# **Bold Leadership in Challenging Times: The Imperative for Civic Engagement**

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## **COVID** and its Surges

## Staffing

- The Great Resignation
- Shortages (present pre-Covid)
- Recruitment and retention

#### **Inflation**

- Wages and benefits
- Contract nursing
- Supplies, equipment, pharmaceuticals

## Safety, Quality, Experience

## Stewardship

- Volume remains well below projections
- Shift in utilization patterns





## Headwinds

## Pharma, Products, Commercial Payers

- Highly consolidated
- Monopolistic behavior
- Pricing power and huge profits

### Private Equity Investors

- Bidding up prices on M & A opportunities
- MD practice acquisition

#### Government

- Anti-health system consolidation
- Increasing regulation
- Limiting total cost of care opportunities to payers
- False assumption of regional competitive markets



# **Workforce Implications**

#### The new normal: An Existential Crisis

Increasing Costs

Downward Pressure on Reimbursement

## **Inpatient Care**

Expand administrative support of clinical staff Remote technology Practice top of license Accelerate training Provide family support

#### **Outpatient Care/CHI**

CHW additions to teams

Expanded SOW – 3 levels of prevention

Data interoperability

Alignment and leverage

Civic engagement

Local/regional policy advocacy





# A Short Honeymoon...





## **Public Scrutiny on the Rise**

#### **The Impact of Consolidation**

"Organization and Performance of U.S. Health Systems,"

Beaulieu, N.D, et al / JAMA, 2023: 329 (4): 325 - 335

#### **What Kind of Workforce Issue?**

"Doctors Aren't Burned Out From Overwork. We're Demoralized by Our Health System."

Evan Reinhart, MD / NYT, February 5, 2023.

#### Non-Profit, Tax-Exempt, Whatever

"They Were Entitled to Free Care. Hospitals Hounded Them to Pay."

Silver-Greenberg, S, and Katie Thomas / NYT, September 24, 2022

# Health System Assets and Public Image "Salve Lucrum: the Existential Threat of Greed

in U.S. Health Care"

Don Berwick / JAMA, January 30th, 2023

#### **Location, Location, Location**

"Big Nonprofit Hospitals Expand in Wealthy Areas,
Shun Poorer Ones"

Evans, M, Rust, M, and McGinty, T, Wall Street Journal, December 26, 2022





# The Promise (?) of Health Care Consolidation

## "Organization and Performance of U.S. Health Systems,"

Beaulieu, N.D. et al

JAMA, 2023: 329 (4): 325 - 335

- Analysis of 580 health systems (Academic, LG NP, Public, LG Profit, Other Private)
- Quality of preventive care, chronic disease mgmt., patient experience, spending, prices, readmissions (2018)

"On most measures, quality of care and patient experiences were similar for systems and non-system patients."

"Commercial prices for admissions in 40 of the most common DRGs were on average 31% higher in system hospitals compared to non-system hospitals, and 38% higher for academic systems."





# **Health System Assets and Public Image**

## "Salve Lucrum: the Existential Threat of Greed in U.S. Health Care"

Don Berwick JAMA online, January 30<sup>th</sup>, 2023

Medicare Advantage (MA) intended to reduce costs/improve quality; due to aggressive upcoding, it is projected to cost \$600B more in the next 8 years than traditional Medicare.

"Hospital prices for the top 37 infused cancer drugs on avg. 86.2% higher than in doctors' offices."

"41% of American adults (100M) carry medical debt; 1 in 8 owes more than \$10k. In 2021, 58% of all debt collections in the U.S. were for medical bills."





## Non-Profit, Tax-Exempt, whatever...

"They Were Entitled to Free Care. Hospitals Hounded Them to Pay."

Silver-Greenberg, S, and Katie Thomas, NYT, September 24, 2022.

Providence Health System initiated an aggressive debt collection process, in many cases for Medicaid patients.

Entitled "Rev Up," the program was developed with guidance by the consulting firm McKinsey and Company in 2018, to whom Providence paid \$45M for their services.

Cited example of a patient on Medicaid earning minimum wage in a dental office; rec'd a bill for \$4,394; was sent to a collection agency; now is afraid to use the hospital – in the words of investigator Dean Zerbe for the Senate Finance CTE, "perhaps that was the intent."





## What kind of workforce issue?

# "Doctors Aren't Burned Out From Overwork. We're Demoralized by Our Health System."

Evan Reinhart, MD NYT, February 5, 2023.

- "...at least 338K COVID deaths in the U.S. could have been prevented by universal health care."
- "In 2021 alone, approximately 117K physicians left the workforce, while fewer than 40K joined it. 1 in 5 doctors says he or she plans to leave practice in the coming years."
- "...until doctors join together to call for a fundamental reorganization of our medical system, our work won't do what we promised it would do, nor will it prioritize the people we claim to prioritize."



## Location, Location, Location

## "Big Nonprofit Hospitals Expand in Wealthy Areas, **Shun Poorer Ones**"

Evans, M, Rust, M, and McGinty, T, Wall Street Journal, December 26, 2022.

- **CommonSpirit** Since 2001, 50% of hospitals divested were in communities with higher poverty. 30% of those acquired were in those communities.
- **Bon Secours** 42% of hospitals were divested in communities with higher poverty; 27% of hospitals acquired were in those communities.
- **Ascension** In 2013, acquired 15 hospitals in low poverty areas, and 11 hospitals in high poverty areas. In 2021, divested 4 of the 11.



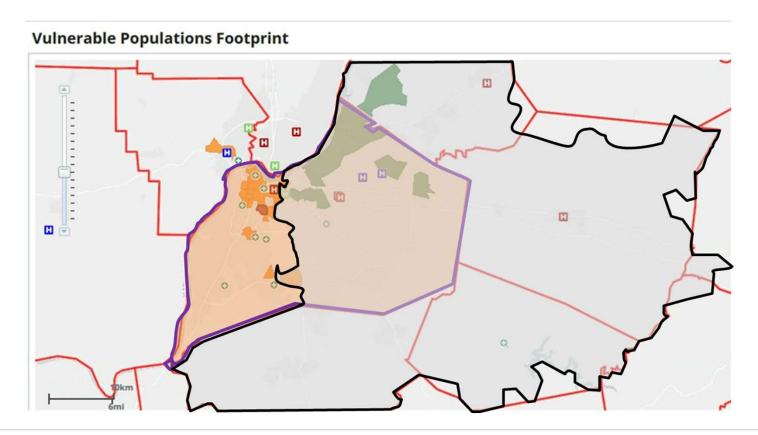


## **Congressional Action Pending**

- 2020 GAO report recommends targeted improvements in oversight of tax-exempt hospitals
- August 7 bipartisan letter from Senators Warren, Cassidy, Warnock, and Grassley
  - Cite explosion in medical debt & aggressive collection practices
  - Lack of clarity and oversight in CB reporting
  - Recommendations of increased scrutiny aligned with GAO
  - Questions on IRS audit activities to be answered in 60 days



# The Illusion of a Regional Competitive Marketplace





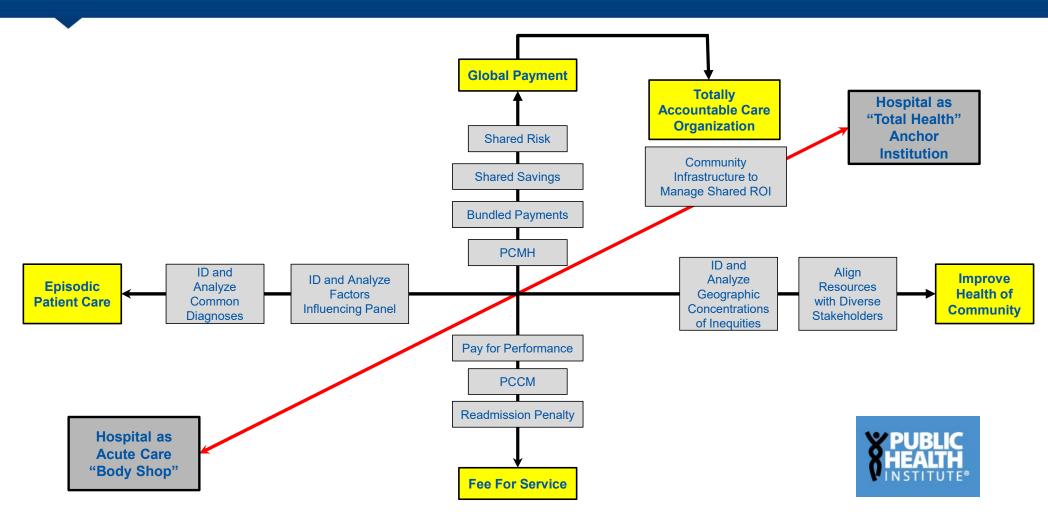


The ACA and Value-Based Payment: **Integrating Mission and Strategy (or not)** 





## **Health Care Transformation Continuum**



## **Population Health**

#### **Medical Model** Place-Based **Population Health Population Health** Assess patient health status Assess patient health status, social and environmental risk factors Ensure timely access to clinical Ensure access to clinical services & link to services and medications social support systems Clinical case management through Case management through clinical and team-based care community-based teams Patient education Community-based education, problem solving, and advocacy Use EMR to ID and group risk Use EHR and GIS to identify geo conc. of populations, monitor service health disparities, target interventions, & utilization and patient outcomes monitor population health outcomes





**Lament** persistent patient

noncompliance

Leverage HC resources through strategic

engagement of diverse stakeholders

# Doing Good and Doing Well Community Benefit and the Business Model

#### **CB 1.0**

Imperative for program and services alignment with the needs/location of commercially insured populations.

Proprietary model.

Random acts of kindness.

#### **CB 2.0**

Enhanced focus In communities with concentrated inequities.

Increased emphasis on social determinants.



Limited relevance to clinical services.

Lack of financial incentives.

Collaboration with community stakeholders.

#### **CB 3.0**

Evidence-based seamless continuum of care.

Comprehensive, intersectoral approach to programs.

Institutional financial incentives aligned.

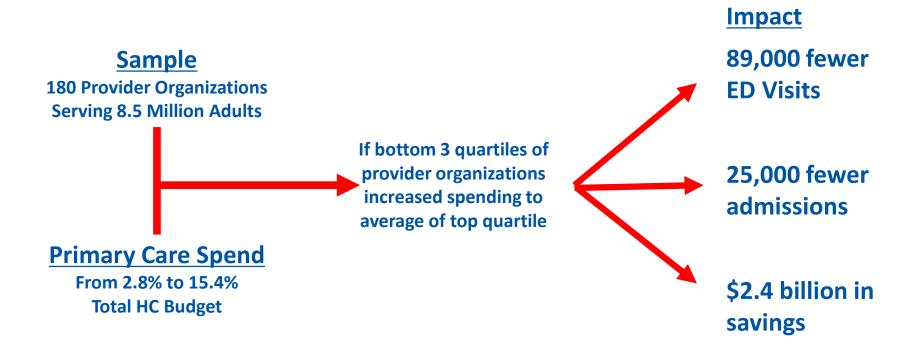
One player in a balanced portfolio of investments.

Collaboration with all Stakeholders.





# Investing in Primary Care and Prevention Potential Savings – CA Healthcare Foundation Study







# From Social Determinants to Vital Conditions<sup>1</sup>

## **SDoH**

- Unhealthy housing
- Exposure to array of environmental hazards
- Limited access to healthy food sources & basic services
- Unsafe neighborhoods
- Lack of public space, sites for exercise
- Limited public transportation options
- Inflexible/poor working conditions
- Toxic stress (e.g., allostatic load, weathering)

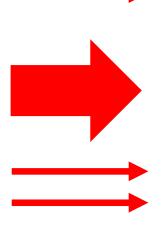
1 – Milstein, et al, Feb 2, 2023, "Organizing Around Vital Conditions Moves the Social Determinants Agenda into Wider Action, Health Affairs



- Humane Housing
- Thriving Natural World



- Reliable Transportation
- Meaningful Work and Wealth
- Lifelong Learning
- Belonging & Civic Muscle







# **Necessary Conditions to Reach Our Full Potential**

#### **Elements Categories** Adequate space; safe structures; affordable costs, diversity, close **Humane Housing** to food, recreation, & nature Clean air, water, soil; healthy ecosystems; freedom from **Thriving Natural World** pathogens, radiation, & extreme weather conditions Safe water, nutritious food; routine physical activity; safe, **Basic Health & Safety** satisfying sexuality & reproduction; freedom from trauma, violence Meaningful Work & Wealth Rewarding work & standards of living; livable wages, family & community wealth; savings & limited debt. **Lifelong Learning** Continuous development of cognitive, social, emotional abilities; early childhood experiences; quality K-12 & continuing education. **Reliable Transportation** Proximity to work, school; safe transport; efficient energy use; few environmental hazards: **Belonging + Civic Muscle** Social support; civic association; freedom from stigma, discrimination; collective efficacy; vibrant arts, culture, & spiritual life; opportunities for civic engagement.

## Sample Core Activities, Progress Indicators, and Outcomes

**Content Focus Area** 

**Indicators** 

**Outcomes** 

Strengthen Family and Neighborhood Support Systems

Child development center

Childcare cooperative

Leadership development

After school programs

Neighborhood watch

Community garden

Neighborhood skills bank

Improved academic performance

Decrease in "latchkey" children

Decreased parent work absence

Decreased suspension/expel

Reduced graffiti/trash

Decrease in truancy

Decreased juvenile delinquency

Increased access to fresh produce

Increased civic activity

Increase local income generation

Decreases purchase of goods and services outside neighborhood (import substitution

Improved child intellectual and emotional function

Decreased child abuse

Decreased domestic abuse

Increased property values

Decreased dropout rate

Decreased youth violencerelated injuries

Decreased pre-diabetes/diabetes

Decreased burglary/vandalism

Increased youth employment





# **Health Care Transformation:** First, Heal Thyself...





# Healthcare Hierarchy of Transformation Management/Operations Level

Treasury Alignment with Pop & Community Health

Market Analysis & Workplans for Progress
Towards Risk-Based Payment

Population & Community Health Expertise and Accountability at Senior Executive Level

Integration of Population and Community Health Functions Supported by Ongoing GIS Analysis of Utilization & Risk Stratification

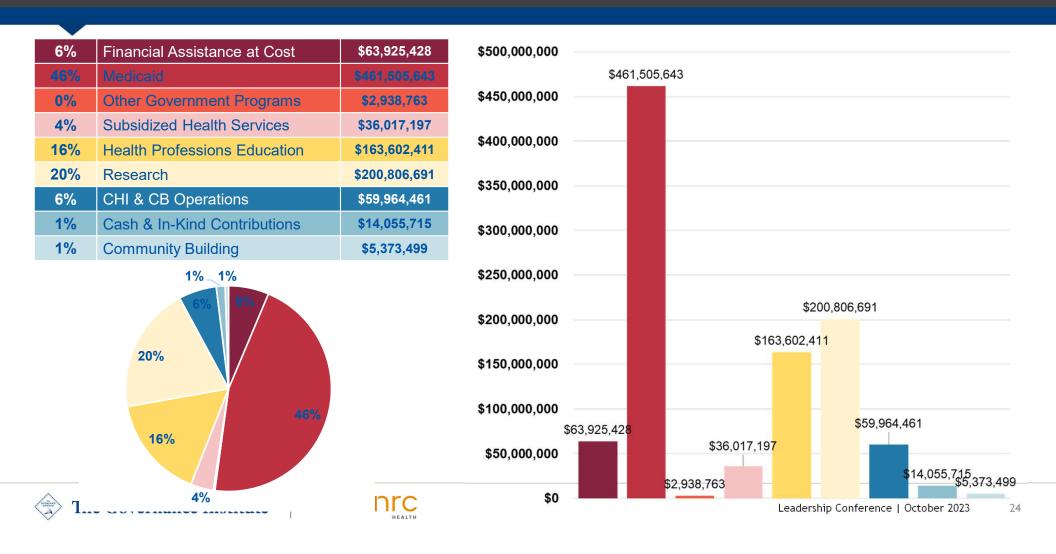
Community Health/Benefit Staff with Public Health/Health Policy Expertise, Population Health Expertise at Senior Executive Level







## LA County: SPA 3&4 Regional Community Benefit -- Tax-Exempt Hospitals (2016)



## **AHRQ Prevention Quality Indicators**

- PQI 01 Diabetes Short-term Complications Admission Rate
- PQI 03 Diabetes Long-term Complications Admission Rate
- PQI 05 Chronic Obstructive Pulmonary Disease (COPD) or Asthma in Older Adults Admission Rate
- PQI 07 Hypertension Admission Rate
- PQI 08 Heart Failure Admission Rate
- PQI 09 Low Birth Weight Rate
- PQI 11 Community Acquired Pneumonia Admission Rate
- PQI 12 Urinary Tract Infection Admission Rate
- PQI 14 Uncontrolled Diabetes Admission Rate
- PQI 15 Asthma in Younger Adults Admission Rate
- PQI 16 Lower-Extremity Amputation among Patients with Diabetes Rate
- PQI 90 Overall composite
- PQI 91 Composite of 11 and 12
- PQI 92 Composite of Diabetes, Pulmonary, and Cardiovascular
- PQI 93 Composite of Diabetes



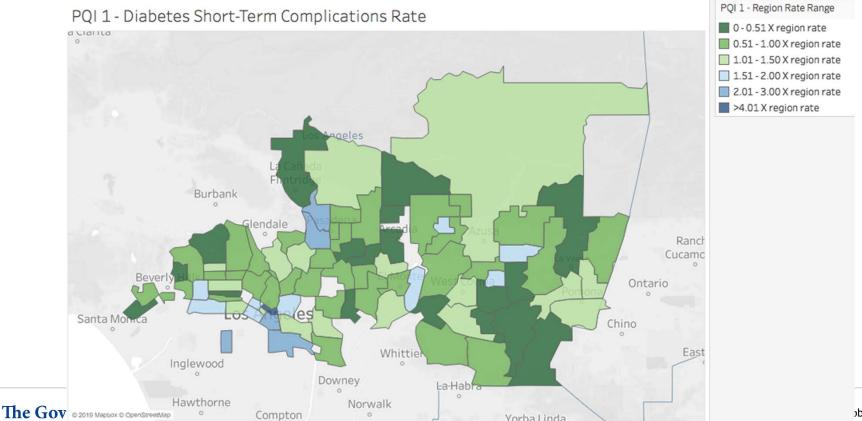


PQI 1: Diabetes Short-**Term Complications** Admission Rate

**SPA 3 & 4** <u>Average</u> 50.28

### **Highest Rates**

1)90013 - Los Angeles (4.96x) 2)90058 (2.79x) 3)90021 - Los Angeles (2.63x) 4)90062 - Los Angeles (2.56x) 5)91105 - Pasadena (2.22x)





# Healthcare Hierarchy of Transformation Governance Level

Operationalized Vision as Health Improvement System

Establish ARC Metrics for Community
Health, Diversification of Business Lines

Board Committee with Focus on Integration of Clinical Care, Social Care, & Vital Conditions Investments

Diversity of Board Identity, Expertise Across Sectors, and Culture of Proactive Inquiry with Senior Leadership

Strong Fiscal Oversight, Clinical Excellence, Legal Expertise, Knowledge of System Functions and Requirements, Federal & State Health Policy







## Comprehensive Model (e.g., Anchor Institution)

#### **Categories**

- Procurement
- Employment
- Conservation
- Healthy public policy
- Community investment
- Programs

#### **Examples**

- Collaborate to support food purchasing from sustainable producers
- Build capacity of local firms to provide goods and services
- Proactively invest in health career pathways
- Policies to hire justice involved youth
- Reduce medical waste and water consumption
- Increase energy efficiency
- Advocate for increased access to affordable healthy foods
- Work with public sector to improve access to transportation
- Pre-development loans for affordable housing that reduces LOS/ED
- Co-invest in healthy food financing
- Shareholder advocacy
- Align and focus programs in underserved communities
- Develop comprehensive approaches that build on evidence-based interventions



# Healthcare Hierarchy of Transformation Enterprise Level

Aligned Civic Engagement/ Local Policy Advocacy

Co-Investment in SDoH Across Competitive & Sector Lines

Patient Data Interoperability, Integrated Network of CHWs at Scale, Social Care Referral System

Strong Network of Primary Care Providers, Electronic Health Records,
Care Coordination System

Quality Infrastructure, Adequate Clinical Workforce, Safe Practices, Financial Stability, Regulatory Compliance





# Health System Institutional Policy Leadership Engagement in Civic Affairs

Reports, Data, and Information	Potential Uses
Municipal Comprehensive/General Plans	Community and economic development priorities
United Ways, local/regional Foundations	Influence decision-making to ensure alignment in communities, leverage hospital resources
Chambers of Commerce	"Connect the dots", retention of high quality workforce, influence investment priorities
Regional Transportation Planning Boards	Resource allocation $\Rightarrow$ access to public transportation $\Rightarrow$ care, affordable healthy food, employer networks
City Councils/County Supervisors	Local priorities and enforcement of existing ordinances
Parks and Recreation Boards	Resource allocation → public space, co-investment opportunities to support safe public access
Local Public Health Agencies	Collaboration and alignment on CHNAs AND Implementation Strategies, monitor impacts
Food Policy Councils	Assessment of local/regional food systems, access to affordable health food, co- investment in targeted interventions and food sourcing













# **Exemplars**





## **ProMedica**

#### STATE AND LOCAL ADVOCACY

ProMedica has led and partnered with local and state-level agencies to drive policy changes that positively impact community residents.

- Advocated for ORC5323 to create rental registry and supported City of Toledo Lead Safe Ordinance to combat lead paint in housing
- Supported City of Toledo income tax to fund universal Pre-K
- Advocated for state funding for infant vitality and home visiting programs
- Submitted letters of support for ARPA allocations to critical SDOH projects lead by partner agencies



Compliments of Health Care Anchor Network (HAN)





# **UMASS Memorial and City of Worcester, MA**

#### Baseline

- Housing market beyond demographics
  - 64% HSHDs earn < \$50,000</p>
- Substandard, aging housing stock



#### **Actions**

- Formed "Worcester Together" Coalition
- Targeted 20% of local ARPA funding for HSG
- Testimony in public hearings
- Advocacy with City Officials
- UMASS use of health and util data

Compliments of Health Care Anchor Network

#### Results

- Secured \$28M of ARPA for HSG
  - Rehab
  - Housing First for homeless
  - Lead abatement
  - 1st time home buyers
  - Inclusionary zoning
- New focus on zero fares for public transit





# **Trinity Health**

## **Saint Alphonsus Regional Medical Center** Boise, Idaho

### **Actions**

- Testimony and data sharing in public meetings
- **Signatory on eviction moratoriums**
- Participation in
- **Housing as Health Care** congressional visits



## Results (to date)

- **Secured \$15M in rental** assistance
- **Deployed \$xx in social capital** investments



# Alignment, Geo Focus, and Leverage

## New Hampshire

- Partnership with NHHA, UNH Center for Impact Finance
- Statewide pool with focus on Vital Conditions in census tracts with high poverty & preventable utilization
- Fresno, CA (Central Valley)
  - Partnership with CBOs, regional foundation, hospitals, and LPHA
  - Co-investment in healthy food strategy and Pathways Community **Hub CHW model**



## **Center to Advance Community Health and Equity**



Learn More







**CACHE** uses tools and TA to build shared ownership for health through collaborative problem solving, focusing where health inequities are concentrated. Forms of support include:

- 990H analysis and interpretation
- GIS analysis of social determinants of health and related data.
- Analysis of hospital utilization data.
- Assessment of alignment opportunities across sectors.
- Community development capacity
   assessment and alignment with pop health
   strategies.



