Welcome to the April 1, 2021 All-Alliance Webinar

#### Washington State's New Health Care Cost Transparency Board: What Does It Mean For You?

\*Please keep your camera and microphone off.

Share questions and comments in the Chat.





Leading health system improvement

#### "If you do not change direction, you might end up where you are heading." Lao Tzu





# **Today's Presentation**

- 1. Conversation between AnnaLisa and Nancy
  - Context for the Health Care Cost Transparency Board (HCCTB)
  - Washington's structure and approach to this work
  - Data and its use
  - Driving action through the HCCTB
- 2. Panelist response and conversation
- 3. Action steps you can take





AnnaLisa Gellermann Manager Health Care Cost Transparency Board





## HB 2547

- Establishes Health Care Cost Transparency Board
  - Governor appointed
  - Caucus nominees
- Annually calculate Total Health Care Expenditures (THCE) and health care cost growth by:
  - Statewide and by geographic rating area
  - By market segment
  - Per capita
  - Other recommended categories
  - For each health care provider or provider system and payer (factoring health status, utilization, intensity, regional difference on input prices)
- Set benchmark
- Analyze cost drivers
- Report to the Legislature on THCE, Cost Benchmark, and Performance (August 2021 and beyond)



#### **State Efforts**

	Est.	Formula	Benchmark	Year
Massachusetts	2012	Growth rate of PGSP (PGSP)	3.6%	2013-17
		PGSP5%	3.1% (2018)	2018-22
		PGSP	TBD	2023 and beyond
Delaware	2018		3.8%	2019
			3.5% + .5%	2020
			3.25% + .25%	2021
			3.0% + 0%	2022
			3.0% + 0%	2023
Rhode Island	2019	Per Capita GSP	3.2%	2019-22
				2020
Oregon	2019	Historic GSP	3.4%	2021-5
			3.0%	2026-30
Connecticut	2020		TBD	2021-2025
Washington	2020		TBD	2022



## **Required Board Actions**

- 1. Establish a health care cost growth **benchmark**.
- 2. Appoint **2 required advisory committees** to provide input to the Board.
- 3. Analyze total health care expenditures.
- 4. Identify **trends** in health care cost growth.
- 5. Identify entities that exceed the health care cost growth benchmark.
- 6. **Report** to the Legislature, including policy recommendations.



# **Board Members**

Sue Birch, Director, HCA (chair)

Lois Cook, owner/operator, America's Phone Guys

John Doyle, CFO, Starr Ranch Growers

Bianca Frogner PhD, Director, Center for Health Workforce Studies, UW

Sonja Kellen, Senior Director, Global Health and Wellness, Microsoft Pam MacEwan, CEO, WAHBE

Molly Nollette, Deputy Commissioner for Rates and Forms, OIC

Mark Siegel, Director, Employee Benefits, Costco

Margaret Stanley

Kim Wallace, Medical Administrator, L&I

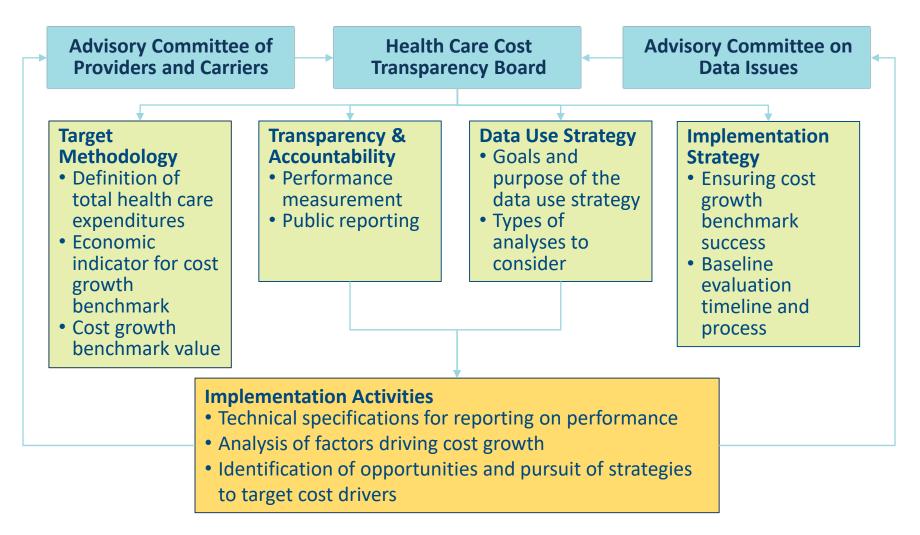
Carol Wilmes, Director, Member Pooling Programs, Assoc. of WA Cities

Edwin Wong PhD, Research Associate Professor, UW

Laura Kate Zaichkin, Director, Health Plan Performance, SEIU 775 Benefits Group



# Organization



# Major Events 2021

- April Appoint Advisory Committee of Providers and Carriers
- May First P&C Advisory Committee Meeting
- JunePreliminary recommendation on benchmark methodologyFirst Data Advisory Committee meeting
- July Preliminary recommendations on performance assessment
- Sept Data Use strategy discussion (Identifying Cost Drivers)
- Nov Develop implementation strategy, baseline evaluation timeline
- Dec Review of final recommendations



## 2022 and Beyond

January-

March Development of data manual

June Call for data (2019-2020-2021) to establish baseline THCE

#### 2023 Call for data (2022) permits comparison to baseline



# **Key Design Considerations**

- 1. Defining total health care expenditures
  - What types of spending should be included?
  - What sources of coverage are included?
  - Include residents only or include non-residents covered by employers in the state?
- 2. Establishing the benchmark methodology
  - How to identify the benchmark value?
  - How often should the benchmark be modified?
- 3. Measuring performance
  - Whose performance should be assessed?
  - What are the criteria for reporting payer and provider performance?



# Welcoming our Distinguished Panelists



Dr. David J. Carlson Chief Physician Officer Senior VP Provider Enterprise MultiCare Health System





### Jaja Okigwe Chief Executive Officer First Choice Health





Jim Zimmerman Chief Operating Officer Elson S. Floyd College of Medicine





# **Action Steps You Can Take**

- Follow the HCCTB's progress on HCA's website and register for updates
- 2. Attend meetings
- 3. Provide feedback to board members
- 4. Reach out to AnnaLisa directly <u>Annalisa.Gellermann@hca.wa.gov</u>

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and collaboration > Health Care Co	ost Transparency Boa	rd			
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e plans (payers) pay provide	ers. The Health (	their health care. Rising health car Care Cost Transparency Board was s ng health care cost growth and incr	signed into law by Governor		
On this page What's the Board me		of the board?			
		tings and materials			
	Past meeting News and an	Upcoming meetings and materials			
		Date and time	Location	Materials	
Anat's the role of the b     Health Care Cost Transparency Box     for reducing the state's health Care     1. Determining the state's total heal     expenditures.     2. Identifying cost trends and cost d     health care system.     3. Setting a health care cost growth     4. Reporting annually to the Legisla	ency Board is alth care cost j otal health car	Monday, March 15, 2021 2-4 p.m.	The meeting was held via Zoom	<u>View the board book (03/15/2021</u> ), which includes the agenda, presentations, and more	
	-	Tuesday, April 13, 2021 10 a.mnoon		h Care Authority	
		Thursday, May 13, 2021 9-11 a.m.	Tł he Email Upda	ates	
		Wodnosday, Juno	TI Please enter your co	ontact information below to:	
			<ul> <li>Sign up for update</li> <li>Access your subsc</li> </ul>	es; or	
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# Thanks for joining us!

Framework for Action Webinar Series Brought to you by Bree Collaborative & Washington Health Alliance

Interoperability: Removing Barriers to Value-Based Success (Why Don't We All Talk to Each Other?!)

> April 15, 2021 10:00 am - 11:30 am PT

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