Integral improvement of the orthopedic chain

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Problem?

healthcare costs increase year by year

> people 45+ have more healthcare needs

> people 45+ take a big share of costs

Problem?

> musculoskeletal dysfunction increases with age

musculoskeletal dysfunction takes 6% of healthcare costs (2000)

musculoskeletal dysfunction takes 26% of costs related to unfitness for labor (2000)

Problem?

15% of hospital admissions is due to musculoskeletal dysfunction (2000)

> most admissions are for joint surgery

Joint replacement: facts population



Joint replacement: facts

surgical interventions



Joint replacement: facts population and interventions



Surgical procedure and anesthesiology

> minimal invasive, minimal damage

> computer assistance

> spinal block

> adequate postop. pain treatment

Mean hospital stay (days)



New technology

more clients more surgical procedures better rehab less complications

but

more O.T. time needed more inpatients more macro costs ?

What to do

orthopedic chain redesign

Parties involved

> general practitioner > orthopedic surgeon hospital rehabilitation home > homecare organization > care indication committee > physiotherapist > health care insurance company

Parties inside hospital

> orthopedic surgeon > anesthesiologist > management O.T. > management nursing department > POS-department > ambulatory department > admission/discharge department > physiotherapy > occupational therapy > department of patient information

Operating theatre

rigid planning

- 4 or more patients a day
- no delay
- > clear logistics
- Sufficient instrument sets
- interested orthopedic surgeons
- interested anesthesiology department

Finance

 > efficiency leads to less costs per patient
 > hospital care paid by insurance company
 > rehab/home care paid through Exceptional Medical Expenses Act
 > less late complications through fast recovery
 > fast return to normal activities (and work)

Is there a optimum?

> who knows?

> who cares?

Future

> orthopedic center
> 2000 or more procedures a year
> physician assistant = surgeon
> hospital stay one day
> rehab program max. two weeks
> back to "normal" in two months

Obstacles

> new concept

clients want hospital in backyard
insurance companies conservative
hospitals don't think in terms of market
no simulation model available
self-interest vs. cooperation

Decisions asked

1. hospital

- orthopedic chain introduction?
- integral?
- only in-hospital?
- effect on costs?

Decisions asked

- 2. insurance company
 - which hospital to contract?
 - partnership?
 - willingness to reroute patients?
 - put pressure on market to start center?

Hospital decisions based upon:

> attitude orthopedic surgeons > in-house resistance > time and effort involved > attitude external parties > pressure on prices (market effect?) > cost-price > cash cow rumor

Dream or reality?

package deal

=

one price for whole chain + one contractor for whole chain

Portfoliomanagement

orthopedic chain only an example
 more chains possible (CVA, diabetes, etc.)
 how many chains can one hospital manage

> how to compose a portfolio

What do we need?

volume and cost model

Iogistic model

> portfolio-composition model

Final conclusion

Care organized in so called chains leads to more patients treated for the same money, to faster recovery, more patient satisfaction, and better understanding between parties involved.

Final conclusion

Models to support decision making in organizing chains (volume, cost, logistics) and portfolio are needed.