**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.

**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%).

**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.

**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).

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Mark, J.W., et al, “Association Between End-of-Life Discussion Characteristics and Care Received Near Death: A Prospective Cohort Study.” *Journal of Clinical Oncology,* December 10, 2010, vol. 30, no. 36, pp. 4917-4926. 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).


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).

**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.

**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).

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**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.

**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.

Hospice care during the last six months of life is covered by Medicare (National Hospice Association Facts and Figures).

Advanced Illness Management encompasses four phases as a patient’s health declines, from basic good health and chronic care management through palliative care and hospice care. The Coalition to Transform Advanced Care defines advanced illness as “occurring when one or more conditions becomes serious enough that general health and functioning decline, and treatments begin to lose their impact.”
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.¹
Hospice care: The number of hospice providers increased by 53% between 2000 and 2010.²

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.

Fred does not see his physician after being hospitalized with COPD. Without intensive care management, Fred’s disease progresses rapidly and he is hospitalized four times in one year.

Fred receives excellent palliative care when in the hospital but there is no corresponding outpatient program. So after he goes home, Fred is back on his own with his COPD.

Despite his advanced COPD, Fred cannot get Medicare hospice coverage because he may live longer than six months. At the end of his funds, Fred ends up in a nursing home on Medicaid despite his preference for dying in his home.

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

INCREASED CAPACITY ≠ END GOAL

PROMISING APPROACHES
Gunderson Health System led a communitywide effort (Respecting Choices) to get residents to write advance directives and is piloting an outpatient palliative care program.³ LaCrosse, WI

Fletcher Allen Health Care’s Rural Palliative Care Network provides telephone and telemedicine consults on palliative care to physicians and patients in rural areas.⁴ Burlington, VT

Mercy Medical Center has adopted a collaborative tool that communicates a patient’s end-of-life wishes to EMTs and healthcare providers. Specific medical orders, signed by a physician, travel with the patient.⁵ Cedar Rapids, IA

Sutter Health’s integrated program is successfully closing care gaps. The average savings per patient is about $2,000 per month.⁶ Fairfield, CA

Using a screening tool, Inova Health System is able to identify patients who would benefit from palliative care early on, resulting in a 30-day readmissions rate among these patients of just 5%-8%.⁷ Falls Church, VA

Sarah still wants to try curative treatments for her advanced kidney disease so her physician does not refer her to palliative care, believing she can only get comfort care through the program.⁸

Sarah’s advance directive was not shared with all her caregivers. When she has to be transported to the hospital, the EMT is not aware that Sarah prefers not to have any life-resuscitating procedures.

MEDICAID EXPANSION

As reported in f, pp. 7. The report includes Inova’s screening tool as an appendix.

References:
¹ Palliative Care Services: Solutions for Better Patient Care and Today’s Health Care Delivery Challenges, American Hospital Association, November 2013.
³ Despite the growth in hospice, more than half of patients who are eligible and appropriate for hospice care are not receiving it, according to: Bradley, E.J., et al. “Referral of Terminally Ill Patients for Hospice: Frequency and Correlates.” Journal of Palliative Care, 2010, vol. 16, no. 4, pp. 20-24.
⁴ 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.
⁶ Cantlupe, J. “Hospice Owing for Palliative Care.” HealthLeaders Media, August 8, 2012.
⁷ C.p.p.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 program (www.polst.org).
⁹ “St. John Providence, St. Mary’s Cited for Innovation in Palliative Care,” Catholic Health World, August 10, 2011.
¹⁰ As reported in f, pp. 3. The report includes Inova’s screening tool as an appendix.