesity and Diabetes
- Epidemic Trend over the last 30+ Years





# Obesity Trends\* Among U.S. Adults BRFSS, 1990, 2000, 2010

(\*BMI  $\geq 30$ , or about 30 lbs. overweight for 5'4" person)



# Obesity Trends\* Among U.S. Adults

## BRFSS, 1990, 2000, 2010



- In 1990, **10** states had a prevalence of obesity less than 10% and no state had prevalence equal to or greater than 15%.
- By 2000, no state had a prevalence of obesity less than 10%, **23** states had a prevalence between 20–24%, and no state had prevalence equal to or greater than 25%.
- In 2010, no state had a prevalence of obesity less than 20%. **36** states had a prevalence equal to or greater than 25%; **12** of these states had a prevalence equal to or greater than 30%.



# Age-Adjusted Prevalence of Obesity and Diagnosed Diabetes Among U.S. Adults Aged 18 Years or older

## Obesity (BMI $\geq 30$ kg/m<sup>2</sup>)

1994



2000



2010



□ No Data    □ <14.0%    □ 14.0-17.9%    □ 18.0-21.9%    □ 22.0-25.9%    □  $\geq 26.0\%$

## Diabetes

1994



2000



2010



□ No Data    □ <4.5%    □ 4.5-5.9%    □ 6.0-7.4%    □ 7.5-8.9%    □  $\geq 9.0\%$

CDC's Division of Diabetes Translation. National Diabetes Surveillance System available at  
<http://www.cdc.gov/diabetes/statistics>





# International Health Institute - Triple Aim





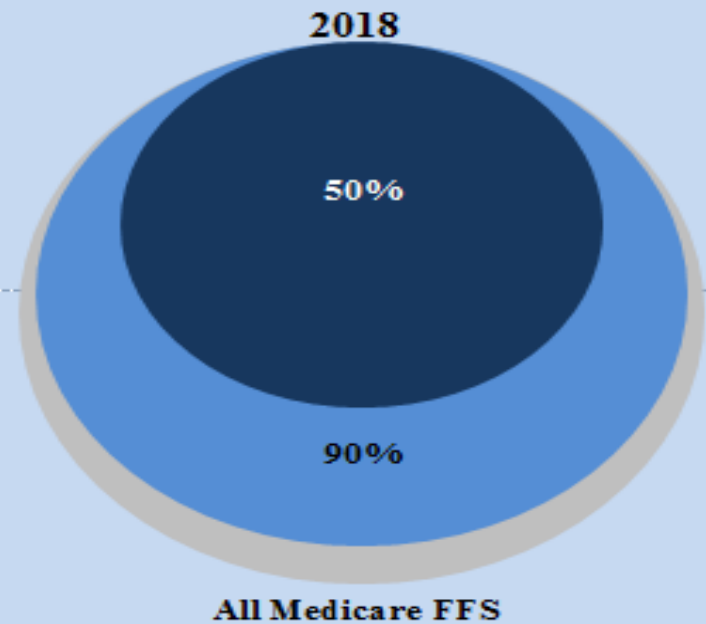
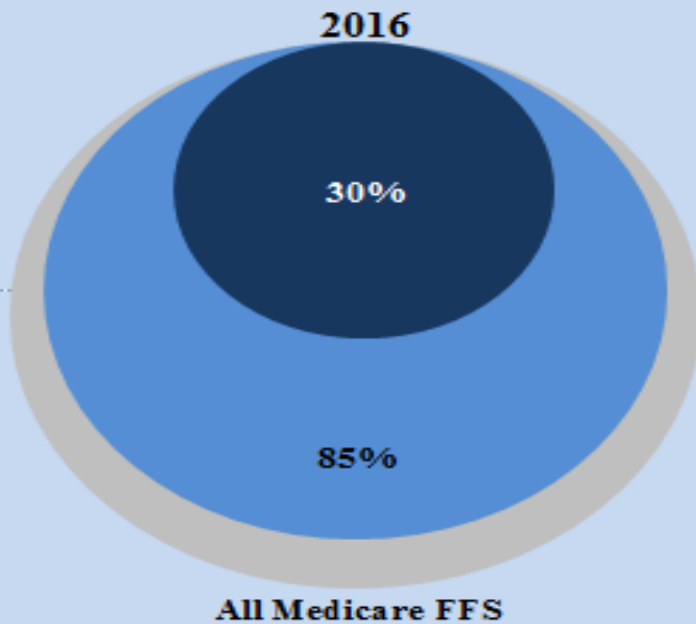
# Medicare Spending

- 94% of Medicare spending is on seniors with 2 or more chronic conditions
- 52% of Medicare spending is on seniors with 6 or more chronic conditions, which is 14% of the people
- 6% of Medicare spending is on seniors with less than 2 chronic conditions which is 32% of the people
- 19% of total Medicare spending is on people less than 65, which are 18% of the total people on Medicare

# Movement to Value-Based Care

## Target percentage of Medicare FFS payments linked to quality and alternative payment models in 2016 and 2018

- All Medicare FFS (Categories 1-4)
- FFS linked to quality (Categories 2-4)
- Alternative payment models (Categories 3-4)



Source: CMS



# Value-Based Programs

## VALUE-BASED PROGRAMS

	2008	2010	2012	2014	2015	2018	2019
LEGISLATION PASSED	MIPPA	ACA		PAMA	MACRA		
PROGRAM IMPLEMENTED			ESRD - QIP HVBP HRRP	HAC	VM	SNF-VBP	APMs MIPS

### LEGISLATION

**ACA:** Affordable Care Act  
**MACRA:** the Medicare Access & CHIP Reauthorization Act of 2015  
**MIPPA:** Medicare Improvements for Patients & Providers Act  
**PAMA:** Protecting Access to Medicare Act

### PROGRAM

**APMs:** Alternative Payment Models  
**ESRD-QIP:** End-Stage Renal Disease Quality Incentive Program  
**HACRP:** Hospital-Acquired Condition Reduction Program  
**HRRP:** Hospital Readmissions Reduction Program  
**HVBP:** Hospital Value-Based Purchasing Program  
**MIPS:** Merit-Based Incentive Payment System  
**VM:** Value Modifier or Physician Value-Based Modifier (PVBM)  
**SNFVBP:** Skilled Nursing Facility Value-Based Purchasing Program

Source: CMS



# **Focus Area: Preventative Services**







# **Welcome to Medicare**

# Initial Preventive Physical Exam

**Introductory visit to the Medicare Part B program  
("Welcome to Medicare")**

**Not a "routine physical checkup"**



Source: CMS

# Initial Preventive Physical Exam

## Frequency

- Once in the first 12 months of enrolling in Medicare

## Eligibility



Source: CMS



# Initial Preventative Physical Exam – Why is it Important?

- Provides the Clinician and Patient the opportunity to establish a plan of care to support their health
- Increases Patient and Caregiver engagement in their health plan and overall well being
- Opportune time to provide preventative and screening services to proactively manage care



# Annual Wellness Visit



# Annual Wellness Visit

**Used to develop/update personalized prevention plan**

**A preventive visit – not routine yearly exam**



Source: CMS



# Annual Wellness Visit

## Frequency

- Covered once every 12 months
  - Medicare will look to verify that at least 11 full calendar months have passed since last AWW

## Eligibility

- Patients with Part B coverage for more than 12 months
- Have not received an IPPE or AWW service within last 12 months
- IPPE and the AWW cannot be combined into a single visit



Source: CMS



# Annual Wellness Visit – Why is it Important?

- Improves Patient satisfaction and the ability to care for themselves
- Helps Patient take responsibility for their own care
- Provides Clinician and Patient the opportunity to establish a plan of care for the Patient's chronic illnesses and health care needs





# Annual Wellness Visit

- Marketing and Education of AWW
  - Providers
  - Patients
  - Staff
- Develop workflow and assess additional resources needed
  - Wellness Nurse
- How to get patients in?
  - Dual visits
  - Cold calling
  - Birthday cards
  - Mail letters



# Chronic Care Management



# Chronic Care Management

**Care coordination and care management for a beneficiary with multiple chronic conditions**

Requires the use of a certified EHR or other electronic technology



Source: CMS



# Chronic Care Management

## Frequency

- At least 20 minutes of clinical staff time

## Eligibility

- Patient must have two or more chronic conditions expected to last at least 12 months, or until death

Source: CMS



# Chronic Care Management – Why is it Important?

- Supports active management of Patient's care plan on a regular basis
- Provides coordinated care across multiple health care resources
- Provides an avenue for active communication and coordinated care



# Chronic Care Management

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- Comprehensive care management and coordination
- MDH Certified Health Care Home
- Create a comprehensive care plan
- 24/7 access to address urgent needs
- Communication between visits – monthly check-in
- Community Care Team – link them to community resources



# **Transitional Care Management**

# ➤➤➤ Transitional Care Management

Coordination and Management of care for the first 30 days following an inpatient stay to support transition back into the community setting



Source: CMS





# Transitional Care Management – Why is it Important?

- Provides opportunity for Clinician support following discharge from a care episode in an inpatient hospital setting
- Reduces potential for re-admission or complications from acute care episodes
- Supports transition of Patient into community setting

# Transitional Care Management

- Already doing but not formalized and was not billing appropriately
- Opportunity to assess patients who may benefit from CCM
- Community Care Team – link them to community resources
- Track and monitor patients – avoid preventable readmissions



# **Additional Services**



# Additional Preventative Health Services

- Annual Depression Screening
- Annual Alcohol Misuse Screening
- Annual face-to-face Interventional Behavior Therapy for Cardiovascular Disease
- Diabetes Outpatient Self-Management Training
- Medical Nutrition Therapy
- Smoking and Tobacco Use Cessation Counseling
- Advance Care Planning

Source: CMS



# Opportunities

- Improve patient care delivery and quality of care
- Improve health outcomes
- Improve financial performance



# Challenges

- Change
  - Staff, Providers and Patients
  - Documentation and Billing
  - Learning Curve
- Resources
  - Staff, Time, EHR and Data Analytics

# Questions?



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# Thank You!



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