



# Sustainable Health Expenditures Workgroup

Methodology for tracking health care spending

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# Overview

- Review of overall plan
- Review of Medicaid
- Update on commercial
- Medicare FFS estimate
- Duals estimate
- Other categories
- Miscellaneous issues

# Overall plan

1. Use available data to construct estimates of per-member, per-month spending for relevant insurance groups (commercial, Medicaid, Medicare, other)
2. Use available data to estimate member months in each group
3.  $\text{Spending} = \text{PMPM} * \text{MemberMonths}$

# 2011-2013 OHA Budget

- \$12 billion for 2011-13 biennium
- \$10 billion spent on Health Programs
  - PEBB, OEGB, Private Health Partnerships, Program Support and Administration, and Medical Assistance Programs
  - \$6.4 billion for Medical Assistance Programs
    - OHP, CHIP, Non-OHP Health plan
  - \$4.1 billion for OHP
    - \$2.05 per year

# Medicaid spending 2012

<b>Group</b>	<b>PMPM</b>	<b>Member Years</b>	<b>Total</b>
Non-pregnant adults (19-64)	\$438	172,406	\$951,680,660
Pregnant women	\$1047	13,635	\$177,526,615
Children (1-18)	\$99	336,001	\$435,457,620
Infants (0-1)	\$1034	11,736	\$143,224,110
<b>TOTAL</b>	<b>\$227</b>	<b>533,778</b>	<b>\$1,707,889,045</b>

# Commercial acute care spending 2012

<b>Group</b>	<b>PMPM</b>	<b>Member Years</b>	<b>Total</b>
Commercial	\$463	1,562,811	\$6,583,248,200

PRELIMINARY

# Medicare FFS spending 2012

<b>Group</b>	<b>PMPM</b>	<b>Member Years</b>	<b>Total</b>
Under 65	\$637	63,750	\$487,604,468
Over 65	\$584	297,144	\$2,081,598,337
TOTAL		360,894	\$2,569,202,805

\*\*NOTE 1: Under 65 includes some duals, but not all (ESRD)

\*\*NOTE 2: These data do not include Part D pharmaceutical spending

# Medicare advantage spending 2012

- In progress

# Dual eligible spending 2010

<b>Group</b>	<b>PMPM</b>	<b>Member Years</b>	<b>Total</b>
Medicare	\$824	27,728	\$274,020,608
Medicaid	\$833	27,728	\$277,201,464
<b>TOTAL</b>			<b>\$551,222,072</b>

\*\*NOTE 1: These numbers do not square with national spending figures, which usually show Medicare to be more than Medicaid spending.

\*\*NOTE 2: Appears to be an undercount of Duals

# Veterans Affairs medical spending 2013

<b>PMPM</b>	<b>Member Years</b>	<b>Total</b>
\$832	96,190	\$959,445,000

# Uninsured medical spending 2013

<b>PMPM</b>	<b>Member Years</b>	<b>Total</b>
\$138	550,000	\$910,800,000

PMPM based on 30% of adult Medicaid PMPM

# Population check

Category	OHSU Number	Kaiser Family Foundation	Discrepancy	Explanation
Commercial	1,562,811 (2012)	2,154,200 (Employer + Other Private) (2013)	591,389	-
Medicaid	533,778 (2012)	643,940 (2010) 583,500 (2013)	110,162 49,772	2013 KFF based off of 2014 CPS supplements, usually undercounts insured. Unclear how much of KFF Medicaid include duals
Medicare FFS	360,894 (2012)	369,477 (2012)	8,583	-
Medicare Advantage	WORKING ON IT	269,223 (2012)	-	-
Duals	27,728 (Avg. monthly) 61,927 total (2010)	34,868 partial, 65,296 full 100,164 total (2010)	3,369 38,237	Duals definition
Veterans	96,190 (2013)	-	-	-
Other Public insurance programs	-	56,400 (2013)	-	-
Uninsured	550,000 (2013)	508,500 (2013)	41,500	
<b>Total</b>	<b>3,131,401</b>	<b>3,941,300</b>	<b>809,869</b>	

# PMPM check

Category	OHSU Number	Comparable number	Discrepancy	Explanation
Commercial	\$462 (2013)	-		
Medicaid	\$227 (2012)	\$241 (KFF 2010 excluding blind and disabled)	\$14	
Medicare FFS	\$593 (2012)	-		
Medicare Advantage	-	-		
Duals (Medicaid)	\$833 (2010)	\$1,400 (KFF 2010)	\$567	
Duals (Medicare)	\$824 (2010)	-		

# Total Spending

<b>Category</b>	<b>People</b>	<b>Spending</b>
Commercial	1,562,811	\$6,583,248,200 (2012)
Medicaid	533,778	\$1,707,889,005(2012)
Medicare FFS	360,894	\$2,569,202,805 (2012)
Medicare Advantage	-	-
Duals	27,728	\$551,222,072 (2010)
Veterans	96,190	\$959,445,000 (2013)
Other insurance programs	-	-
Uninsured	508,500	\$910,800,000 (2013)
<b>Total</b>	<b>3,089,901</b>	<b>\$13,281,807,082</b>

# Things to add in the future?

- Long-term care
- Dental care

End