

Representatives from the Council of the AHA Section for Metropolitan Hospitals met June 11-12, 2018 in Phoenix. Agenda items for the meeting include a discussion of price transparency for status and future policy, a disruptive innovation and transformation conversation and an update on drug pricing and policy proposals. Members were updated on AHA Board activities and were briefed on the political environment, legislative advocacy and regulatory policy for the Administration and Congress. There was an open forum where members identified their most pressing issues. They also reviewed an example of a case study of digital strategy for consumer engagement. A <u>roster of the Section's council</u> is available www.aha.org.



Washington Legislative Update: The political environment is focused on interventions for the opioid crisis and dozens of bills have come forward. Members received an early political update looking at the midterm primaries and elections. Members endorsed the importance of the <u>AHAPAC</u> and the work of the <u>Coalition to Protect</u> <u>America's Health Care</u> to take our message to the public.

Washington Regulatory and Policy Update: Proposed cuts by CMS to the **340B drug savings program** remain an issue. AHA is

addressing the problem legally, legislatively and through regulatory comment. High priorities in the IPPS proposed rule focus on price transparency and CAR T-Cell therapy. AHA's efforts to relieve the regulatory burden for hospitals continue with meaningful measures and EHR changes. State marketplace stabilization and ACA mandates continue to be issues of concern.



Price Transparency Current Status and Future Policy: The current Administration has identified price transparency as one of its major health care initiatives and CMS has asked for input on ways to make more useful pricing information available to consumers. The objective of this discussion is to examine the current focus on price transparency and identify opportunities to improve patient access to accurate and timely pricing information. Members researched trasparency of charges for local services and tests and the components of those charges. They discussed possible policy options to improve price transparency in health care such as websites, cost estimates

for most frequent services, and mediation options for surprise bills.



Disruptive Innovation and Transformation:

The current health care environment is changing dramatically, fueled by disruption and innovation both by hospitals and health systems and from new entrants in the health care field. This discussion continues one began in February

2018. Members shrared strategies they are exploring to respond to disruptive forces in their markets and provide feedback on what else AHA can do to support the field during these changing times. Moreover, AHA has launched a "Disruptive Innovation: Opportunities and Challenges" website at https://www.aha.org/disruptive-innovation-opportunities-and-challenges.



A Consumer Driven Digital Strategy: Continuous engagement with consumers about their health, between episodes of care, is critical. Forces such as the rise of consumerism and the new digital economy are forcing even greater changes in the way health care is delivered and how providers interact with patients. If successful, providers may offer better patient and caregiver experiences through digital tools that foster and enable valueadded time between clinicians and their patients; and access to

new and untapped revenue streams through commercialization and merchandising.



Drug Pricing Policy Proposals: Last month the U.S. DHHS issued a policy statement and request for information on ways to lower drug prices and reduce out-of-pocket costs for consumers. Members were oriented to and provided input on three federal ideas that seek to reduce drug pricing through changes to the Medicare program:

- Site-neutral Payments for Drugs
- Transitioning Part B Drugs to Part D Benefit
- Competitive Bidding for Part B Drugs.



The AHA Leadership Summit offers strategies and tools to help organizations better serve their patients and communities while improving financial and operational goals. Hospital leaders from the nation's foremost hospitals and health systems attend this unique forum to discuss the critical issues facing their organizations and network to find the solutions

they need to be more successful. For more information, go to the <u>AHA Leadership</u> <u>Summit homepage.</u>

For more information about the topics covered in these highlights or on the <u>AHA</u> <u>Section for Metropolitan Hospitals</u>, contact John T. Supplitt, senior director, at 312-422-3306 or <u>isupplitt@aha.org</u>.