Intentional Governance Boards and Quality

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Prepared for

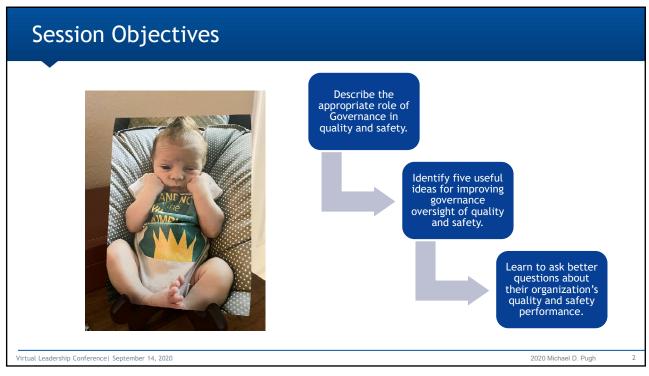
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Governance and Quality: Finding the Right Balance



- Are you stuck in the weeds?
 - Lots of data, little information
- Are you setting expectations or simply approving reports?
 - Few real questions by Board members
- Is quality strategic?
 - Part of the plan but rarely discussed as strategic
- Are you asking why?
 - Discussions focus on "what" rather than "how" or "why"
- Equal time and attention?
 - Board spends much more time on financial issues

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Five Ideas to Improve Governance of Quality and Safety



- 1. Think differently.
- 2. Ask better questions.
- 3. Know how you compare.
- 4. Focus on desired outcomes.
- 5. Have real strategies.

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Idea 1: Think Differently What is Quality? Patient Family • Provider From who's • Employee perspective? • Leadership Multidimensional • Board • Objective and Subjective Payer • Classic and Romantic (Zen and the Art of Motorcycle Maintenance) • Regulator How do we Patient Experience and Clinical values describe it? Safe and Effective • High Tech and High Touch • Highly Reliable and Innovative • Evidence and Art How we think (Mental Models) defines what we do.... Virtual Leadership Conference | September 14, 2020 2020 Michael D. Pugh

Think Differently: What Matters to Patients

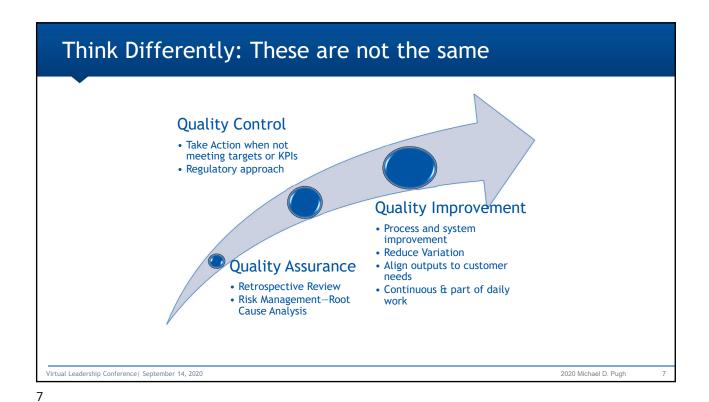
Don't hurt me Help me Be Nice to Me



Don Berwick, MD

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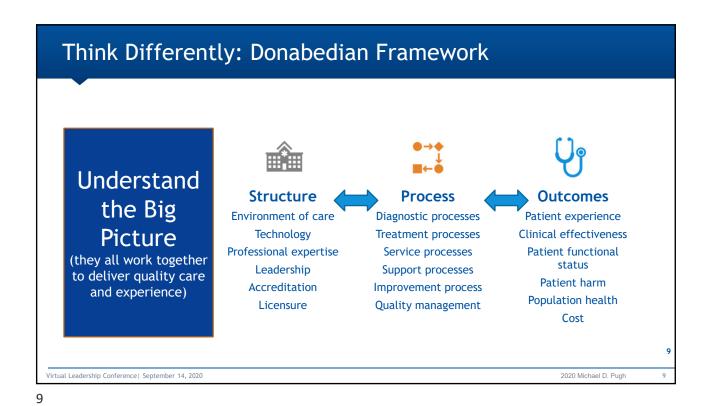
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Think Differently: Two Sides of the Same Coin

Quality: Deliver everything that will help, and only what will help. The goal is 100%

Safety: Do no harm. The goal is 0 Events



Think Differently: See the forest, not just the trees

- Most Board Quality Committees are focusing on <u>Process</u> measures rather than Outcomes and Structure.
 - Quality reports tend to be reports on process measures
 - Board Quality committees need to "get out of the weeds" and focus on high level outcomes and strategy to deliver those outcomes
- A comprehensive Board view of quality and safety also requires periodic review of key Structure elements
 - Staff clinical competency, accreditation compliance and issues, regulatory compliance, credentialing process, technology use, risk management, cost of poor quality



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IDEA 2: Ask Better Questions

Four common types of questions in Board rooms:

- 1. Clarification/educational
- 2. Inquiry/expectation
- 3. Information/accountability
- 4. Power/political



Questions are the most powerful tool that board members possess



What you ask signals importance



How you ask shapes board culture

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Ask Better Questions

Inquiry Questions

- How will this improve patient care?
- How does this fit into our strategic plan?
- What resources are we committing to solving this problem?
- How will this impact financial performance?
- When will we be able to show measurable results?
- What support from the board do you need?

Attack Questions

- Why haven't you fixed this problem?
- Why didn't you bring this to the board earlier?
- Why aren't you doing something about those doctors?
- Where is your financial justification for this?
- Who is responsible for this disaster?

Board Culture is shaped by the way that Board Members ask Questions

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Ask Better Questions: Setting expectations



What are the important quality and safety results we should be monitoring?

How good do we want to be?

Where is our performance now?

Where should our performance be?

When should we expect results?

How does our strategy move this measure?

What resources are we committing to this effort?

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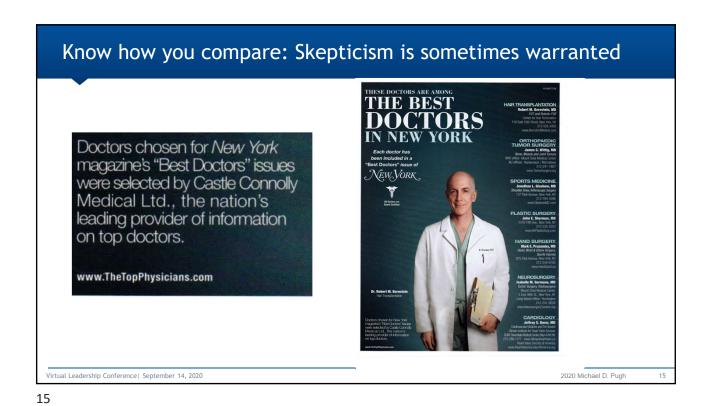
Idea 3: Know how you compare

- Public rating and ranking systems are here to stay
 - Used by payers, regulators and patients to make judgements
 - Patient experience feedback on social media becoming common.
 - Becoming part of payment systems—Fee for Value
- They are imperfect, but...
 - Utilize data supplied by the hospitals directly or reported to CMS and regulators
 - When good, it goes on the website
 - When bad...not much transparency
 - Few CEOs enjoy sharing information that suggest performance is poor or average
- They can be useful
 - Composite picture of quality and safety performance
 - Can be a reality check
 - External view of performance

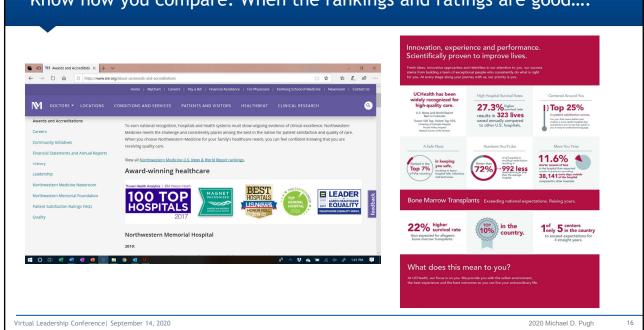


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Know how you compare: When the rankings and ratings are good....





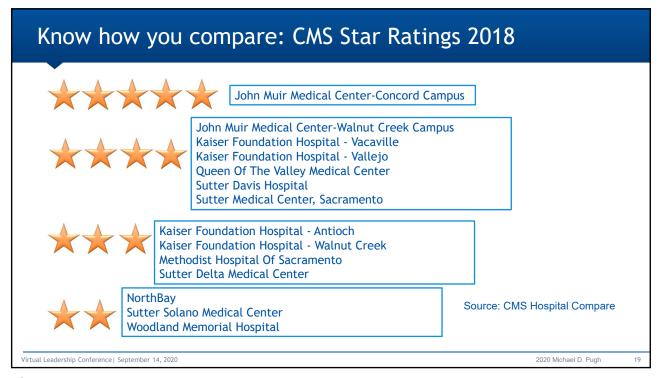
Know how you compare

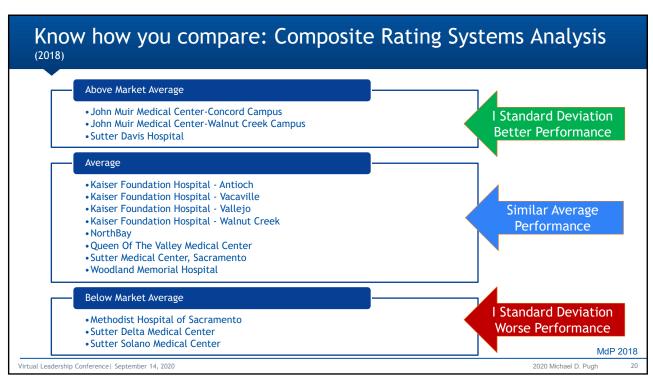
- CMS Hospital Compare
- CMS Value Based Purchasing
- HealthGrades.com
- Leapfrog
- Healthcare6
- Yelp
- US News and World Report
- CalHospital Compare
- Carechex
- Health Insight

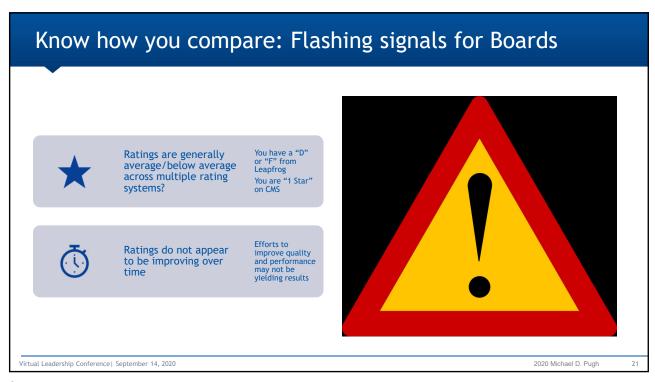
- Truven/IBM
- RateMDs
- Whynotthebest.org
- RateMDs.com
- Vitals.com
- Healthcare Reviews
- America's Top Doctors
- SurgeonRatings.org
- Lown.org

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Idea 4: Focus on Desired Outcomes

Potential Categories

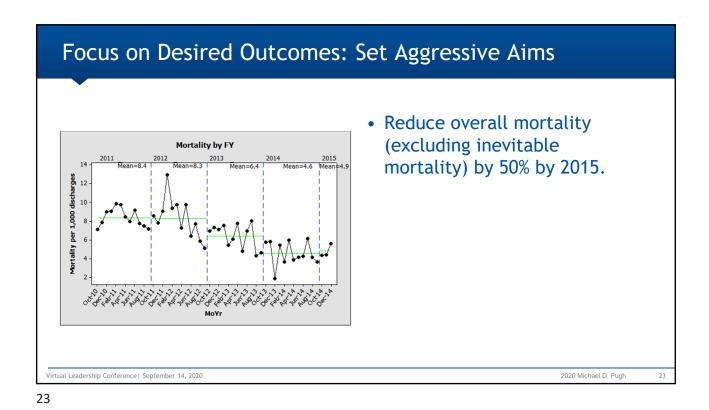
- Patient safety/harm reduction
- Clinical Care
- Patient Experience

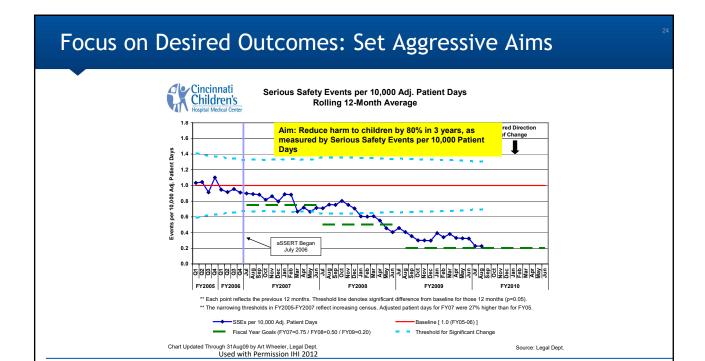
Possible Outcome Measures

- Patient Harm Index measured over time
- % of patients receiving "right care"
- Hospital Mortality Rate
- % of patients who rate "would recommend"

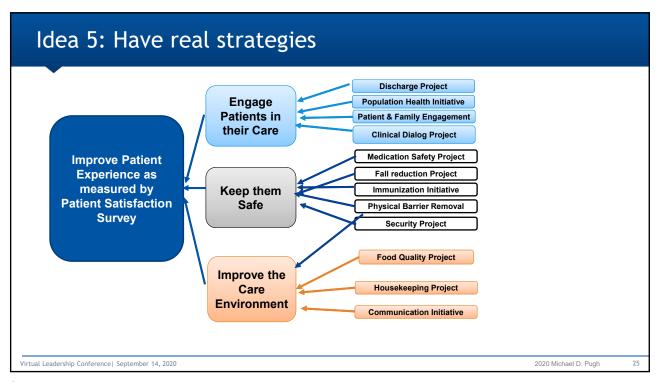
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Have real strategies: Improvement Approach

- Ensure that there is an organization-wide methodology and approaches in place to support quality and safety improvement
 - Lean/Six Sigma
 - High Reliability Organization (HRO)
 - JC Robust Process Improvement
 - IHI Model for Improvement
 - Quality Management



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Have real strategies: Link quality and financial strategies

Five New Value Management Questions

- How much does a <u>routine hip</u>* replacement cost now?
- 2. If perfect care is provided, how much <u>should</u> a total hip cost?
- 3. How can we redesign the hip replacement care process to reliably deliver it at the target cost?
- 4. Once the new process is in place, how will we manage care variation?
- 5. Once we achieve a stable and reliable approach, how can we reduce the cost by at least 5% every year going forward?





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