

BREAKTHROUGH MAP

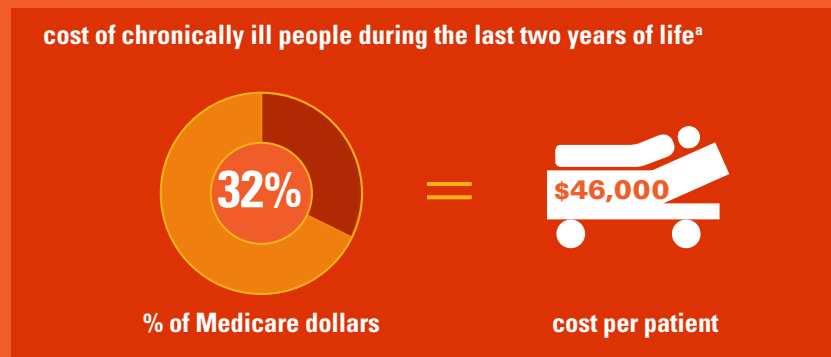
THE VALUE CASE FOR ADVANCED ILLNESS MANAGEMENT

As providers take on population-based risks, they are looking to reduce costs across the continuum of care. What has been a mission-based priority—ensuring the very ill and dying receive care that correlates with their wishes—has become a financial imperative as well.

AN OPPORTUNITY FOR IMPROVEMENT

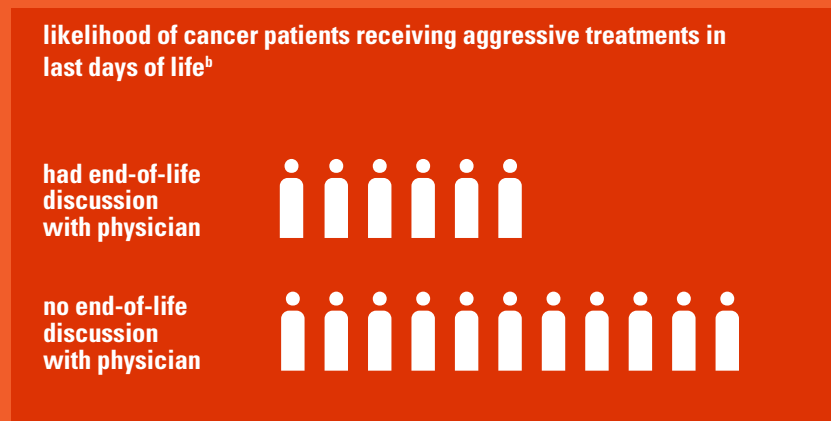
A COSTLY POPULATION

The final years of life account for the greatest healthcare expenditures.



EARLY TALKS ENSURE PATIENTS' WISHES

Many patients with chronic, life-threatening conditions receive more aggressive and expensive care than they want.



a Goodman, D.C., et al, *Trends and Variation in End-of-Life Care for Medicare Beneficiaries with Severe Chronic Illness*, The Dartmouth Institute for Health Policy & Clinical Practice, April 12, 2011.
 b Mack, J.W., et al, "Associations Between End-of-Life Discussion Characteristics and Care Received Near Death: A Prospective Cohort Study," *Journal of Clinical Oncology*, December 10, 2012, vol. 30, no. 35, pp. 4387-4395. Patients with advanced lung and colon cancer who had end-of-life discussions with a physician sooner than a month before dying were 50-60 percent less likely to receive aggressive, expensive treatments during their last days of life (e.g., chemotherapy in last 14 days, ICU stay in last 30 days).

Glossary

Palliative Care is specialized medical care for people with all types of serious illnesses. In addition to providing pain and symptom relief, palliative care can also include curative treatments.

Currently, palliative care is only partially reimbursed through fee-for-service billing for physician and advance practice nurse services.^f

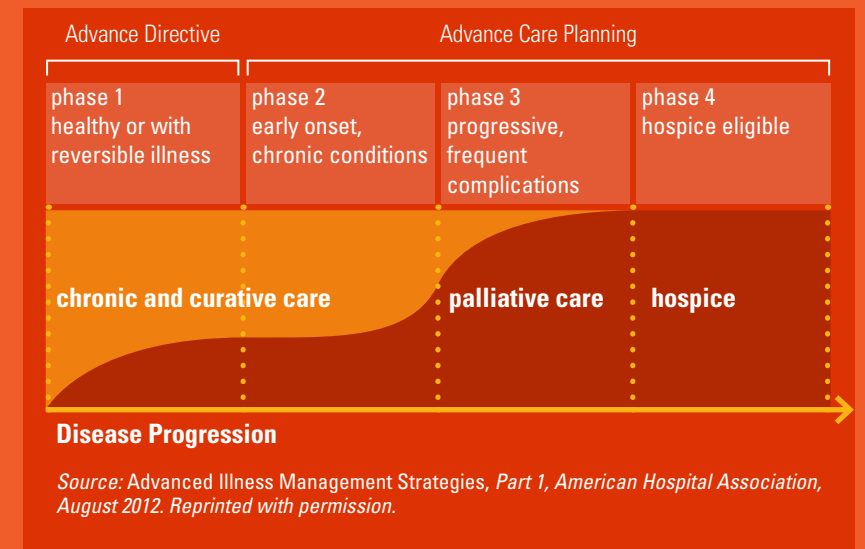
Hospice Care focuses solely on caring, not curing. Hospice provides expert medical care, pain management, and emotional and spiritual support expressly tailored to the patient's needs and wishes.

A NEW PARADIGM

To encourage coordinated care planning, the American Hospital Association recently endorsed a phased approach to end-of-life care that can start months, years, or even decades before a patient's illness becomes terminal.^c

ADVANCED ILLNESS MANAGEMENT

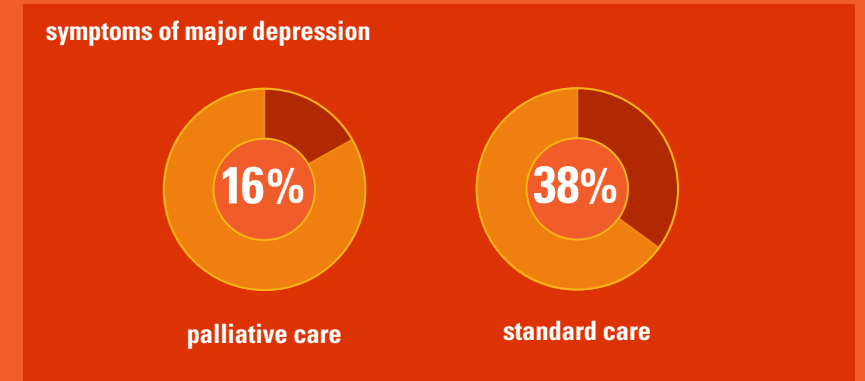
Advanced illness management helps patients transition from chronic to advanced illness and prepare for end-of-life care. This approach encourages the coordination of care across different settings (e.g., hospital, home, physician's office).



MISSION = MARGIN

IMPROVED QUALITY OF LIFE

Fewer seriously ill patients in palliative care developed symptoms of major depression than a control group of patients who received standard care (16% versus 38%).^d



LOWER COSTS

On average, patients who received palliative care incurred \$6,900 less in hospital costs during a given admission than a matched group of patients who received usual care.^e



c *Advanced Illness Management Strategies, Part 1*, American Hospital Association, August 2012.
 d Temel, J.S., et al, "Early Palliative Care for Patients with Metastatic Non-Small-Cell Lung Cancer," *NEJM*, 2010, vol. 363, no. 8, pp. 733-742.
 e Morrison, R.S., et al, "Palliative Care Consultation Teams Cut Hospital Costs for Medicaid Beneficiaries," *Health Affairs*, 2011, vol. 30, no. 3, pp. 1-9.

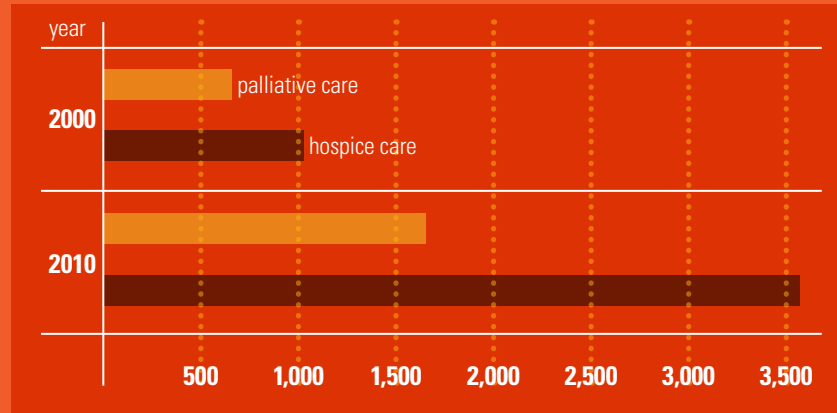
INCREASED CAPACITY ≠ END GOAL

A lot of progress has been made in the last decade to expand access to palliative and hospice care.

GROWTH IN END-OF-LIFE CARE

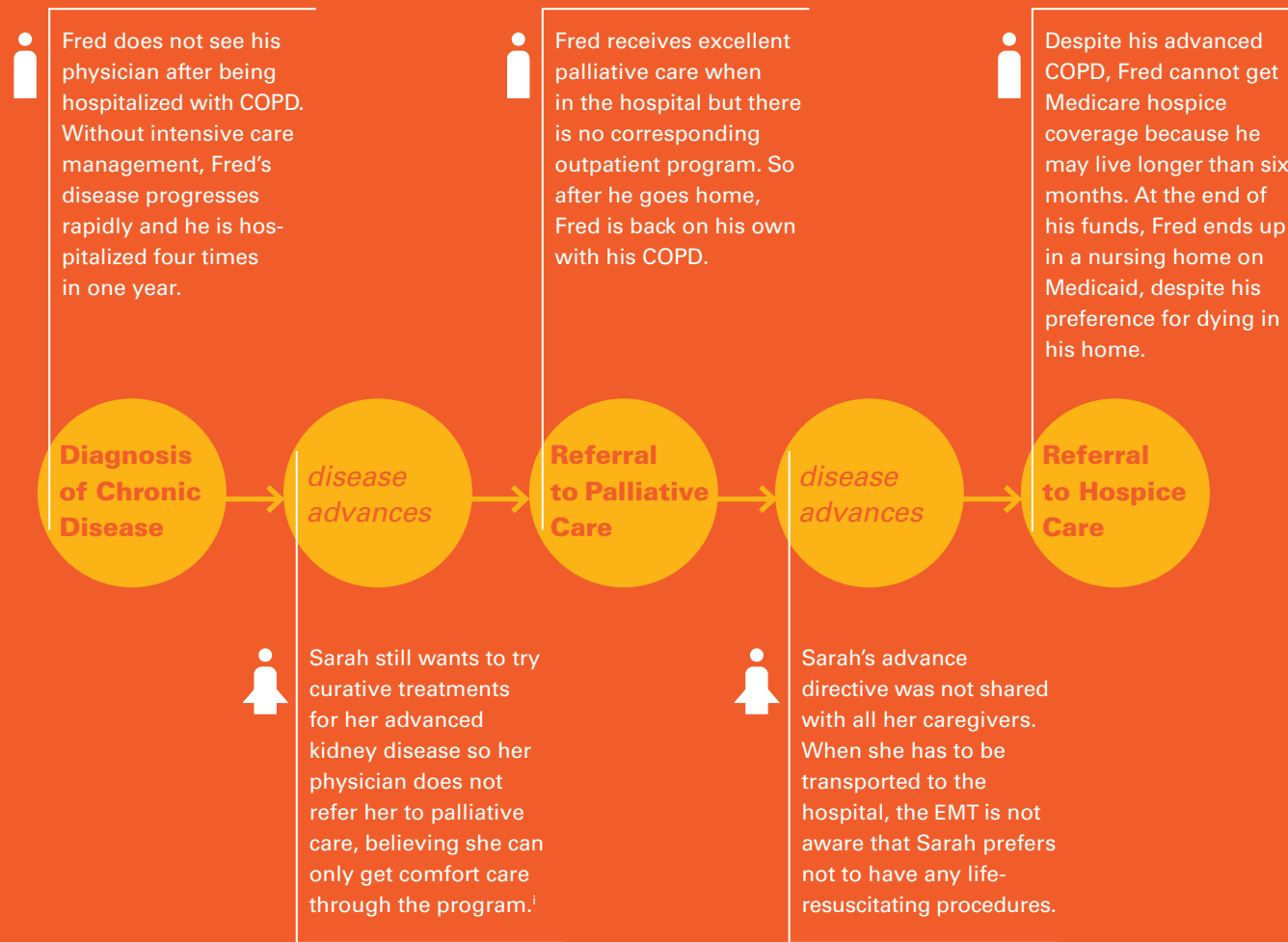
Palliative care: The number of hospitals with palliative programs grew by more than 100% in the last 10 years.^f

Hospice care: The number of hospice providers increased by 53% between 2000 and 2010.^{g, h}

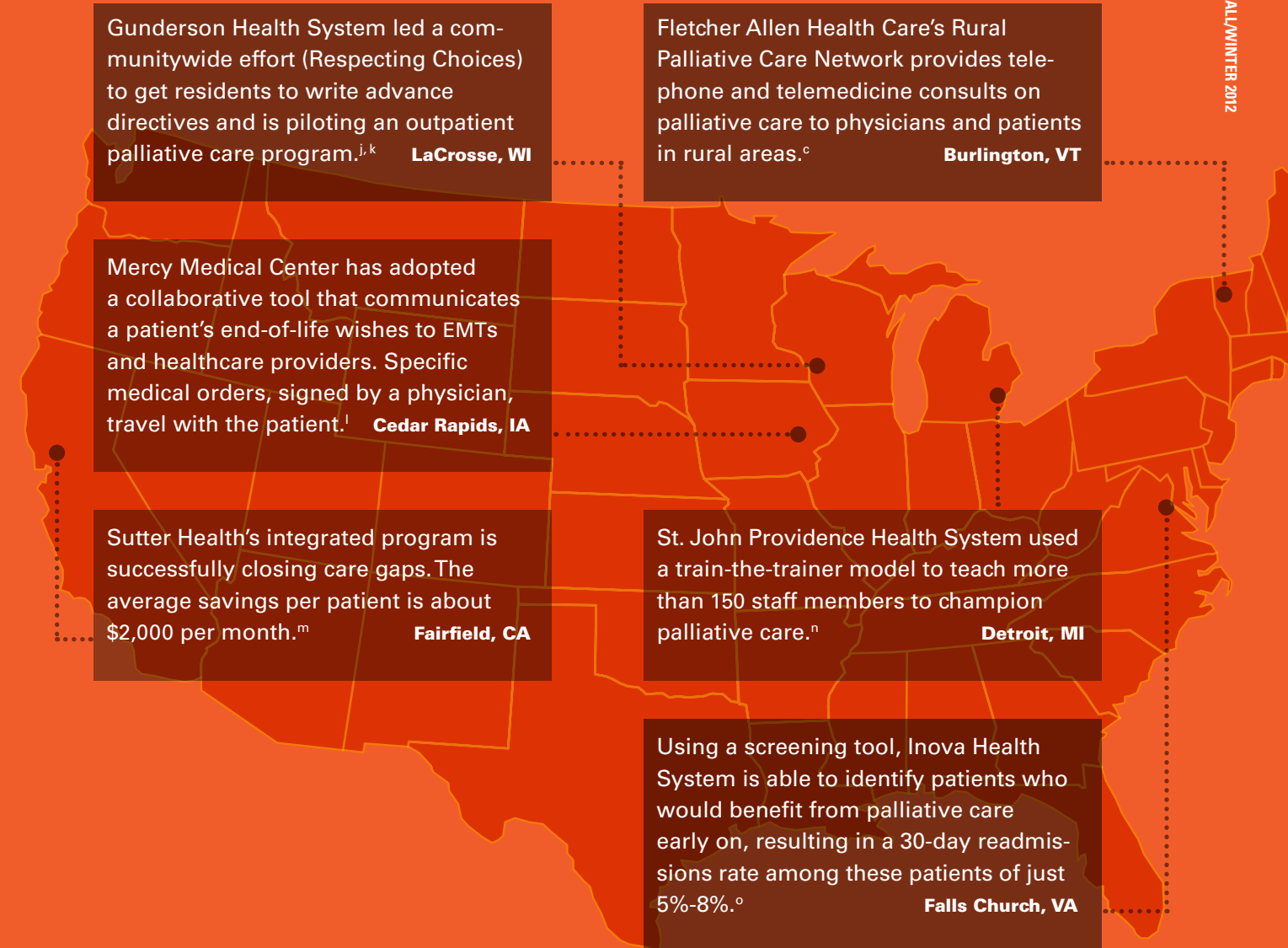


A BROKEN CONTINUUM

Numerous obstacles—a lack of awareness among patients, the need for education among healthcare professionals, payment issues, regulatory snafus, and communication and IT challenges—still hinder the coordination of care for patients with serious, advanced illnesses.



PROMISING APPROACHES



f *Palliative Care Services: Solutions for Better Patient Care and Today's Health Care Delivery Challenges*, American Hospital Association, November 2012.
g Medicare Payment Advisory Commission, Hospice Services. Chapter 11 in: *Report to the Congress: Medicare Payment Policy*, Washington, D.C.: 2009.
h Despite the growth in hospice, more than half of patients who are eligible and appropriate for hospice care die without receiving it, according to: Bradley, E.H., et al, "Referral of Terminally Ill Patients for Hospice: Frequency and Correlates," *Journal of Palliative Care*, 2000, vol. 16, no. 4, pp. 20-26.
i According to the *2011 Public Opinion Research on Palliative Care* from the Center to Advance Palliative Care, 70 percent of consumers surveyed have no knowledge of what palliative care is. In addition, the physicians surveyed equated palliative care with hospice care and only admit patients to palliative care for end-of-life comfort care.
j *Advanced Illness Management Strategies, Part 2*, American Hospital Association, December 2012.
k Cantlupe, J. "Hospitals Opting for Palliative Care," *HealthLeaders Media*, August 6, 2012.
l c, pg.17. The tool Mercy has adopted is from the Iowa Physician Orders for Sustaining Treatment program that is modeled on the national Physician Orders for Life-Sustaining Treatment Paradigm program (www.polst.org).
m Meyer, H., "Changing the Conversation in California About Care Near the End of Life," *Health Affairs*, 2011, vol. 30, no. 3, pp. 390-393.
n "St. John Providence, St. Mary's Cited for Innovation in Palliative Care," *Catholic Health World*, August 15, 2011.
o As reported in f, pp. 7. The report includes Inova's screening tool as an appendix.