### US and Developed Countries: Comparing Health Care Systems - 2009

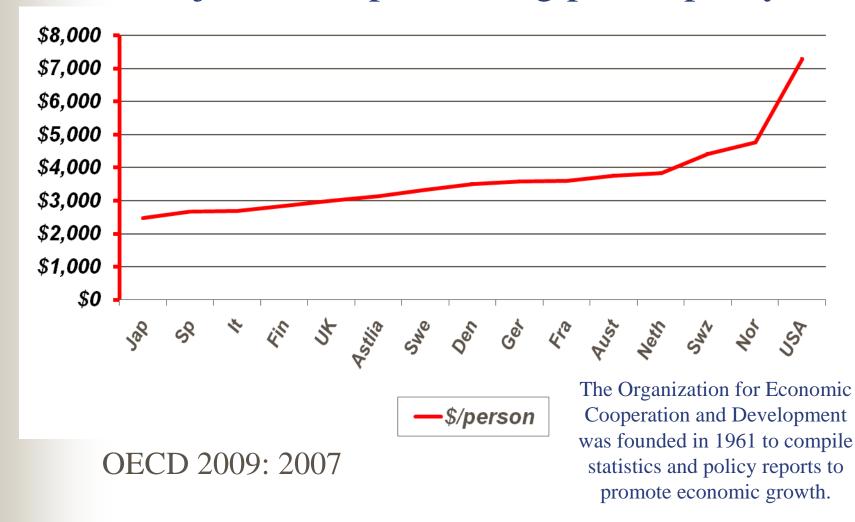


Steven Miles, MD University of Minnesota

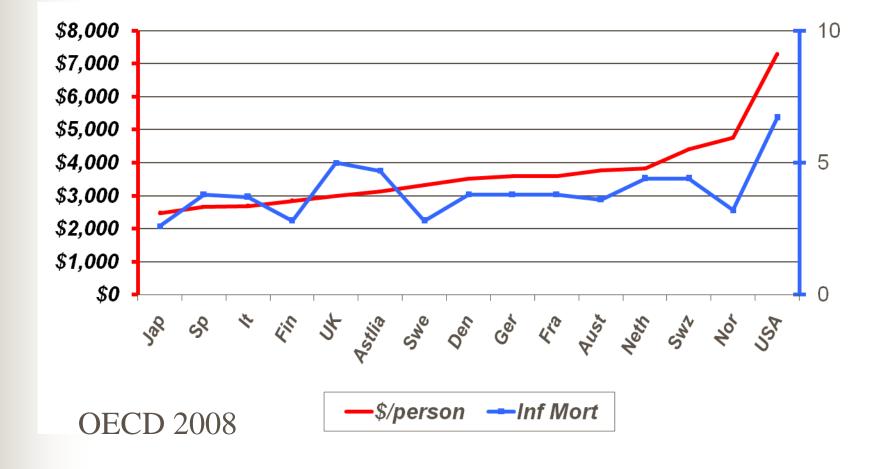


## How does the US stack up?

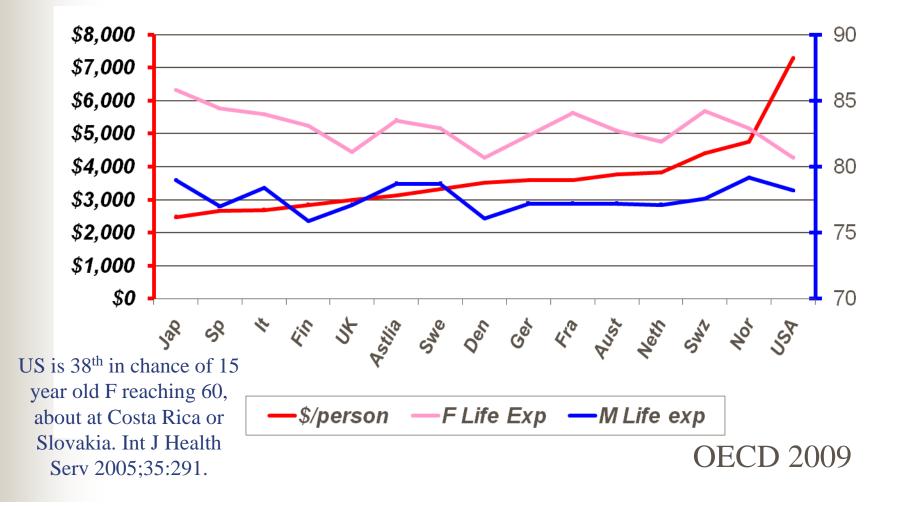
# \$/person-yr (adjusted for purchasing power parity)



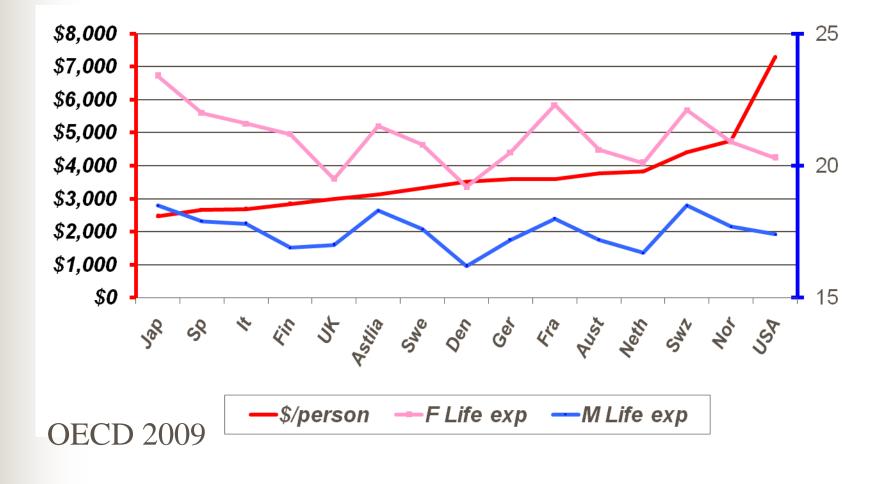
# Efficiency as \$/person-yr & Infant Mortality /1000



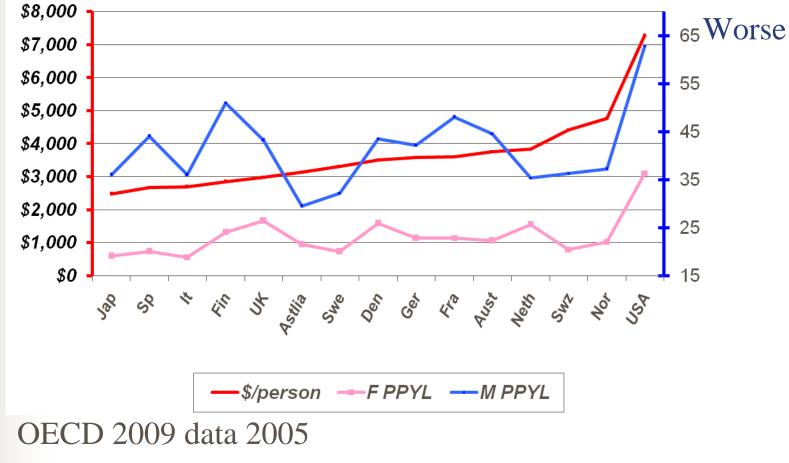
## Efficiency as \$/person-yr & Life Expectancy at Birth



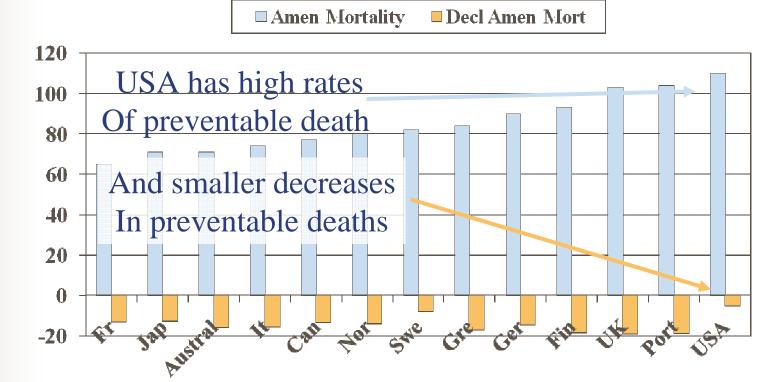
## Efficiency as \$/person-yr & Life Expectancy at 65



### Efficiency as \$/person-yr & Potential Years Lost from 0-69 (/1000 persons).



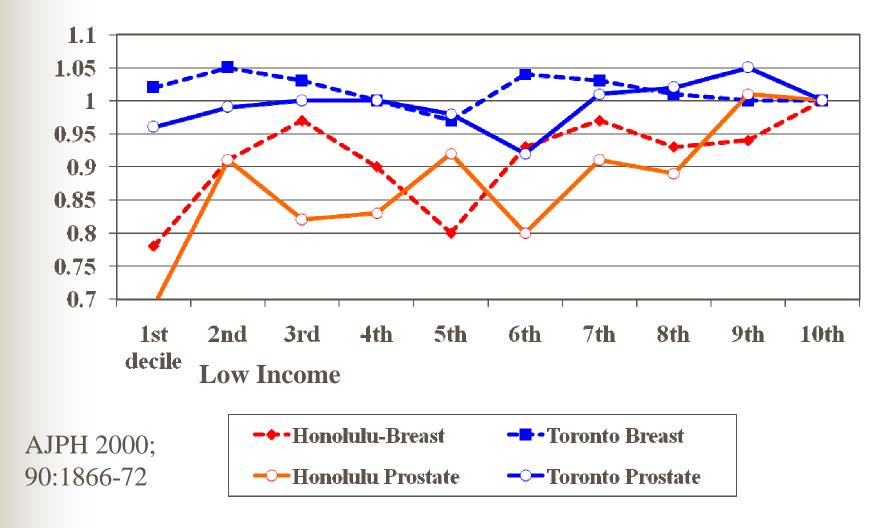
#### Amenable Mortality and Decline in Amenable Mortality 1997-2003



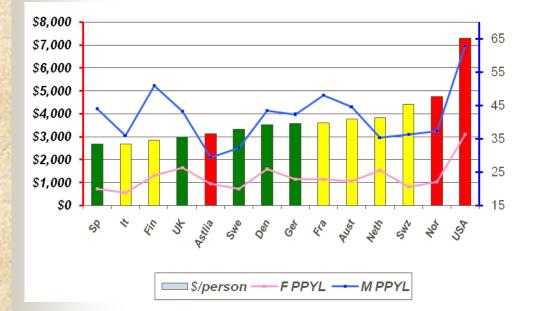
<75 yo. Amen Mort is deaths preventable by HC sys, e.g. CA, CVD, DM, inf, etc. Rates are /100,000 We are falling further behind!

Health Aff 2008;58-71

#### Class, 5 yr Cancer Survival: Access matters.



The previous slide does not take account of the wide gap between rich and poor in US relative to Canada.



High Inequality Med Inequality Low Inequality Lower Inequality associated with:
▲ Education,
▲ Obesity,
▲ Heart disease,
▲ Stroke,
▲ Unhealthy behaviors

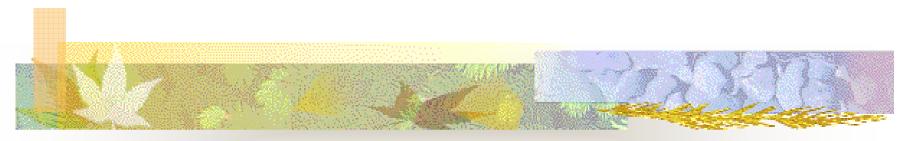
Soc Sci & Med 2008;66:1719-32.

## WHO: Health System Rating

- Good health 50%
  - Average age cohort survival, disability 25% (24)
  - Disparities 25% (32)
- Responsiveness (cleanliness, promptness, confidentiality, respect) 25%
  - Average 12.5% (1)
  - Disparities 12.5% (21)
- Fairness in financing 25% (54) (37)

who.int/whr/2000/en/report.htm () US rank

## How do other countries succeed? Is rationing their secret?

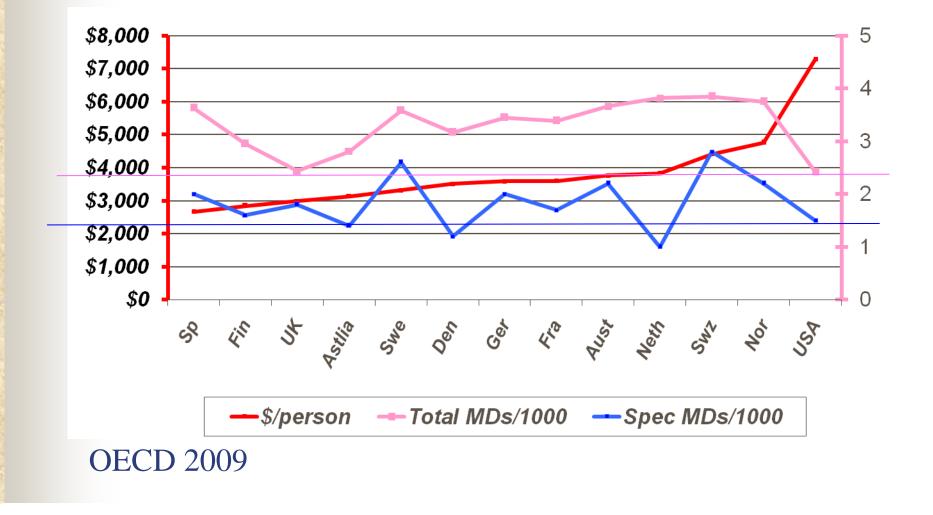




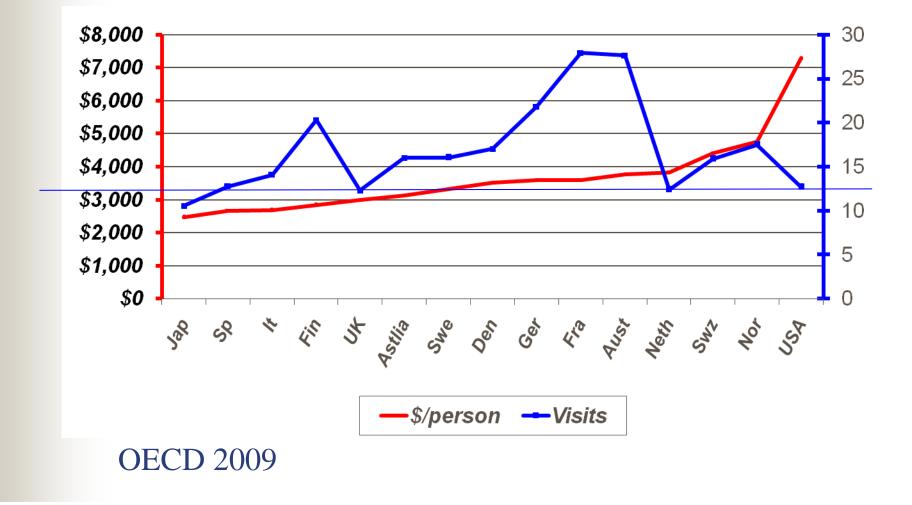
© 2009 FreeSpeechStickers.com

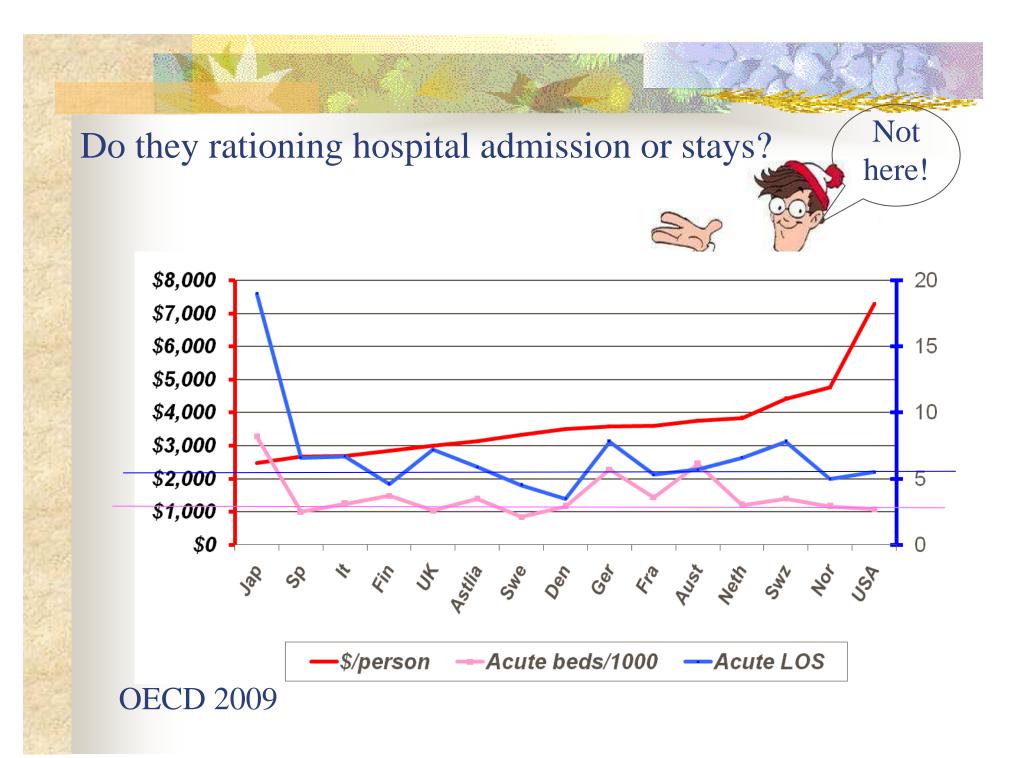
If rationing *Improves* outcomes, is health care toxic?

#### Do they ration Doctors or Specialists? No. PS: There is no rationing of nurses either.



## Do they ration doctor visits? No. (all causes/100 person-yr)



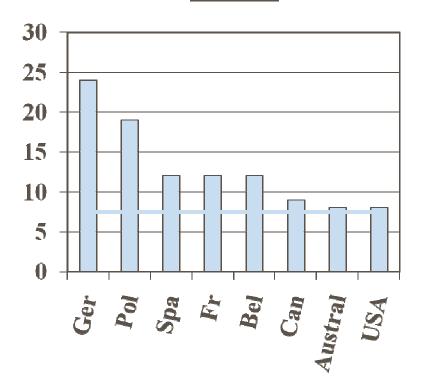


# Do they ration length of hospital stay after uncomplicated heart attack? No.

- 54,000 persons, 9
   countries, GUSTO 1,2
   & Assent
- Eligible for early discharge

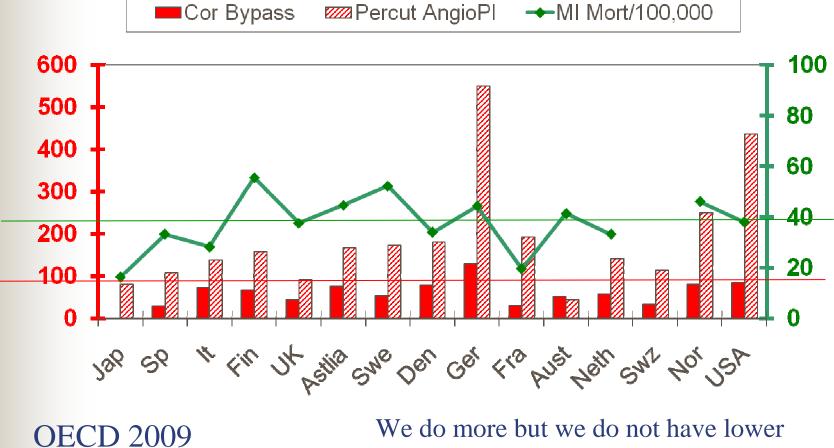
Lancet 2004;363:511-17

- Same trend for normal delivery (e.g. US 1.9, France 4.4)
  - OECD 2005



 $\square$ LOS

## Do they ration coronary bypass grafts, angioplasty to accept more heart attack deaths? No.



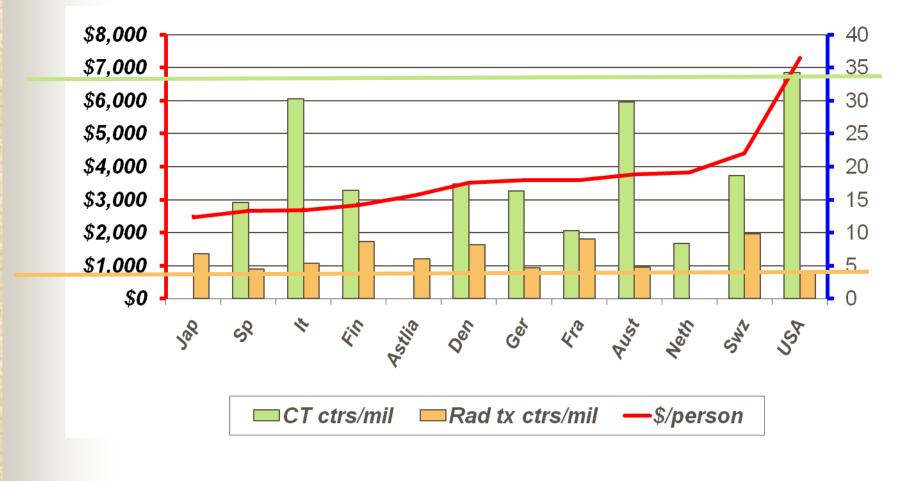
heart attack mortality.

### Treatment of Acute Myocardial Infarction

	Minneapolis,US	Goteberg,Sweden
Angiography	62	33
PTCA/CABG	58	34
Exercise test	51	59
B blockers	62	87
Short Nitrates	54	66
1,36 m'nth survl	Identical	

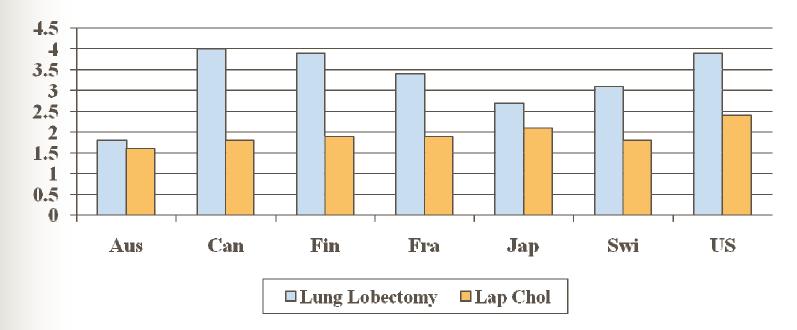
American Heart Journal 2003;146:1023-9.

# They do have fewer CT machines but they have more radiation therapy centers.



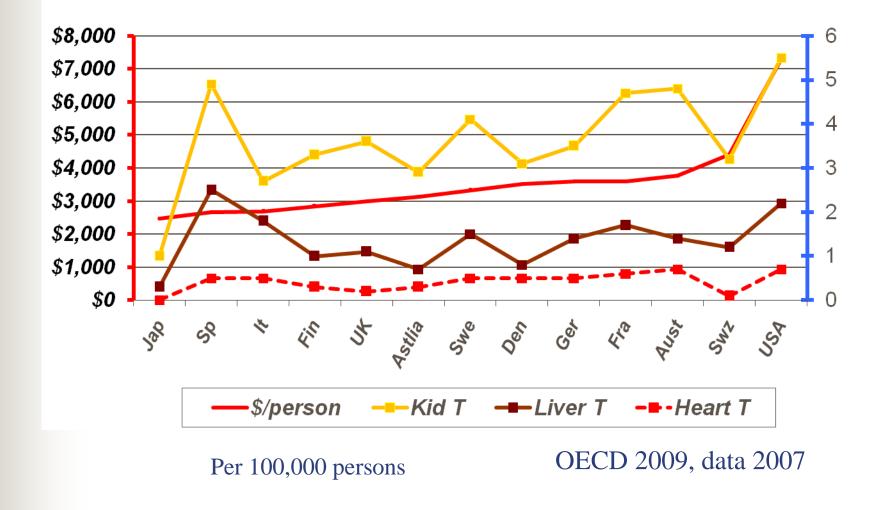
### OR Times are Shorter ([Aus, Can, Fin, Fra, Jap, Swi] v US)

#### Mean Time "Wheels in-out"



J Anesth 2006;20:319-22.

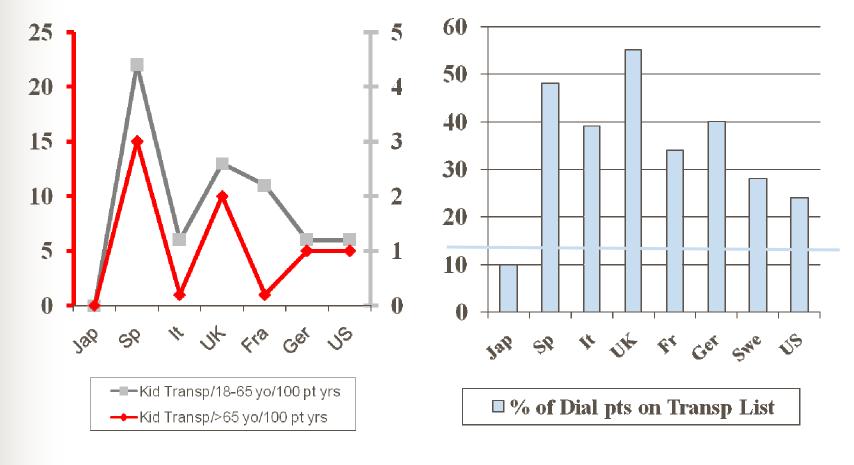
#### Do they ration transplants? By 2/100,000 persons.



How good are their liver transplants? US v (Jap, Ger, Neth, It, US, Fr, Swz, Can)

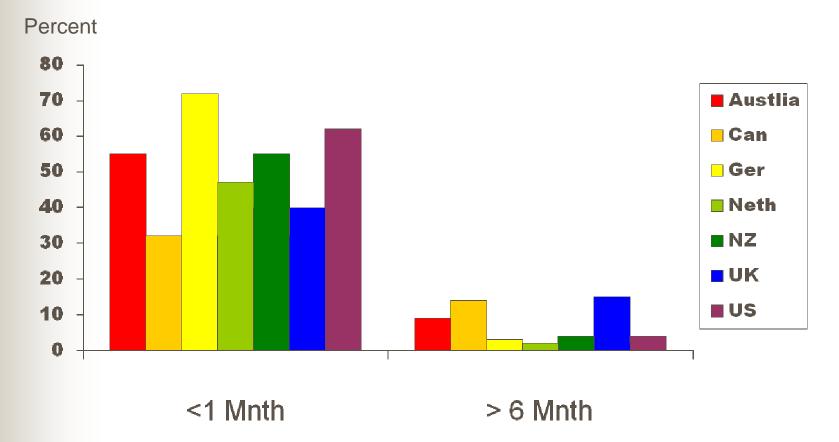
- Transplants done on comparably ill persons.
  - One year survival is identical.
- US costs 26% more.
  - Med Care Res & Rev 2009;66:3-22.

### Rationing Dialysis or Kidney Transplants?



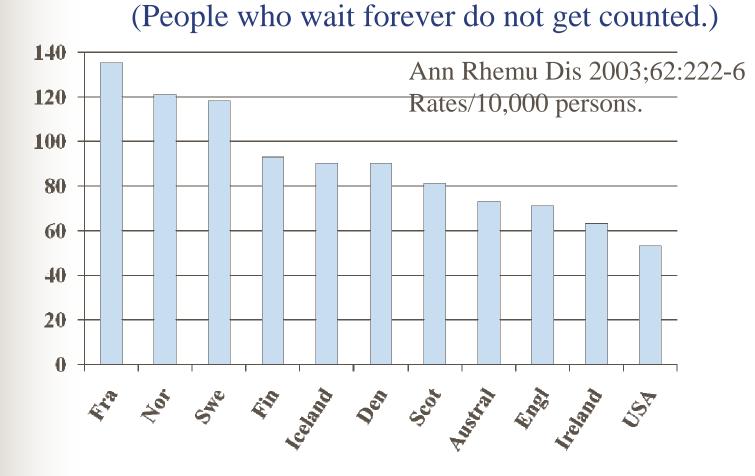
Kid Intl 2005;68:330-7.

### Do Adults Wait Longer for Elective Surgery?

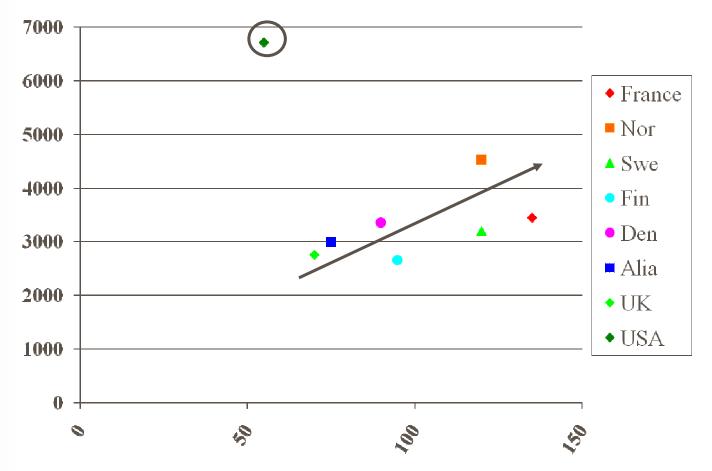


2007 Commonwealth Fund International Health Policy Survey. Harris Interactive, Inc.

## Hip replacement is elective and US does them faster for fewer people.



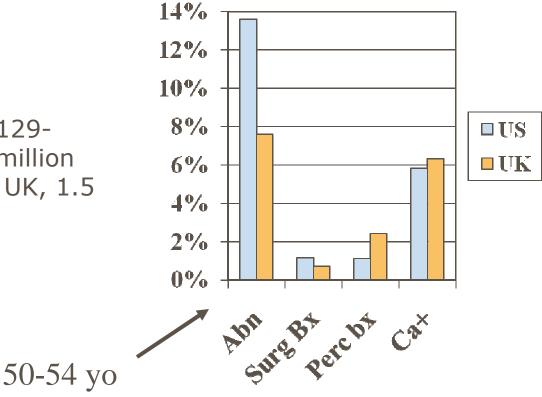
## Hip Replacement /10<sup>5</sup> persons



Data from Ann Rhemu Dis 2003;62:222-6 and OECD

## Mammograms US/UK: More aggressive bx, more false +, no improved dx.

JAMA 2003;290:2129-2137. F 50+, 3.9 million UK mammograms UK, 1.5 in US, 1996-9.



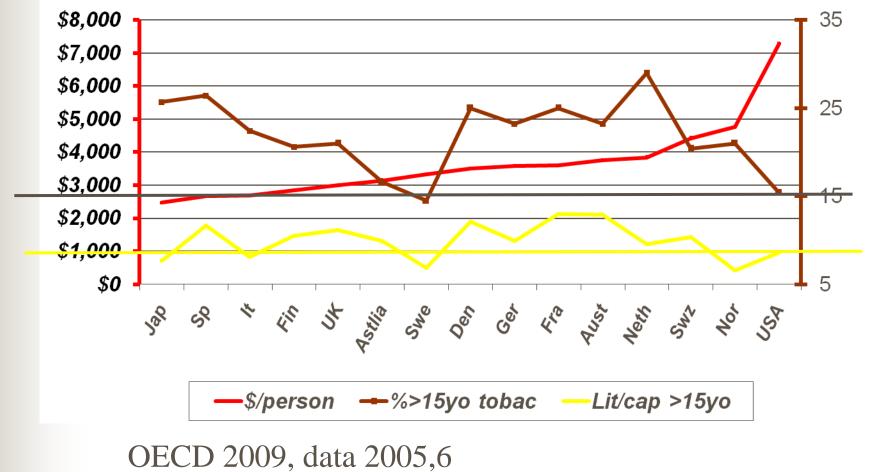
Myth: So if other nations do not have lower costs by rationing, the American Consumer must be a Health System Wrecker.



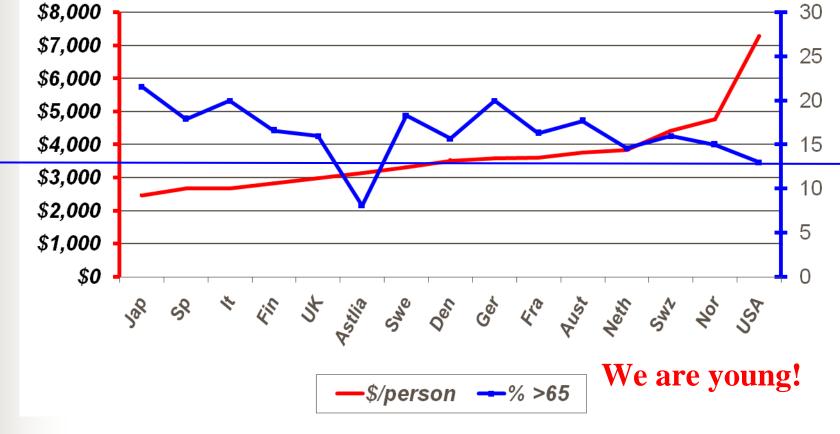
The American Consumer is too:

OldObeseSmokingDrinkingOver financedArmed with Lawyers

Myth: The US Health System is handicapped because Americans Drink and Smoke so much.

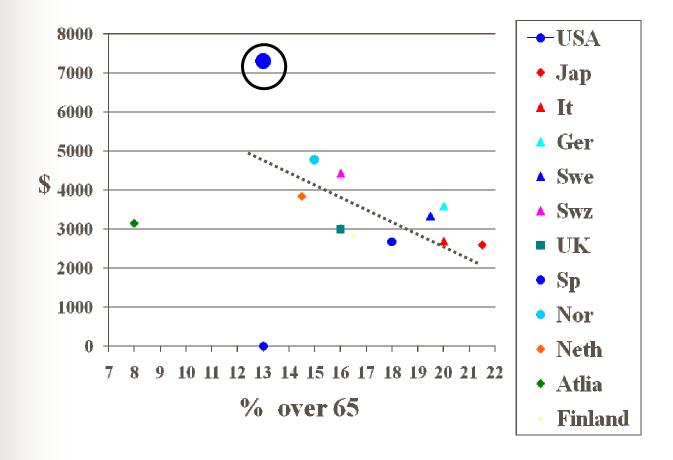


#### Myth: US Health Care Costs so Much Because Americans are Really Old!



UN Census Dept: 2009 (data 2008)

#### Per Capita Health Spending and % Elderly: US uniquely out of position to deal with an aging population.



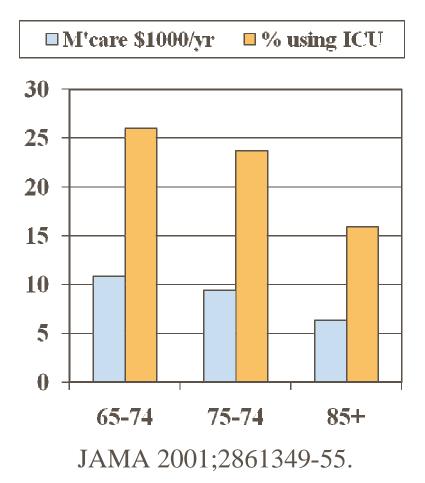
OECD 2009, US Census Dept

# Myth: Health Care Costs are High Because of Last Year Medical Care for Very Old.

- Last year of life
  - 11% USA health \$
  - 27% M'care costs (flat x20y)
  - Health Aff 2001;20:188-95.
- Universal use of
  - Advance directives
  - Hospice care
  - Futility guidelines

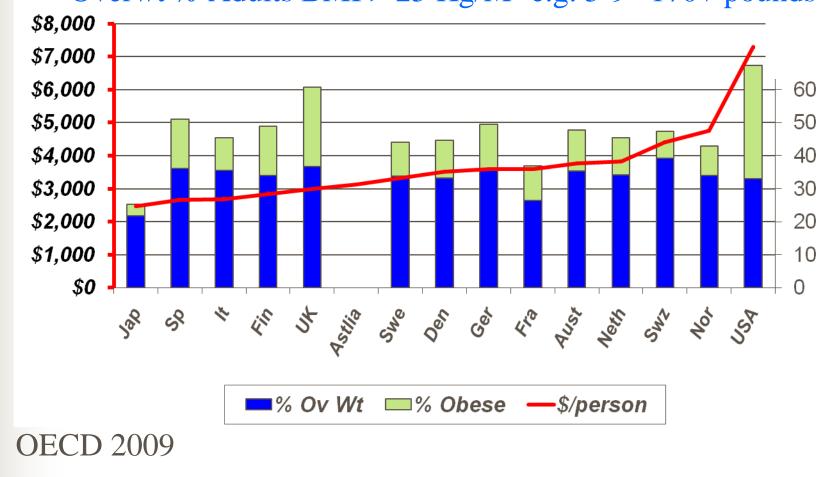
would save US 3.5% med \$.

NEJM 1993:1092

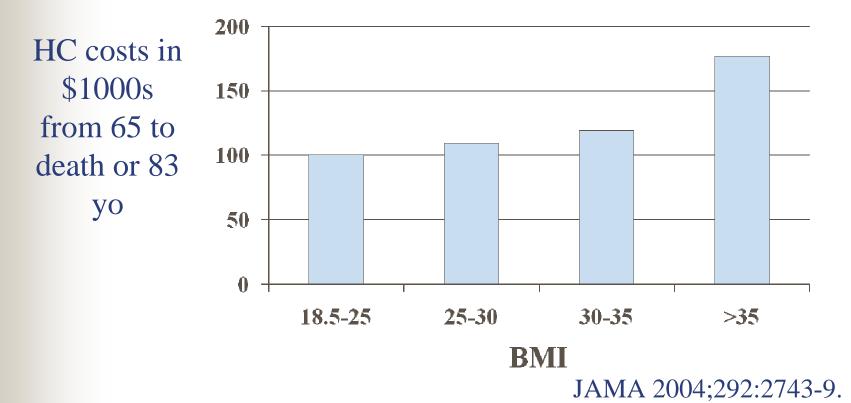


#### Americans are Heavy

Obese % Adults BMI > 30 Kg/M<sup>2</sup> e.g. 5'9" 200+ pounds Overwt % Adults BMI > 25 Kg/M<sup>2</sup> e.g. 5'9" 170+ pounds

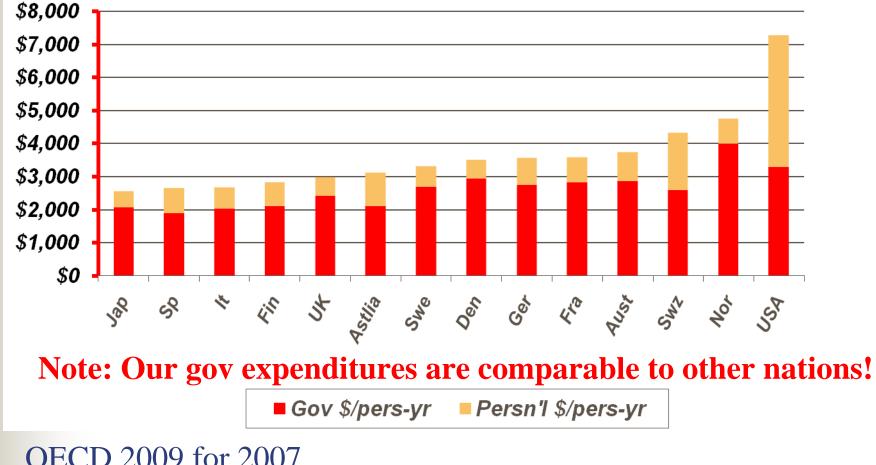


### Obesity does raise health costs, esp in elderly.



- 2-4% of our excess costs relative to other developed countries.
- 11% of Medicare \$ Health Affairs 2003;(May).

Myth: US Health Care Costs so Much Because Americans don't Personally Pay for Health Care



OECD 2009 for 2007

### Myth: Malpractice Costs are why US Health Care Costs so Much

#### % of US Health Spending

- Insurance, awards, settlements, legal fees
   .46%
  - Health Affairs 2005, 24:903-914

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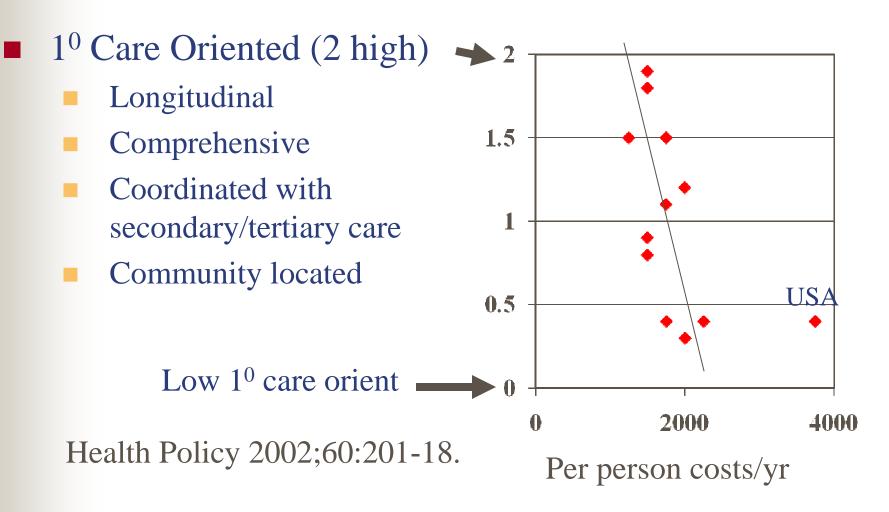
Defensive medicine ? 2-6%



(or, How can we do better?)

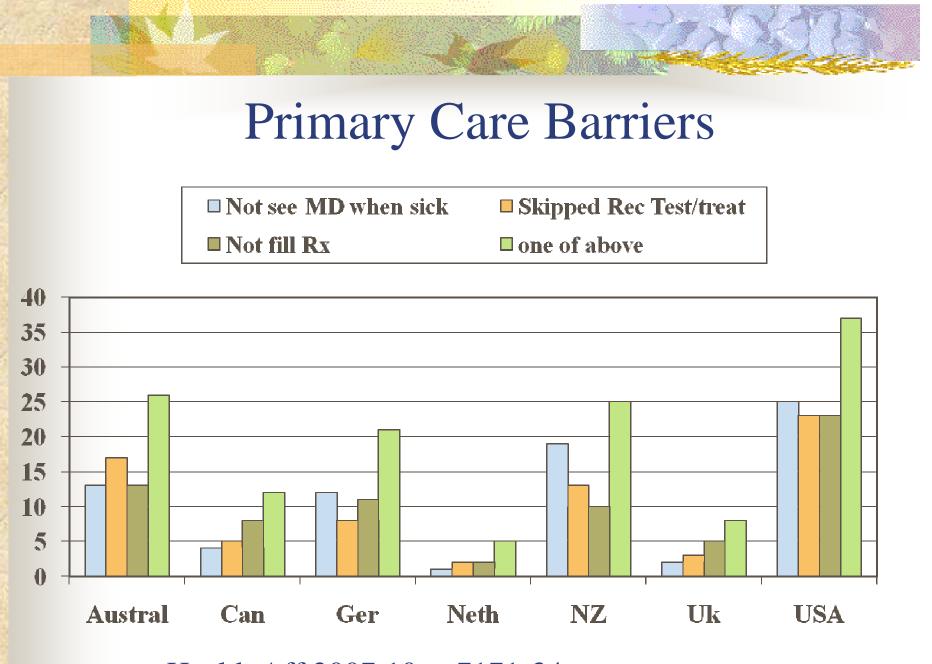
# Primary Care Orientation

#### Lowers Health Care Costs



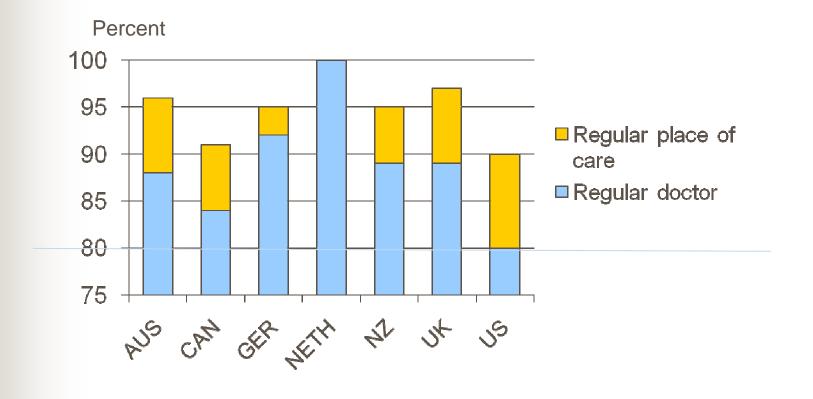
### Primary Care Orientation Improves Health Outcomes

- Many fewer low birth weight babies.
- Less bronchitis, emphysema, heart disease asthma, and death from pneumonia mortality.
- Fewer productive years lost 0-69.
- Higher life expectancy at 40 and 65 years of age.
  - HSR 2003;38: 831-64.
  - Health Policy 2002;60:201-18.



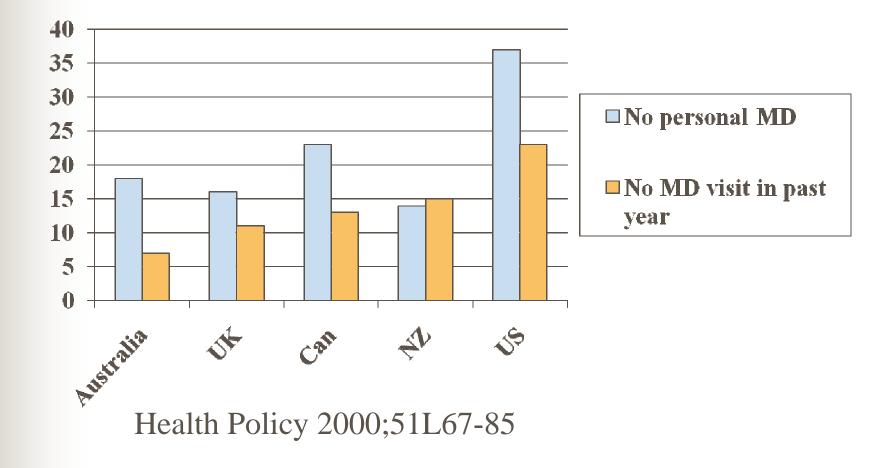
Health Aff 2007;10. w7171-34.

#### Have a Regular Doctor or Place of Care

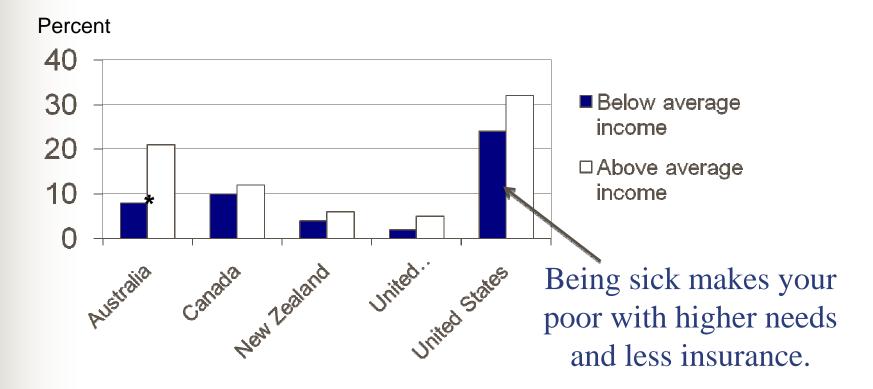


2007 Commonwealth Fund International Health Policy Survey.

## MD Access by Lowest 35% Income



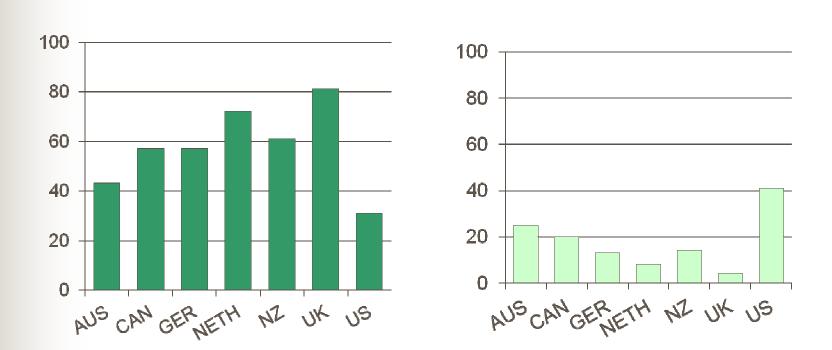
#### Spent More than US \$1,000 Out-of-Pocket for Medical Care in Past Year, by Income, 2004



Commonwealth Fund International Health Policy Survey (Schoen et al. 2004; Huynh et al. 2006).

### Out-of-Pocket Medical Costs/Year (% of adults with chronic disease)

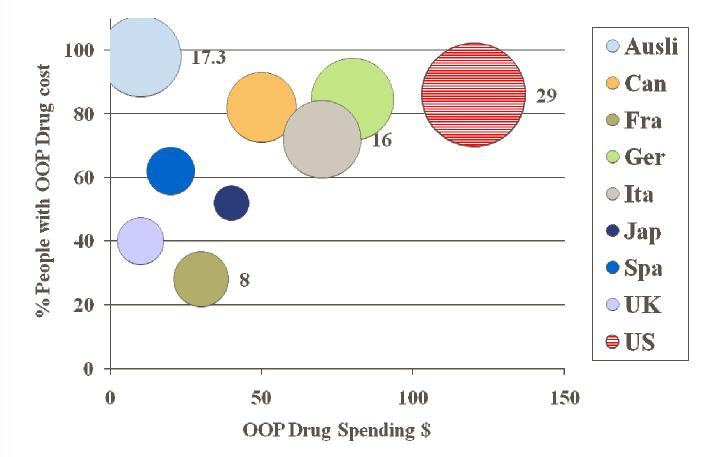
More than \$1000



Less than \$500

2008 Commonwealth Fund International Health Policy Survey of Sicker Adults.

## ↑Out Of Pocket drug costs: ↓ compliance.



Bubble Size = % non compliant with meds

Health Aff 2008;27:89-102

# Lessons from Developed Nations

- A universal primary care orientation controls costs and improve public outcomes.
- Low point of service charges are essential for timely/cost effective primary health care.
- Drug coverage not essential if system controls drug prices.
- Private opt-out insurance is politically necessary but will be only used for amenities by ~30% of people.

### Many Models for Universal Health Care

- National Health Service-UK
- Single tax-based financing to regulated private managed care plans with mandatory enrollment, specified benefits, portability etc- Germany
- Multiple, progressive tax based financing for regulated, competing public and private insurers-France.
- Single insurer-Canada.



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