

# New tools for health data analysis

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## Data

System is structured to process claims and pay benefits

**150m**

Encounters between patients and healthcare providers

**65m**

Pharmacy visits, with Nappi codes

We have enormous amounts of data in the healthcare system that can be used to improve performance

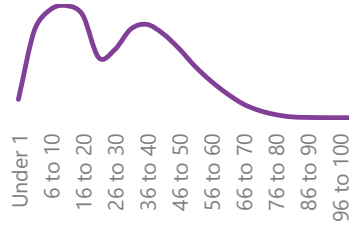
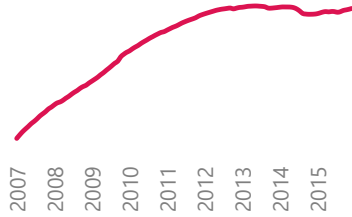
**30m**

Family practitioner visits, with RPL and ICD codes

**2.5m**

Hospital admissions with ICD and CPT code strings, Nappi codes and utilisation data

# Conventional reporting



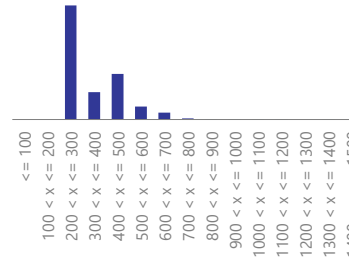
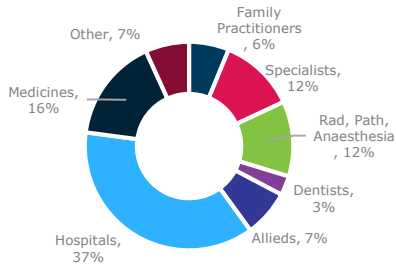
PLPM cost comparisons

Traditional age and gender

“Keeping score of a losing game”

Lack insight

“So what?”





# Clinical data hierarchy

**Risk scores** provide a way of monitoring risk profiles of populations over time, and comparing risk profiles between regions, considering the state of health and sickness of each patient in a summarized but meaningful way

Capturing diagnostic codes for all interventions allows tracking of disease burden. In South Africa this is done using **ICD 10**.

**Treatment coding** keeps track for the activity level in the health systems – how many consultations, how many hospital admissions with supporting detail like days in ICU wards and time in theatre.

**Medicines and consumables** are individually coded so as to be able to identify volumes, track efficacy, and ensure compliance with protocols and formularies.

Risk scores

Data groupers and analytical tools

Diagnostic coding, treatment coding, medicines and consumables

Granular demographic and clinical data are aggregated in actuarial and clinically sound algorithms such as:

**Population Risk Classification** for monitoring changes in burdens of disease and risk profile

**Diagnosis Related Groups** to classify hospital admissions, quantify case mix, understand hospital efficiency and outcomes on a like for like basis

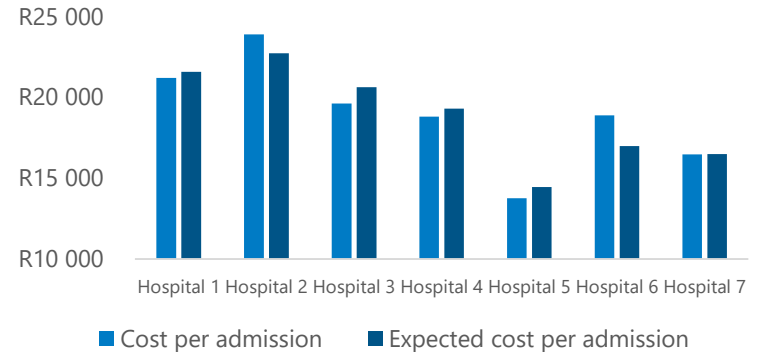
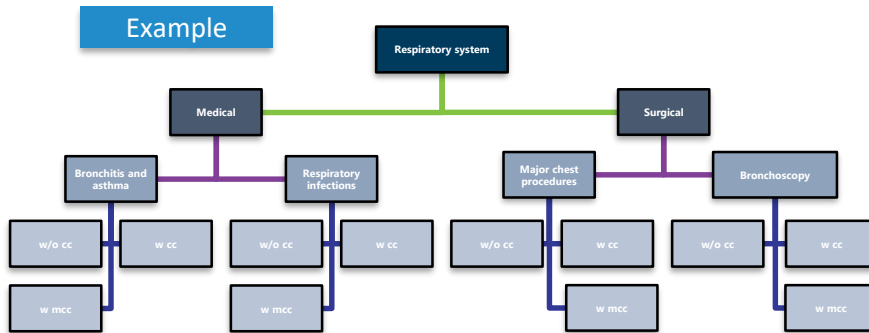
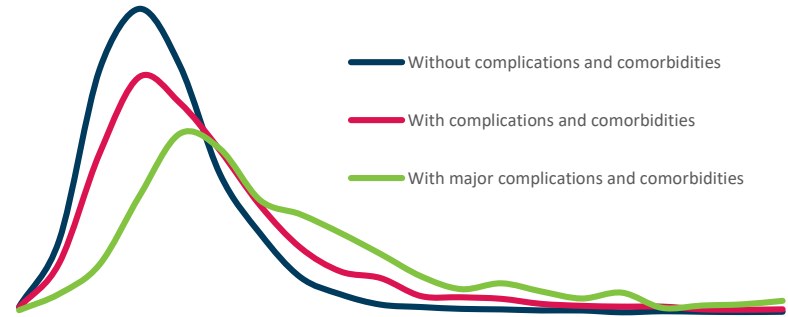
**Episode Groupers** to monitor treatments plans, compliance to protocols and analyse clinical pathways.

# ▶ Diagnostic related groups (DRGs)

DRGs are a grouping tool that categorise hospital admissions into *clinically and actuarially meaningful groups*.

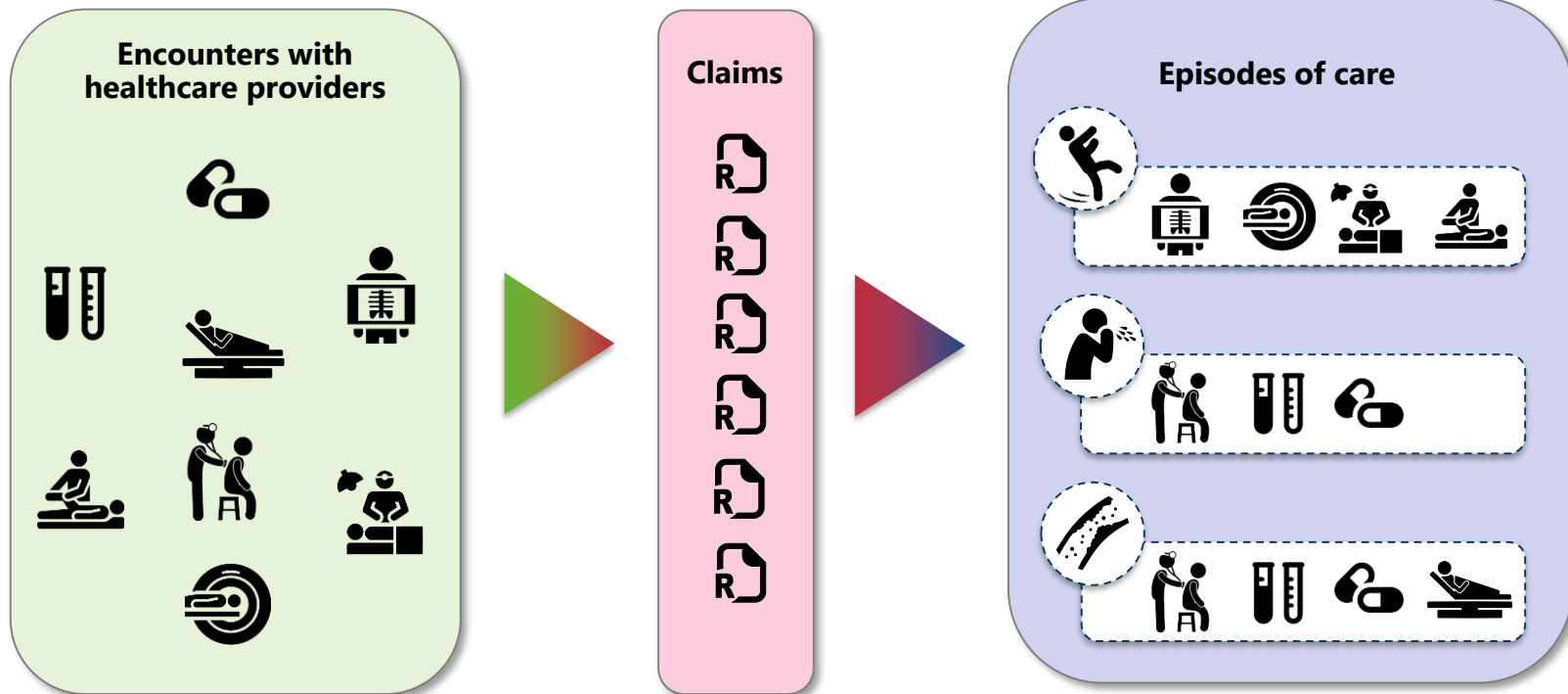
The applications of DRGs are primarily to quantify and monitor *cases mix* – changes in case mix over time, and comparisons of case mix differences between facilities.

This allows *like for like* comparisons to be done when comparing financial efficiency and outcomes over time or between two hospitals.



## ▶ Episode grouper

The episode grouper groups encounters with healthcare providers, as captured by claims to the medical scheme, into coherent episodes of care.





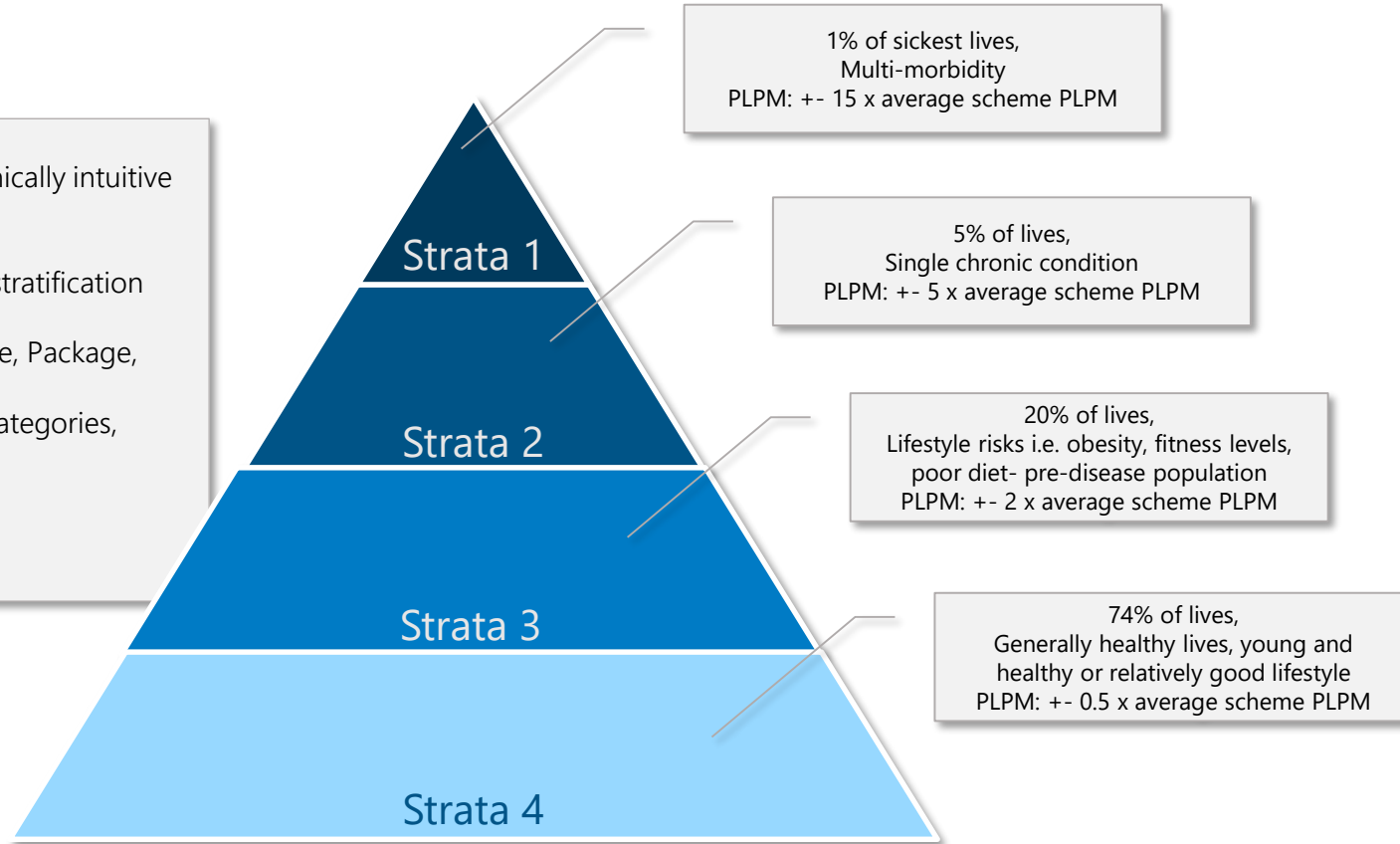
# Patient grouper

Assigns each beneficiary to a clinically intuitive risk cell

Used for risk adjustment or risk stratification

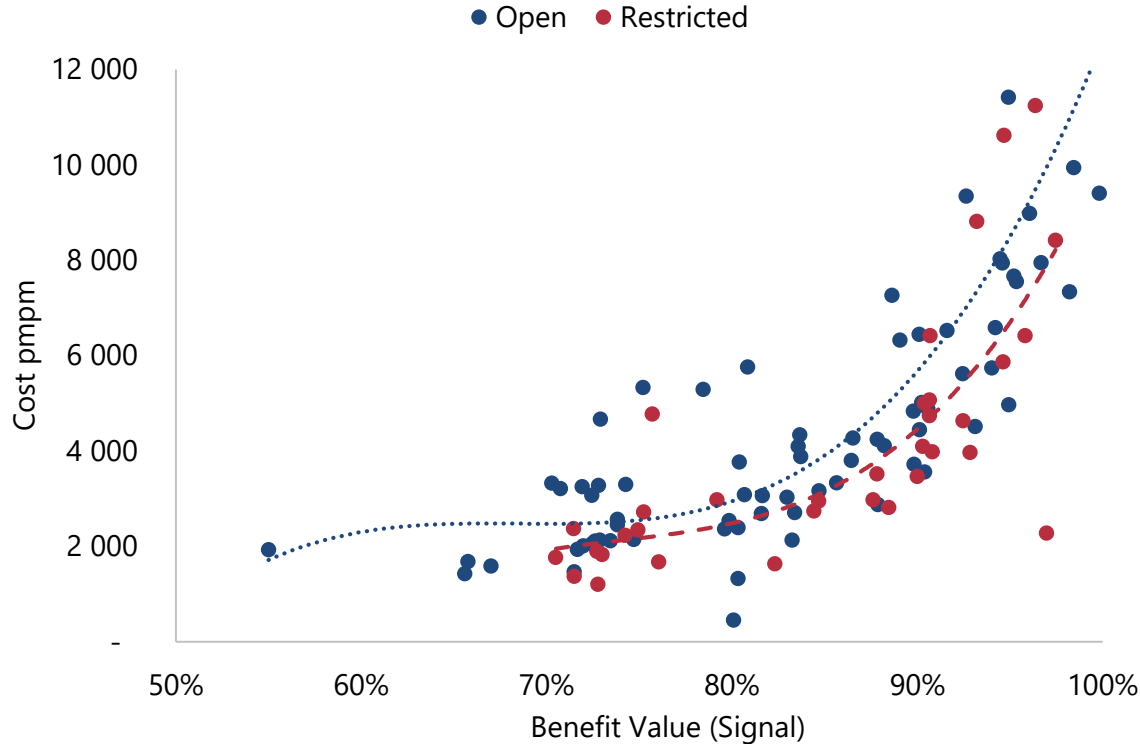
Considers: Demographics i.e. Age, Package,

Primary and Secondary clinical categories, number of clinical categories





# The Signal Model



The Signal model compares benefit richness and price to allow for meaningful comparisons of value-for-money in the medical schemes market using objective quantitative methods.

The model allows for:

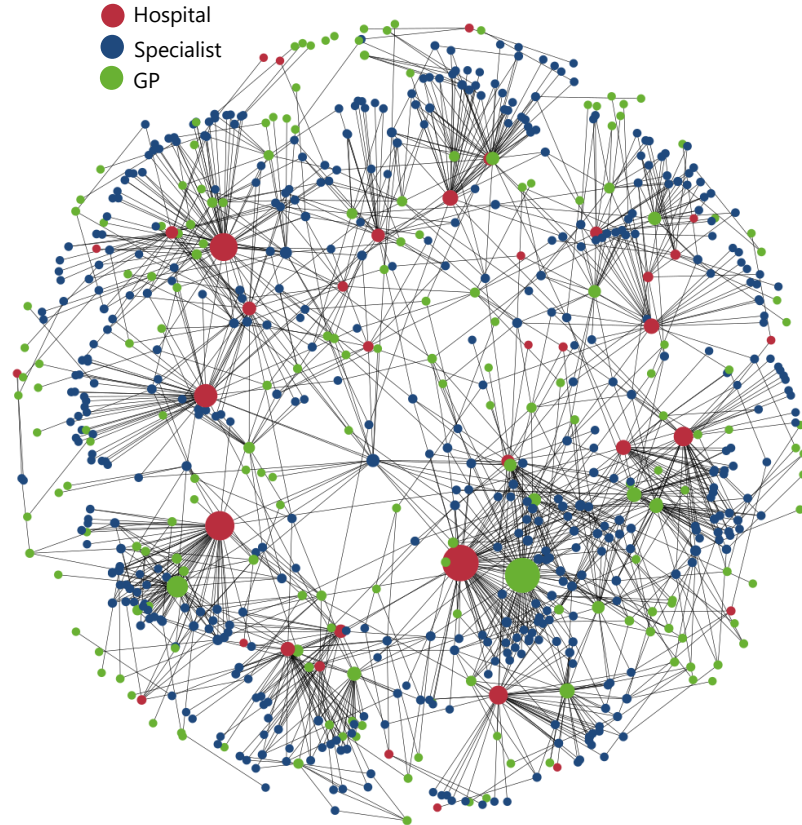
- Medical savings accounts
- Benefit limits
- Co-payments
- Self-payment gaps
- Above-threshold benefits



# ▶ Network analysis

This is a visualisation of the referral network of GPs, specialists and hospitals in the Cape Town metro and surrounds.

Lines represent referral relationships and circles represent practices.

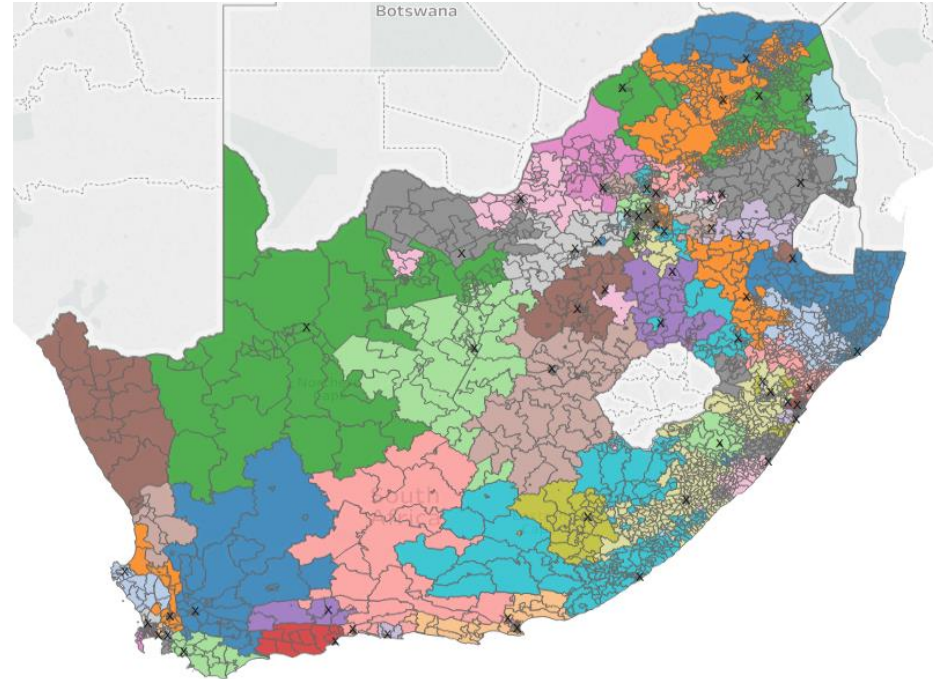
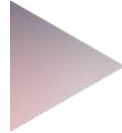
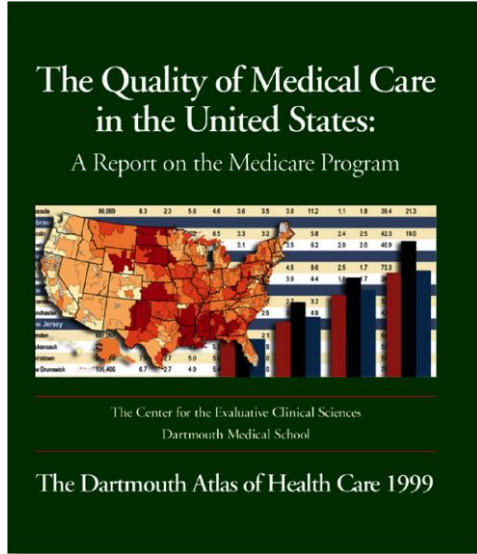


The size of a circle indicates how much “influence” that practice has.

In a social networking setting **influence** would relate to how many friends you have. Here it indicates how many different providers a practice has a referral relationship with



# Regional Analysis



"It is not just who you are as a patient that determines what healthcare you receive but also where you live."

"There is a lot of unwarranted variation in clinical practice that is not explained by illness, medical need or the dictates of evidence based medicine."



Patients don't always travel to the facility that is closest to them.

Sometimes patients travel through or around the closest centre to access care.

National roads and freeways are important

Referral regions are not bound by municipal or provincial borders.

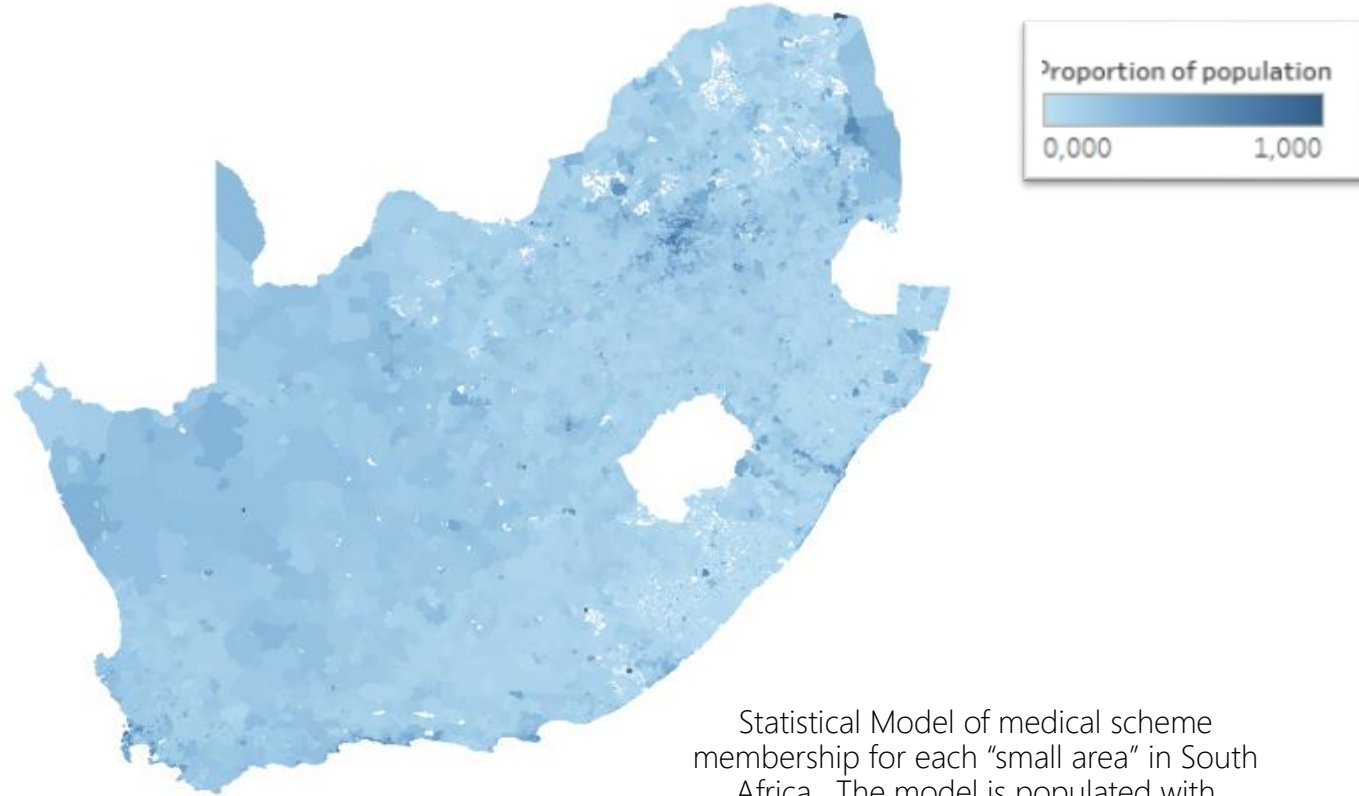
### **A note from PPO Serve**

“For the regional analysis, a referral area is the defining the unit of analysis (comparison) for the health system at work. The objective of the exercise is understand variation, and therefore areas of improvement.

We achieve this by defining the correct numerator and denominator for each competing health system”



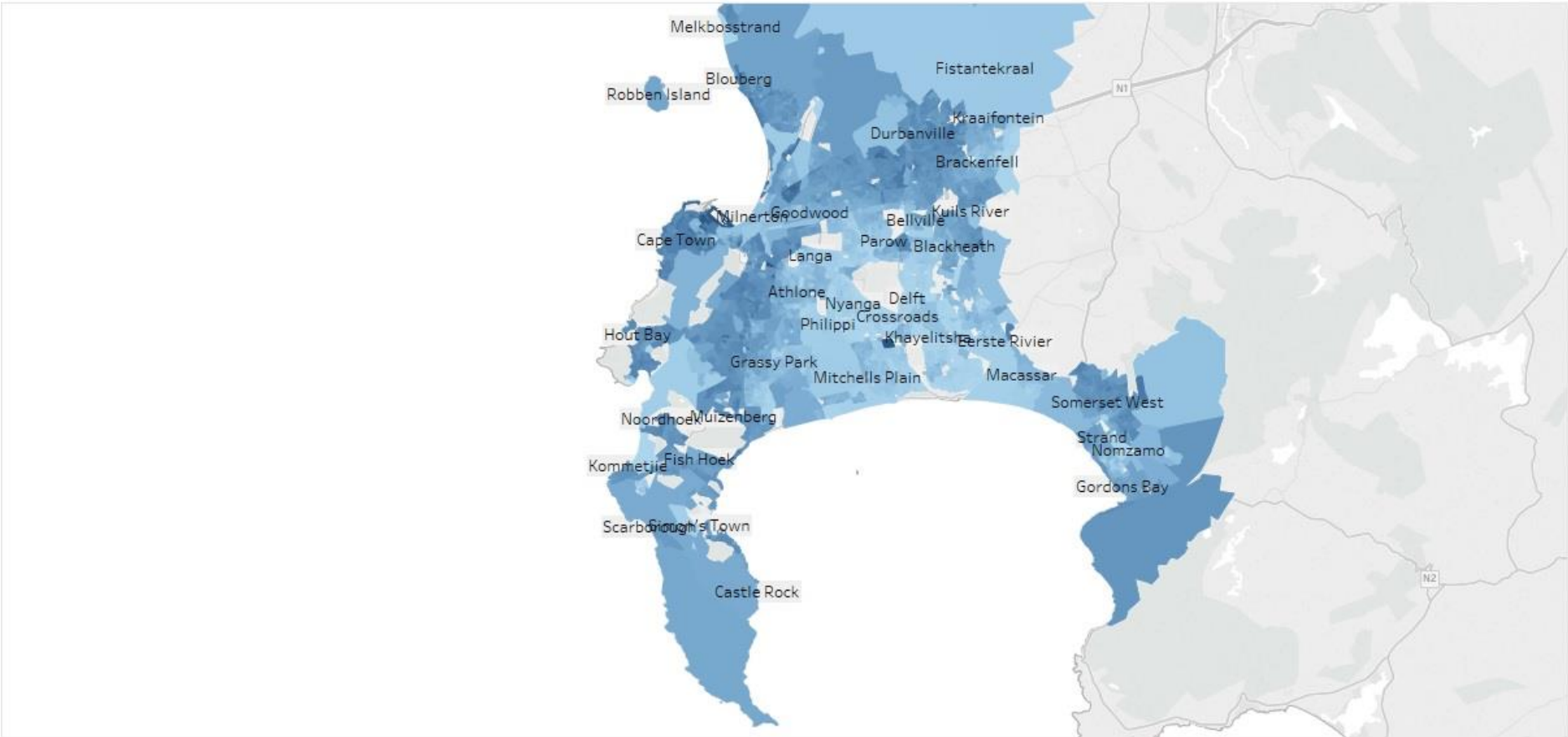
## Population baseline



Statistical Model of medical scheme membership for each "small area" in South Africa. The model is populated with information from public data sources.



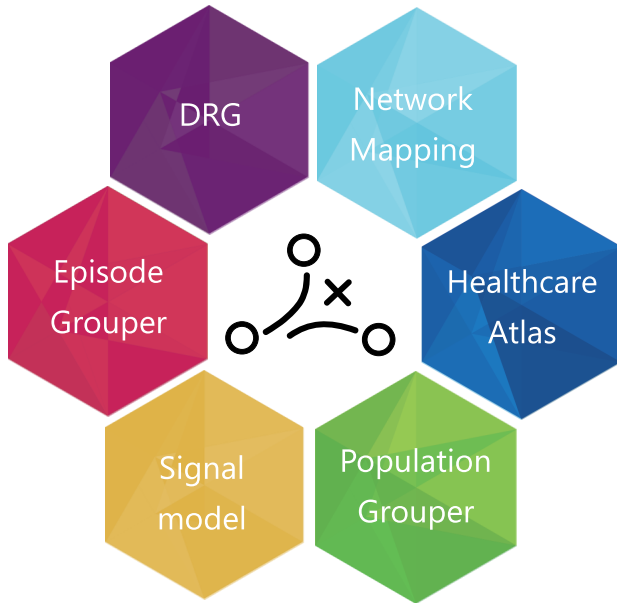
# Estimated medical scheme population in Cape Town



Proportion of population  
0,000 1,000



# ▶ Integrated tool set and applications for data driven decision making



Membership monitoring

Family Practitioner benchmarking

Specialist benchmarking

Hospital benchmarking

Solutions deployed through an online dynamic system; with slice and dice functionality to empower users.

Sophisticated risk adjustment and attribution

Health provider network design

Market share and regional analytics

Alternative reimbursement models

Benefit richness analysis and benchmarking

Sophisticated tools to manage a complex environment. Applied through actuarial services, managed care analytics, and strategic advisory services.

# The Episode grouper

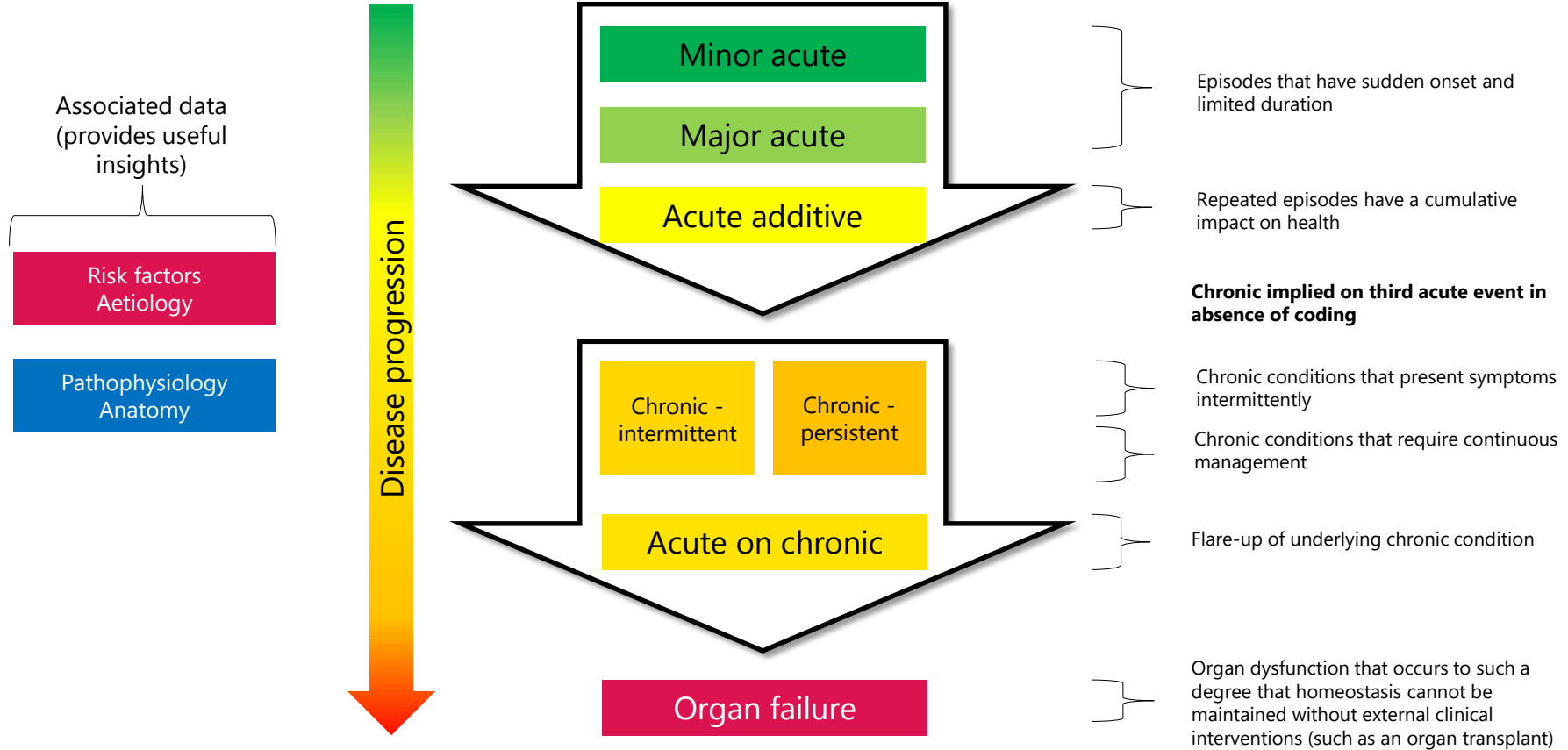


A WHOLE  
NEW WORLD





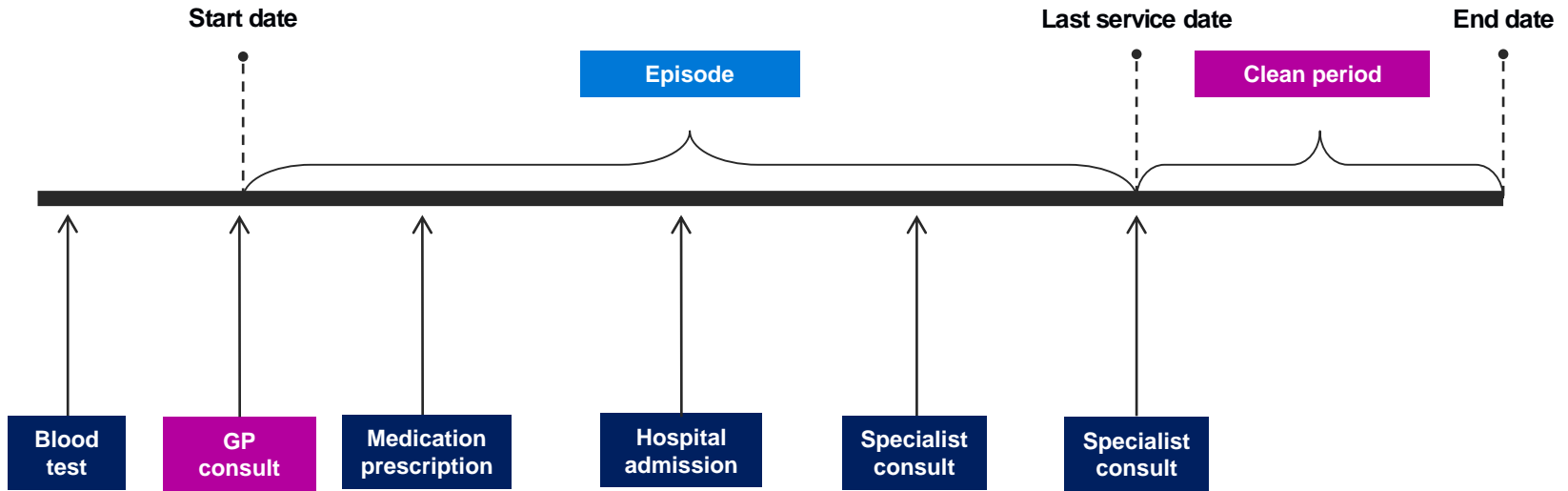
# ▶ Episodes





# Constructing an episode

Multiple claim lines are linked to a single episode. Asynchronous information summarised into single health events. Clinical complexity retained.





# Clinically intuitive, rich patient views

Name: Mr M

Option: Galaxy Plus

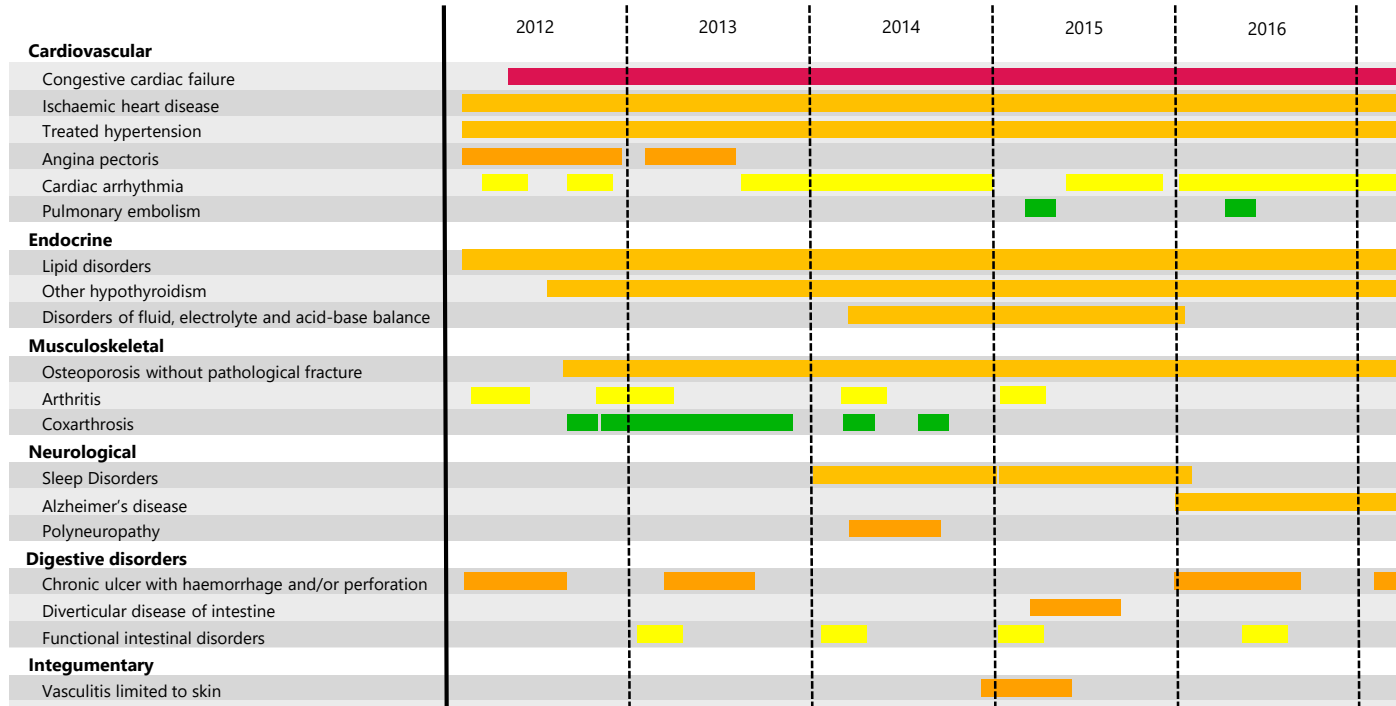
Gender: Male

Age: 86

Date joined: 1 Mar 2012



■ Limited – major acute  
 ■ Acute additive  
 ■ Chronic - persistent  
 ■ Chronic - intermittent  
 ■ Organ failure





# Disaggregate spend across episodes for individuals over time

Name: Mr M

Option: Galaxy Plus

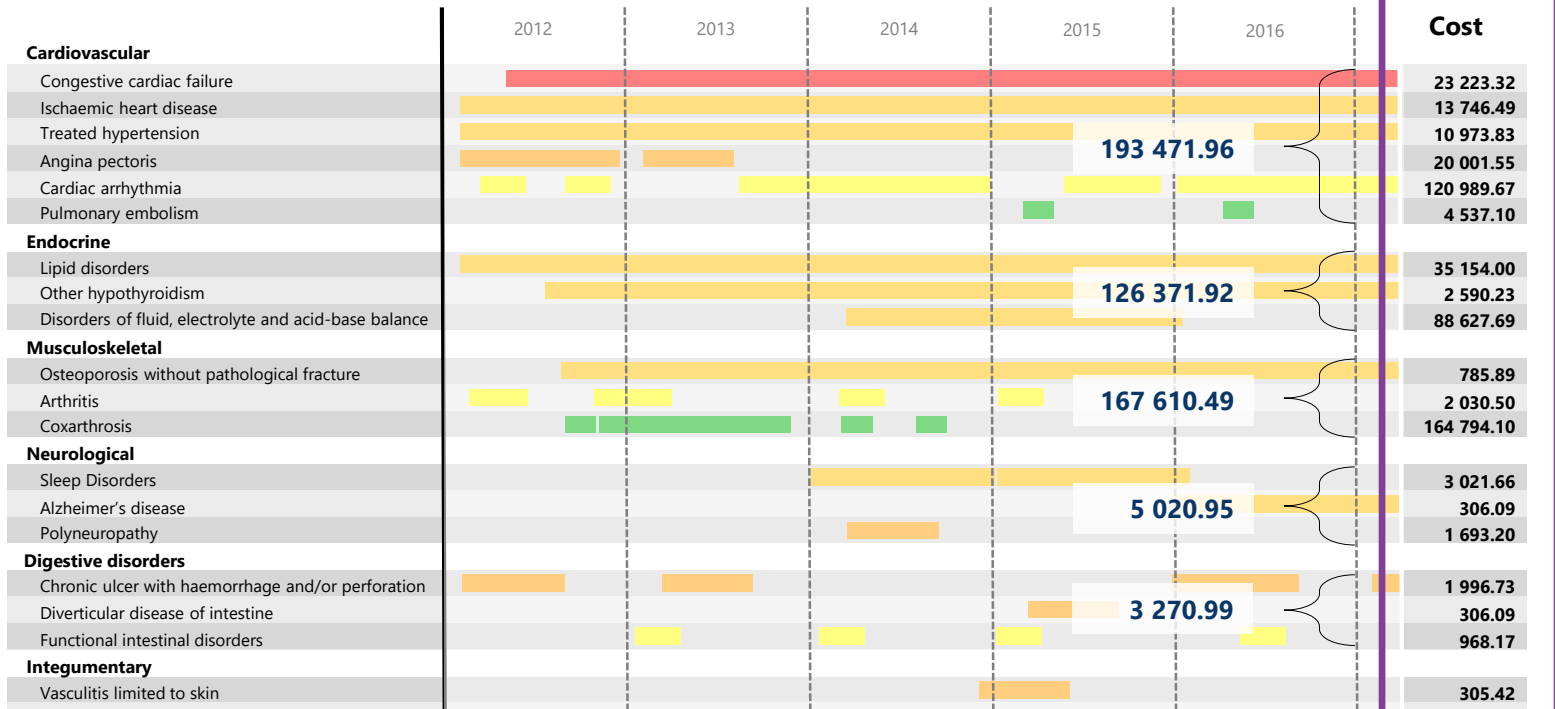
Gender: Male

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# Understand how interaction is driven by episodes

Name: Mr M

Option: Galaxy Plus

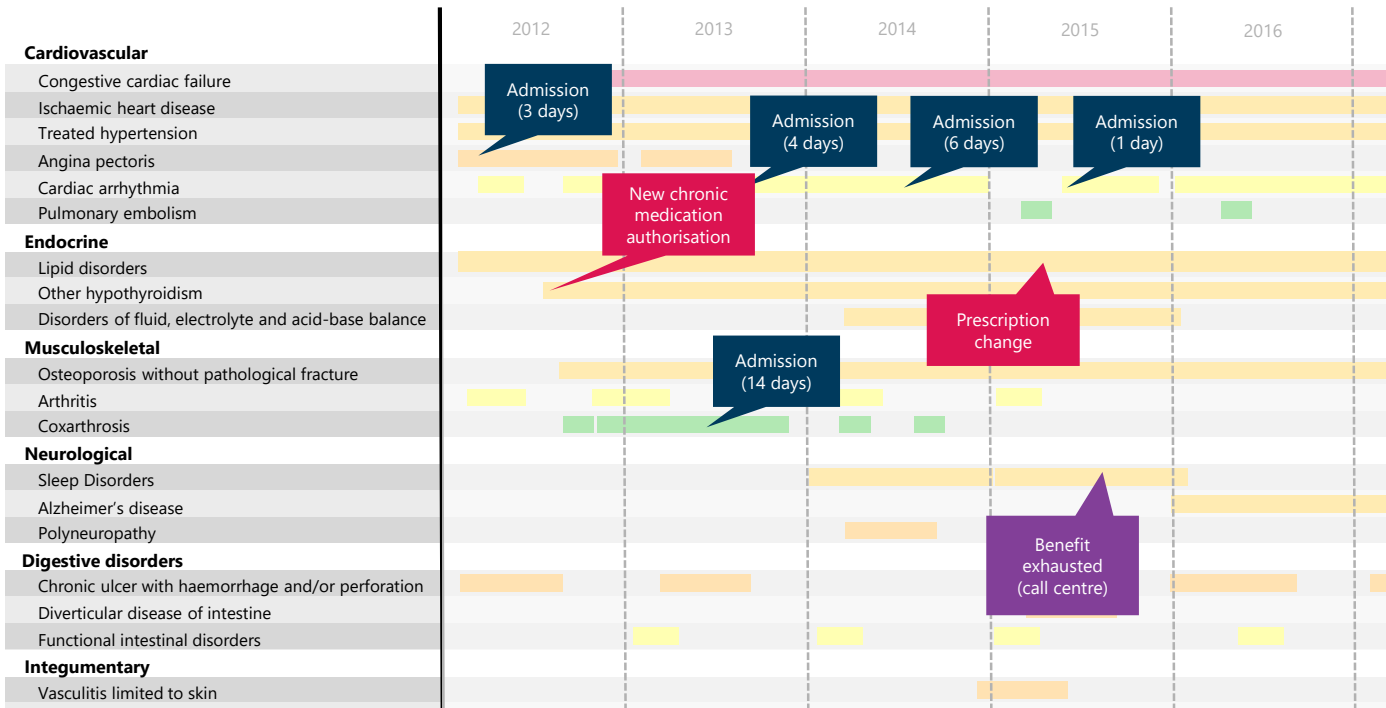
Gender: Male

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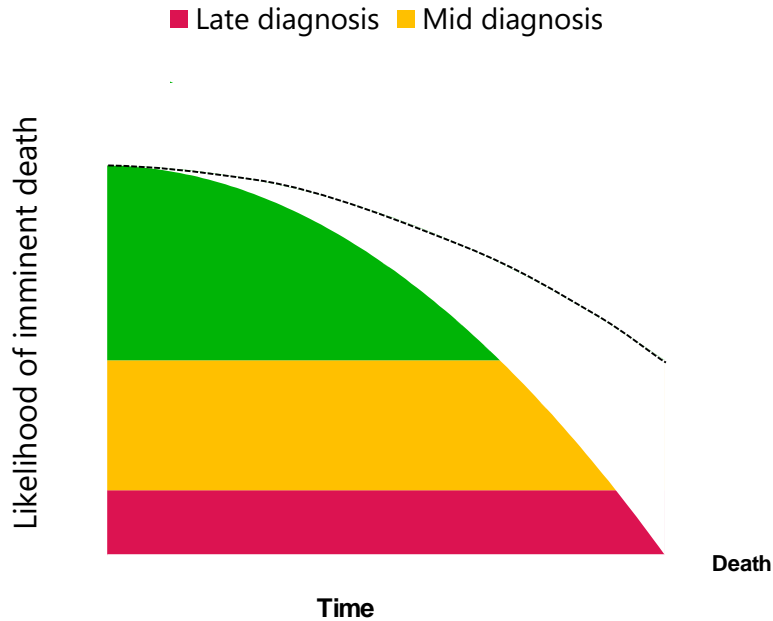


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# Improves risk prediction through built-in observed disease specific progression



- Inference analytics
- Improved disease management (different kind of ROI)
- Monitoring and alerts
- Live, interactive dashboards
- Product design considerations

Determine future episode relevance / significance



# Understand and treat patients according to their specific needs

**Patient A**  
Progressive Angina  
Costs: R50 000



*45 year old male*

**Co-morbidities:** Hypertension,  
minimal

**Relative risk index:** 2.5

**Patient B**  
Progressive Angina  
Costs: R500 000

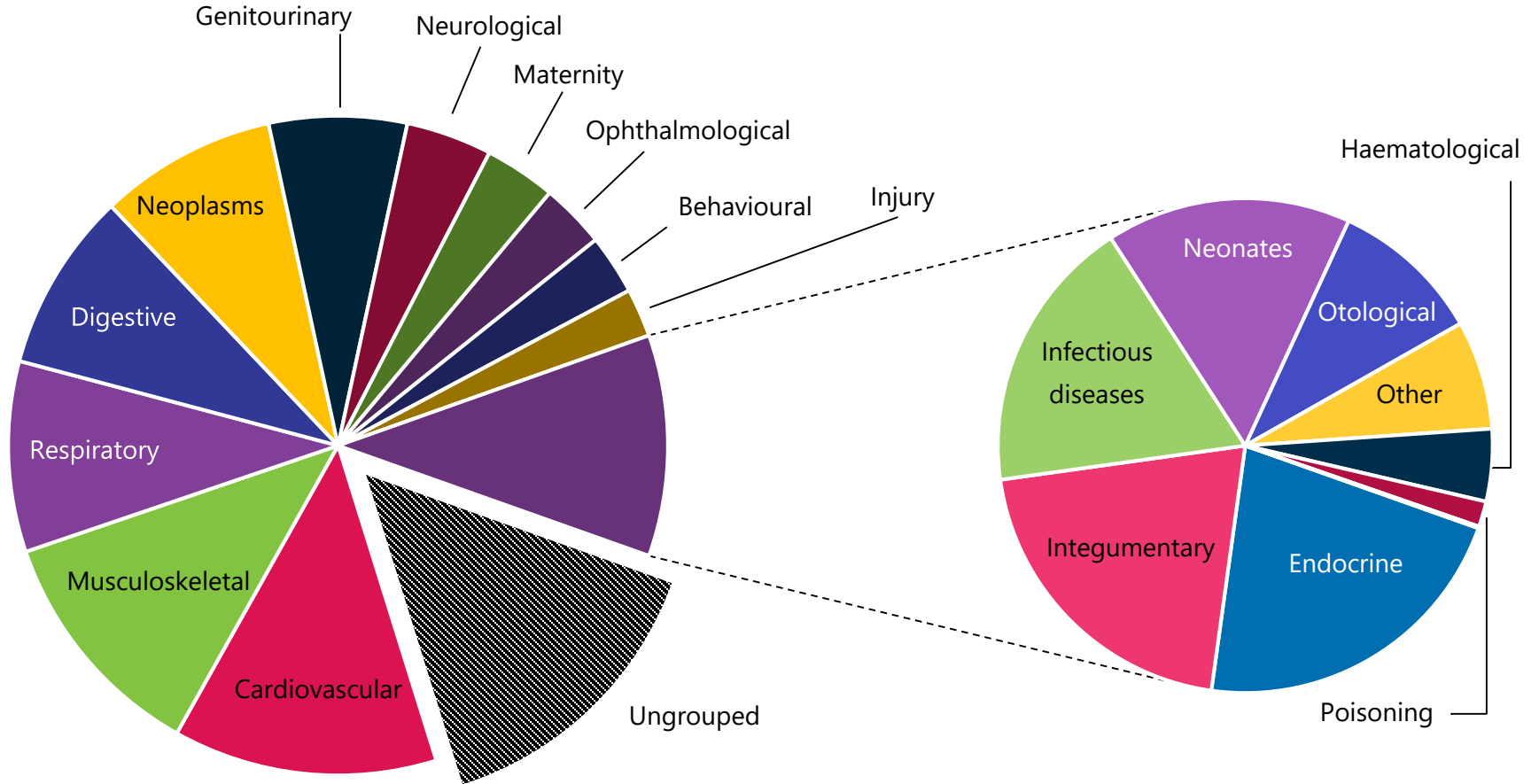


*65 year old male*

**Co-morbidities:** Congestive heart failure,  
Type I Diabetes, Vascular diseases, Renal  
failure

**Relative risk index:** 30.5

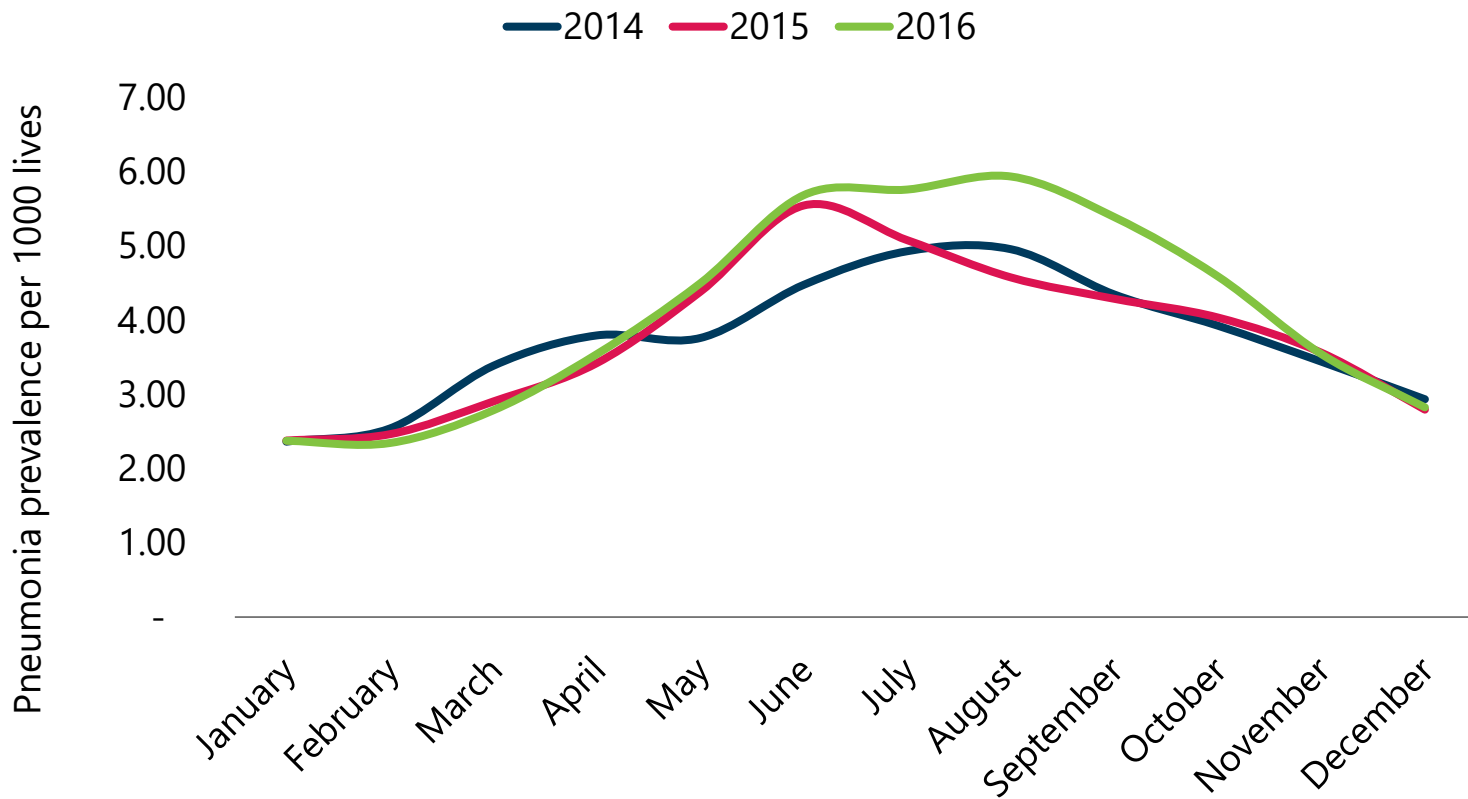
# Analyze claims by disease chapter

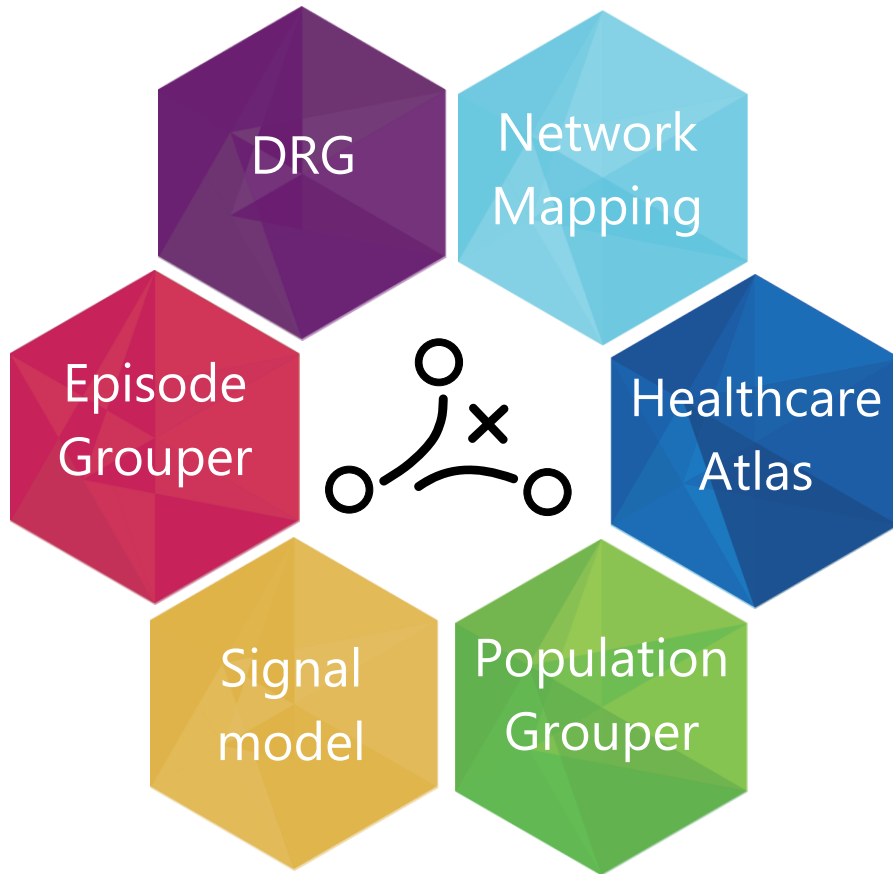






# Observe developmental patterns (episode views) over time





A comprehensive toolbox that can be used to analyse healthcare data in the appropriate manner, with the necessary risk adjustment and grouping to arrive at the right conclusions in order to make the best decisions.

# PLEASE NOTE

- ▶ **This presentation is incomplete without the accompanying narrative**