Ortholndy's COE Journey

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Why Did We Start Doing Bundles and Focusing on Centers of Excellence?

- Opportunity to differentiate ourselves in a competitive market
- Market dynamics:
 - Insurance company products' continuing to evolve.
 - CMS CJR Program
 - Optum COE Program
 - Anthem Blue Distinction
 - Humana COE Program
 - Third party entrants Carrum
 - Employer demand
 - High quality providers
 - Transparency for cost and quality
 - Outcome guaranties
 - Slow price inflation
 - Fixed pricing (helps with budgets / certainty)

Challenges in Developing Our Program:

- Market acceptance
 - Complex for companies to evaluate
 - HR departments responsibility
 - Brokers assistance
 - Insurance company
 - The increasing number of options
 - Negotiations
 - Employers have long tried to provide their employees with as many options as possible for providers within networks they participate in.
 - Programs such as COEs can come at a cost for reduced choices.
 - Marketing
 - Numerous award programs
 - US News and World Report
 - Carechex
 - Healthgrades
 - CMS star programs
 - Operational challenges
 - Multiple points of entry
 - Multiple programs
 - Procedure overlap
 - Reconciliation

Establishing Our Center of Excellence:

- It all starts with the patient and years of providing top level service
 - Experience
 - Satisfaction
 - Safety
 - Results
- Brokers
 - Determining advantages for their clients
- Insurance companies
 - Participation in new products
- Directly to employers
 - RFPs
 - Marketing materials
 - Meetings

Our Bundles Include:

- Standard bundle inclusions:
 - Surgical event
 - Facility
 - Supplies / implants
 - Discharge DME
 - PT / OT in inpatient
 - Physician professional
 - Surgeon
 - Assistant
 - Anesthesia
 - Hospitalist (inpatient)
 - · Global post acute
 - Surgeon standard follow up care
- Optional bundle inclusions:
 - Surgical consult / pre-op clearance
 - Outpatient physical therapy (limited by geography)
 - Warranty for readmission (program dependent)