What is the Best Method for Capturing Costs?

Health Information Act Advisory Committee Meeting July 21, 2016

Total Charges

as defined by AHRQ

- The amount the hospital billed for the entire hospital stay
 - These amounts do not include professional (physician) fees
- Addresses specific health conditions?
- Addresses specific health procedures?

Total Costs

as defined by AHRQ

- The actual expenses incurred in the production of hospital services, such as wages, supplies, and utility costs.
- Hospital specific or patient specific?
- Specific by health condition or procedure.
- Does not account for payer type.



- Medicare patients only
- Information about the quality of care at certified CMS hospitals (4,363) in the U.S.
- Helps you make decisions about where you get your health care
- Encourages hospitals to improve the quality of care they provide
- https://www.medicare.gov/hospi talcompare/search.html

- Payment –All payments made for care starting the day the patient enters the hospital and continuing for the next 30 days.
- Can include payments made to the hospital, doctor's office, skilled nursing facility, hospice, as well as patient co-pays.
- Improvements over AHRQ
 - Patient specific
 - Payer specific

	x	x	x	
	ALTA VISTA REGIONAL HOSPITAL 104 LEGION DRIVE LAS VEGAS, NM 87701 (505) 426-3930 Add to My Favorites Map and directions	CHRISTUS ST VINCENT REGIONAL MEDICAL CENTER 455 ST MICHAEL'S DRIVE SANTA FE, NM 87505 (505) 913-5201 Add to My Favorites Map and directions	HOLY CROSS HOSPITAL A DIV OF TAOS HEALTH SYSTEMS 1397 WEIMER ROAD TAOS, NM 87571 (575) 758-8883 Add to My Favorites Map and directions	NATIONAL AVERAGE PAYMENT
Payment for heart attack patients	Number of Cases Too Small ¹	No Different than the National Average Payment	Number of Cases Too Small ¹	\$21,791

	X	X	X	
	ALTA VISTA REGIONAL HOSPITAL 104 LEGION DRIVE LAS VEGAS, NM 87701 (505) 426-3930 Add to My Favorites Map and directions	CHRISTUS ST VINCENT REGIONAL MEDICAL CENTER 455 ST MICHAEL'S DRIVE SANTA FE, NM 87505 (505) 913-5201 Add to My Favorites Map and directions	HOLY CROSS HOSPITAL A DIV OF TAOS HEALTH SYSTEMS 1397 WEIMER ROAD TAOS, NM 87571 (575) 758-8883 Add to My Favorites Map and directions	NATIONAL AVERAGE PAYMENT
Payment for heart failure patients	No Different than the National Average Payment	Less than the National Average Payment	Less than the National Average Payment	\$15,223



	x	x	X	
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	HOSPITAL 104 LEGION DRIVE LAS VEGAS, NM 87701 (505) 426-3930 Add to My Favorites Map and directions	REGIONAL MEDICAL CENTER 455 ST MICHAEL'S DRIVE SANTA FE, NM 87505 (505) 913-5201 Add to My Favorites Map and directions	OF TAOS HEALTH SYSTEMS 1397 WEIMER ROAD TAOS, NM 87571 (575) 758-8883 Add to My Favorites Map and directions	
Rate of unplanned readmission for heart attack patients	Number of Cases Too Small ¹	No different than the National Rate	Number of Cases Too Small ¹	17.0%
Death rate for heart attack patients	Number of Cases Too Small	No different than the National Rate	Number of Cases Too Small 1	14.2%

Claims Data

- Data from payers on the amount paid by the payer for a health care claim (including medical and pharmacy claims).
- Patient specific
- Health condition or procedure specific.
- Accounts for payer type.

Best Method?

- Charge to Cost Ratio
- Payments (Hospital Compare)
- Claims data