

Committee meeting notes

Committee Name: Health Economics Committee

Recent Meeting Date(s): October 12, 2017

Achievements/Decisions:

- The meeting was dedicated to brainstorming solutions to the question: What are best ways to assign estimates of allowed amounts to encounter records that lack financial information?
- Because Kaiser has a large volume of encounter records in its data submissions, the committee invited Karyn Baker, an actuary from Kaiser, to attend.
- Members settled on a three-step approach that capitalizes on existing relative value unit information that Milliman applies to Alliance database records. Details available upon request.

Issues/Risks/Concerns:

- Members acknowledged that the solution is unlikely to be perfect, but we should proceed and be prepared to attach caveats and limitations to reports and analyses.
- Reasonableness checks should be conducted to confirm that the total spending implied by the repricing routine is realistic and defensible.

Upcoming Activities:

• Karen Baker and Will Fox from Milliman will confer to address the first step of the process and advise the Alliance of their findings.