Reducing the use of Low-Value Care

The United States spends more on healthcare per capita than any other country... but does not have better health outcomes.


<table>
<thead>
<tr>
<th>Country</th>
<th>Per Capita Healthcare Spending</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S.</td>
<td>$9,086</td>
</tr>
<tr>
<td>Norway</td>
<td>$6,170</td>
</tr>
<tr>
<td>Sweden</td>
<td>$5,153</td>
</tr>
<tr>
<td>UK</td>
<td>$4,115</td>
</tr>
<tr>
<td>Australia</td>
<td>$3,855</td>
</tr>
<tr>
<td>New Zealand</td>
<td>$5,131</td>
</tr>
<tr>
<td>Netherlands</td>
<td>$4,569</td>
</tr>
<tr>
<td>Canada</td>
<td>$6,325</td>
</tr>
<tr>
<td>Switzerland</td>
<td>$3,713</td>
</tr>
<tr>
<td>Japan</td>
<td>$4,920</td>
</tr>
<tr>
<td>Germany</td>
<td>$4,847</td>
</tr>
<tr>
<td>Denmark</td>
<td>$4,361</td>
</tr>
<tr>
<td>France</td>
<td>$4,361</td>
</tr>
</tbody>
</table>


Administrative Complexity, Fraud, Pricing Failure, Low-Value Care

A substantial amount of U.S. health care spending is on services that DO NOT make us healthier.

The clinical benefit of a service is never always.

Low-value care

Unnecessary, inefficient services, failure of care delivery & coordination

Given the immediate savings that result from the elimination of low-value care, why has reducing its use been so difficult?

What benefits one person may harm another

Who benefits from a ‘clinically nuanced’ approach to measure, identify, and reduce low-value care?

Enhances patient-centered outcomes

Improves quality of care

Reduces wasteful spending

Expands coverage for high-value care

Promotes efficient expenditures

Reduces harm

Example: Colorectal Cancer Screening

Who provides it

Where it’s provided

Example: Colorectal Cancer Screening

HIGH-VALUE

age 50 - 75

board-certified

outpatient center

HIGH-VALUE

LOW-VALUE

under 50, over 85

inexperienced

hospital

LOW-VALUE

HIGH-VALUE

LOW-VALUE

V-BID CENTER FOR VALUE-BASED INSURANCE DESIGN

Phone: 734.615.9635

Twitter: @um_vbid

Email: vbidcenter@umich.edu

Web: vbidcenter.org

LinkedIn: Center for Value-Based Insurance Design