



Cost & Resource Planning Committee History

Friday, October 18, 2002

Presented by:
Stephen Skorcz, President & CEO

Current Committee Membership



- Abd Alghanem, M.D.
- Greg Beckman
- Bob Emerson
- Janie Flemming
- Paul Fuhs, Ph.D.
- Henry Gaines
- Norma Hagenow
- Cathy Heiman
- Isadore King
- Pete Levine
- Bobby Pestronk
- Dan Russell
- Thomas Smith
- Thomas M. Smith, Jr.
- Julius Spears, Jr.
- Tom Svitkovich, Ed.D.
- John Waters, M.D.
- Jack Wheeler, Ph.D.



Meeting Attendance Record

- 1998: 8 meetings, 66% average attendance
- 1999: 9 meetings, 64% average attendance
- 2000: 6 meetings, 49% average attendance
- 2001: 5 meetings, 49% average attendance



History

- Original Resource Planning Task Force met once in 1997
- “Call to Action” in November, 1997 created the Cost & Resource Planning Committee



Outcome Option

- October 1999, Board of Directors approved the following outcome option:
 - Benchmark total community health care cost (both unit cost and utilization); demographically adjusted overall (age, race, gender and income); and within specific disease categories within provider type/site specific service.
 - Implement and continue to refine an ongoing benchmarking process for Genesee County in-conjunction with the University of Michigan-Ann Arbor.



Presentations

- Benchmarking Health Care Expenses in Genesee County – Paul Fuhs, Ph.D.
- National Product Breakout 1988-1997 – Kevin Seitz
- General Motors Health Care Information – Tony Stasunas
- Michigan Hospital Report “Review of Genesee County Hospital Data” – Mark Sonneborn
- Health Care in Genesee County – Genesys Health System, Hurley Medical Center, McLaren Regional Medical Center
- Perspectives on Issues Facing the Physician Community – Genesee County Medical Society
- Perspectives on Issues Facing the Health Systems - Genesys Health System, Hurley Medical Center, McLaren Regional Medical Center



Consultant Selection

- Professor Jack Wheeler, Ph.D., University of Michigan School of Public Health began working as the Cost & Resource Planning Committee consultant in May 1998 to develop a benchmarking data model for Genesee County, which is to become known as the Cost & Use Model.



Cost & Use Model

Michigan Atlas Diagnosis and Procedure Groupings

- Michigan Inpatient Database
 - 1996-1999
 - Hospital inpatient admissions only (no costs)
 - Age and sex adjusted
 - All payers
 - Comparison counties
- Health Insurance Claims
 - 1997-1998
 - inpatient and outpatient use and expenditures
 - four major health insurers (78%) of population
 - Medicare
 - Blue Cross Blue Shield of Michigan
 - HealthPlus of Michigan
 - Blue Care Network



Cost & Use Model

- Contract with University of Michigan-Ann Arbor was from October 1998 to September 2001
- Total cost for timeframe was approximately \$98,000



Creation of Data Review Subcommittee

- Data Review Subcommittee (whose outcome option is the same as the Cost & Resource Planning Committee) was created in 2000 to review data, from the Cost & Use Model, and make recommendations to the Cost & Resource Planning Committee as to areas that the Coalition might concentrate efforts in.
- Over time, the Subcommittee also began reviewing health plan and automaker data, in conjunction with the Cost & Use Model data.



Committees/Task Forces Created by Cost & Resource Planning Committee

- Back Pain Management Task Force
- Hysterectomy Task Force
- Acute Myocardial Infarction (AMI)
Guidelines Applied in Practice (GAP)
Project
- Heart Failure Task Force
- Ad Hoc Committee on Prompt Payment
- Pharmacy Task Force

All Committees/Task Forces listed above report to
the Cost & Resource Planning Committee

Continuation of Cost & Use Model



- Upon recommendations by both the Data Review Subcommittee and the Cost & Resource Planning Committee, the Board of Directors voted in September, 2002 to continue to fund the Cost & Use Model future years (at \$11,000 per year) with reformulation of the Model, using the MIDB and the MODB as the bases, with special studies of particular procedures as necessary.