How Value-Based Insurance Design Impacts Health Care Costs

This affects healthcare costs in 3 ways

#1 Impact of changes in cost-sharing per service

- Lower cost-sharing shifts the cost burden from the patient to the plan.
- Higher cost-sharing shifts the cost burden from the plan to the patient.

#2 Impact of changes in cost-sharing on utilization

- Lower cost-sharing increases utilization of high-value services.
- Higher cost-sharing decreases utilization of low-value services.

#3 Impact of changes in utilization on system-wide spending

- Increases in the use of high-value care lead to reductions in hospitalizations and other offsets.
- Reductions in the use of low-value care lead to immediate and substantial savings.

V-BID: Financial Impacts

- Changes in cost-sharing shift the cost burden between the payer and the patient.
- Changes in cost-sharing impact the utilization of high- and low-value services.
- Changes in utilization affect the total amount of system-wide spending.

V-BID: Who Benefits and How

- Improves access to necessary care.
- Reduces unnecessary spending.
- Aligns with provider initiatives.

V-BID sets consumer cost-sharing to...

- encourage the use of high-value care
- discourage the use of low-value care

Summary

- Consumer
  - Reduces unnecessary spending
  - Improves access to necessary care
  - Lowers out-of-pocket costs

- Payer
  - Promotes efficient expenditures
  - Aligns with provider initiatives

- Provider
  - Enhances patient-centered outcomes
  - Sponsors patient-centered outcomes
  - Improves access to necessary care

V-BID: #1 Impact of changes in cost-sharing per service

High-Value Care
- Lower cost-sharing shifts the cost burden from the patient to the plan.
- Before V-BID: Lower cost-sharing shifts the cost burden from the patient to the plan.
- After V-BID: Lower cost-sharing shifts the cost burden from the patient to the plan.

Low-Value Care
- Higher cost-sharing shifts the cost burden from the plan to the patient.
- Before V-BID: Higher cost-sharing shifts the cost burden from the plan to the patient.
- After V-BID: Higher cost-sharing shifts the cost burden from the plan to the patient.

V-BID: #2 Impact of changes in cost-sharing on utilization

High-Value Care
- Lower cost-sharing increases utilization of high-value services.
- Before V-BID: Lower cost-sharing increases utilization of high-value services.
- After V-BID: Lower cost-sharing increases utilization of high-value services.

Low-Value Care
- Higher cost-sharing decreases utilization of low-value services.
- Before V-BID: Higher cost-sharing decreases utilization of low-value services.
- After V-BID: Higher cost-sharing decreases utilization of low-value services.

V-BID: #3 Impact of changes in utilization on system-wide spending

High-Value Care
- Increases in the use of high-value care lead to reductions in hospitalizations and other offsets.
- Before V-BID: Increases in the use of high-value care lead to reductions in hospitalizations and other offsets.
- After V-BID: Increases in the use of high-value care lead to reductions in hospitalizations and other offsets.

Low-Value Care
- Reductions in the use of low-value care lead to immediate and substantial savings.
- Before V-BID: Reductions in the use of low-value care lead to immediate and substantial savings.
- After V-BID: Reductions in the use of low-value care lead to immediate and substantial savings.

V-BID: Baptist Health System

#3 Impact of changes in utilization on system-wide spending

High-Value Care
- Increases in the use of high-value care lead to reductions in hospitalizations and other offsets.
- Before V-BID: Increases in the use of high-value care lead to reductions in hospitalizations and other offsets.
- After V-BID: Increases in the use of high-value care lead to reductions in hospitalizations and other offsets.

Low-Value Care
- Reductions in the use of low-value care lead to immediate and substantial savings.
- Before V-BID: Reductions in the use of low-value care lead to immediate and substantial savings.
- After V-BID: Reductions in the use of low-value care lead to immediate and substantial savings.

V-BID: Financial Impacts

Changes in cost-sharing shift the cost burden between the payer and the patient.

Changes in cost-sharing impact the utilization of high- and low-value services.

Changes in utilization affect the total amount of system-wide spending.

V-BID: Who Benefits and How

- Consumer
  - Reduces unnecessary spending
  - Improves access to necessary care
  - Lowers out-of-pocket costs

- Payer
  - Promotes efficient expenditures
  - Aligns with provider initiatives

- Provider
  - Enhances patient-centered outcomes
  - Sponsors patient-centered outcomes
  - Improves access to necessary care