

## Spotlight on Action MASTER Transcript: “Healthcare Resiliency – Lessons from the Front Lines” Part 1, featuring Will Shrank, Chief Medical Officer for Humana and Co-Chair of the LAN’s Care Transformation Forum

### **Mark McClellan (00:00):**

Hello and welcome to Spotlight on Action produced by the Healthcare Payment Learning and Action Network, commonly known as the LAN. I'm the host of today's session, Mark McClellan. I'm the Co-Chair of the LAN CEO Forum and the Director of the Duke Margolis Center for Health Policy. This Spotlight on Action Podcast series features LAN stakeholders discussing real-world actions and opportunities to transform the healthcare system while aligning with the LAN goals and initiatives related to alternative payment models, or APMs. Those key goals are: health equity, healthcare access, value-based healthcare, the best outcomes for everyone at the at the lowest possible cost. This has been the LAN's mission for some time, but it's been both challenging and fraught with some new opportunities in the context of the pandemic, which all of us, all healthcare systems are still struggling through to address.

Today, in that context, I have the pleasure of speaking with the Co-Chair of the LAN’s Care Transformation Forum. That's where the LAN action happens. And he's also the chief medical officer at Humana, Dr. Will Shrank. In his role as Humana CEO, Will is at the forefront of transforming Humana's efforts to transform our healthcare system into one that's more agile, one that's more responsive to the needs of patients and is focused on these LAN goals of better outcomes, fewer barriers to care, better patient experience, and more equity, including through addressing steps like the social barriers to access, to needed care. So not a small task, but one that Humana, with Will's leadership, is very committed to being a leader on, and it fits in with the broad array of perspectives that we seek to bring together in the LAN. So we've got a lot to talk about today, given Humana's role and activities and both advancing value-based care and responding to the pandemic. And Will, really pleased to be with you today for this discussion.

### **Will Shrank (02:08):**

I appreciate the invitation, and it's always a treat to get a chance to talk to you.

### **Mark McClellan (02:14):**

Well, thank you. And I want to talk about several broad topics today kind of bearing in on the work that you've done and leading Humana's transition to value-based payments that's intersected with your, having to step up for the response to the pandemic where we really needed some innovative models of, of healthcare to deal with COVID to deal with the shift to home-based care, to deal with a new behavioral health, a mental health stresses that have arisen and to deal with them, all of those social barriers and challenges to getting to equity in healthcare that have come up and actually been exacerbated in the context of the pandemic.

You know, the LAN's been working on this for, for a while now a year ago over a year ago. Now the LAN launched the Healthcare Resiliency Framework in response to COVID-19 and in response to their LANs efforts to make sure that APM reforms, other value-based care reforms, stayed as relevant and impactful as possible. And that framework includes both some short-term actions, some long-term steps to build resiliency in our healthcare system. As part of that,

Humana stepped up and made a set of shared commitments as part of the overall LAN process, working together on these resiliency challenges and some individual company commitments to move forward despite or to respond to the challenges of the pandemic. Can you talk a little bit about some of the actions that, that Humana took in the short-term during the public health emergency to, to help create that, to help create that resilience?

***Will Shrank (04:01):***

Yeah, well, I mean, I think first of all, I'd say that we did a lot at Humana, but I've been so, so, so impressed and proud to see how the insurance industry general and the healthcare sector in general partnered so deeply and selflessly throughout the course of this pandemic to figure out how, together, we can meet the needs, the very, very personal needs of our members. It was very, very clear to us at the outset of the pandemic, as we were reaching out to our members, as we generally do, to ask them about their chronic conditions and their healthcare concerns, just really clear that folks were having new problems, different kinds of challenges, day-to-day challenges that really emerged from their social context. And it, it, it forced us within, you know, in a relatively short amount of time to really transform the way we collect information and [how] we provide outreach to our high-risk members from focusing on their conditions and managing their conditions to really understanding the uncertainty of the pandemic and how we can help them. And over the course of the pandemic, we conducted over 6 million screenings around health-related social needs, provided over a million meals, addressed issues, ranging from housing insecurity and, transportation issues to really, you know, core issues like social isolation and loneliness.

At the same time, we partner deeply with providers in new ways and our value-based providers we offered considerable amounts of advances in terms of their quality bonuses and their, their and their surplus bonuses in order to keep them whole, for those that weren't capitated and more prepaid. And we reduced a whole host of administrative barriers to try to make sure that there were less concerns about capacity, whether it's access to subacute nursing facilities or, or the, like. We spent a lot of time figuring out how to get more care to the home, and whether it's providing screenings in the home, whether it's providing care in the home, that was a large priority. And we worked closely with CMS who gave us a great deal of latitude - through waivers.

We eliminated all barriers to tele-health. We provided tele-health services, or we offer telehealth services, with no cost-sharing to make sure that there was, there were - patients, our members, could get access to the care they need from the comfort of their own homes and the safety of their own homes. And in addition to things like not charging any copays for testing or for treatment of COVID. And then we, we really, really engaged around the time of the vaccine, and we continue to try to understand the very personal barriers that individuals face and to try to make sure that we're providing both education, transportation, engagement, information to encourage our members and particularly those that are in socially vulnerable areas to, to get vaccinated. It's been a very fulsome kind of a year and a half where we, we tried everything. We know that with a great deal of humility, we haven't done it all right. We've learned from our colleagues, we hope we've shared with our colleagues across the industry and across the sector. And we, we continue to be, you know, eager participants to try to manage this.

***Mark McClellan (7:54):***

Yeah. Still opportunities to keep learning. [I'm] struck by we, we probably won't be surprised to the audience that we've talked about, some of these topics before and I'm struck by some of those discussions and seeing some of the activities around at and around Humana and many of the diverse medical practices that you work with around the country. You found that some of the organizations, the healthcare organizations that were already going down this road of value-based care, moving away from fee-for-service had a somewhat easier time in some ways of of making these adaptations on the fly in this in this public health emergency. If I got that right, could you expand on that a little bit or explain it a bit more?

**Will Shrank (8:37):**

Yeah, that is right. And it's, it was actually in a lot of ways, really reassuring to see that our providers, particularly those that were prepaid there were who are responsible for the total cost of care of our members were unbelievably flexible and nimble in part, because they were less concerned about sort of their day-to-day revenue. They were, their revenue was, was assured, so there was less sort of concern, you know, about their resilience, if you will. However, in, in producing the transfer, the clinical transformation that's necessary to be successful in total cost of care models, those providers were just much better positioned to deliver the care that our members, their patients, whether it was providing more continuous and frequent outreach to manage chronic conditions, whether it was flipping almost with incredible speed to the use of tele-health. And it was in addition, it was really focusing on those social and sort of personal challenges that their patients were experiencing.

Those providers did, they, they were in a much better position to help. It's interesting that you would expect at a time where where fee-for-service providers were, would be trying to sort of supplement their revenue. We had, we, we offer telehealth at full charge. We would have expected that fee –for- service doctors would be much more rapidly adopting tele-health in order to substitute for the in-person visits, but that's not at all what we found. We found that value-based providers were much faster at adopting telehealth over the course of the pandemic, and it was sustained considerably longer than in in fee-for-service arrangements. And it just speaks to the fact that it's an orientation, it's a focus on the whole patient. And it's a, it's a, it's a clinical transformation model that allowed those providers to deliver a different level of care.

**Mark McClellan (10:57):**

So they'd already established some of the, the, the new connections, the different kinds of staffing and capabilities needed, started to build out those, those muscles already. You know, it's interesting, we did a report on a range of health care organizations last year during the pandemic at Duke Margolis on healthcare reform and COVID-19 resiliency and found something similar that you know. It's, it's, it's one thing to have a telehealth visit with a patient, it's another thing to make an effective home-based care model work, which definitely requires the connectivity, but also can be augmented by things like remote monitoring capabilities, nurses, or other members of a healthcare team who can help follow up with a patient and making sure their needs are being met at home, reliance on community health workers since as it sounds like you found during the pandemic a lot of the problems that people were facing, that were leading to serious medical consequences, everything from infections to emergency room visits, serious depression, et cetera, were related to things going on beyond healthcare. The, you mentioned transportation and isolation for example it sounds like that was your experience too.

**Will Shrank (12:17):**

Absolutely, absolutely. This was this is one of these unique perturbations that forces forced forces us to take a step back and really understand the drivers of health and the true, very personal barriers that patients, that members beneficiaries face. And I think we've learned a lot over the course of this year and a half about what it takes to keep people healthy. And you know, it's in these moments of uncertainty that, that we really accelerate our learning. I think we've, these are, these are the, the integration of the deeper integration of social care, the deep integration of behavioral health care, the need to better leverage care in the home and virtual care as a, as a sort of an integrated part of care delivery. And to do that all in a model where the provider takes meaningful responsibility and ownership for the health of the patient, the population of patients they serve, that is that, that is the model that has clearly been most effective at managing the course throughout the course of the pandemic. And that's the one that I think we're seeing CMS sort of lean in on, and I think we, as an industry are all going to lean in on.

**Mark McClellan (13:36):**

Yeah. So certainly seeing that, that leaning in I guess a challenge though for, is that most of the healthcare system heading into the pandemic, and I'd say even today, was not being paid on that basis. They're very much dependent on the fee-for-service revenues. And boy, you know, like you said, at the beginning, th-those, those physicians, nurses, hospitals skilled nursing long-term care facilities have really had to to step up and, you know, I guess the challenge, Will, that as you think about moving from the short-term response and what works in terms of flexibility and what especially worked in terms of the organizations that were already going down the value-based care road in a serious way, the challenge is how do you, how do you build on that? I mean, it's so many physicians, healthcare organizations that are just feeling burned out, overwhelmed with this with this latest surge in many parts of the country. And, and it felt like, well, you know, we can't build out these new capabilities. We're having trouble just, just getting by, you know, we appreciate the payment flexibility, but you get a sense that we can build on these steps in the short term to learn from them and make them take more widely and accelerate progress for the longer term, or is this just been a, a year of, of disruption and, and hopefully we can get back to reform later?

**Will Shrank (15:03):**

Well, I think, well, I, I, know I share your perspective here that this is not a blip, then we're going to go right back to where we were. I think that there is no way that we will ever look at care in the home and virtual care the same, that is now part of the conversation. And it's an expectation that that's a consistent offering, and we've got a lot, lot, lot more patients in particular seniors we've gotten comfortable with using technology and creating new kinds of relationships in terms of delivering care. The other thing that, you know, you, you spoke to as, as you in the introductory remarks about equity the pandemic has really shined a very bright light not just these important drivers of health, but really the, how different populations within the US experience care and experience health outcomes very differently.

And that we will not walk back in terms of recognizing equity as a primary goal of the healthcare system. And as long as we do, and we start to really continue to, as we, as we foster and continue with the right measurement and the right incentives around promoting equity, that's going to be another really important motivator for providers to take a much more holistic view about how to manage the health of the patients that they serve. And as this is just another, I mean, I feel like there's, there's been sort of building momentum, building inevitab- inevitability, but this seems to be another big piece that's going to really help you know, create more more of a center of gravity for that momentum.

**Mark McClellan (17:00):**

Yeah, let's unpack that a little bit if that's okay. I mean, 2020 does seem like it was a, an inflection point, with respect to addressing equity in healthcare, and so many other aspects of American society. On the one hand, an inflection point in the wrong direction, including some, you know, really terrible events outside of the healthcare and within healthcare, a hugely disproportionate impact by race, ethnicity, and socioeconomic status across different groups in our nation and with what had been some real progress and improvements in life expectancy and reductions and in health disparities over the last couple of decades, kind of wiped away by some estimates for Black Americans and Hispanic Americans loss of two or three years of of, of life expectancy. It's hit all Americans hard, but, but particularly racial and ethnic minority groups and, and lower income groups, and you all the, the flip side of that inflection points seems like an inflection point of awareness.

And, and as I mentioned at the outset, and as you're involved with, at the LAN, the LAN is taking just like the Centers for Medicare and Medicaid services and really all of HHS and many of our colleagues and state governments in employer settings running employer plans health plans around the country, are putting equity much more front and center being more intentional. As you said about measuring these disparities, engaging communities and, and diverse populations in finding and working together co-developing solutions to, to try to reduce them and implementing those. And we had

sort of a trial by fire in the, in the pandemic. And could, could you maybe expand a little bit, you talk about some of the steps Will? I know there been some really innovative programs that Humana, including taking a fresh look at ways of working with the federal government and state governments on public health initiatives, like like vaccination, which I, I hope to your earlier point, we're going to stick with this as well. Could you talk a little bit more about some of the Humana experiences in that area?

***Will Shrank (19:12):***

Yeah. I'd say Humana, but I'm really the, you know, the industry in general as we, we leave the, so we got together as an industry the insurance industry to understand how we could partner better to address, to improve vaccination rates, but essentially to prophylax against the likelihood, which ended up happening, that there would be considerable disparities and uptake of the vaccine. Over the course of the pandemic, we had seen that you have disparate impacts on people of color. We wanted to be really thoughtful about understand, understanding sort of who's most socially vulnerable, providing additional resources upfront, to try to reduce the likelihood, to get pockets of the population that were under vaccinated and for whom there was, you know, much greater risk than other pockets where they were more vaccinated.

So what we did is as a, as an industry, we work together to identify the 25% of communities with the highest social vulnerability index, the index generated by the CDC that characterizes it, it uses data about income and wealth in addition to ethnicity and race and transportation, other kinds of, sort of census level data to characterize, characterize vulnerability related to social conditions. And in those in those those quarter of communities, we provided a considerable amount of proactive outreach. We called members, we encourage them to use the vaccine to, to be vaccinated. We offered essentially almost uniformly across the health plans, offer transportation and other resources to try to facilitate. Many of us created partnerships with, with providers. We've created partnerships with Walmart and Walgreens to where they gave us the ability to, to actually schedule appointments in there.

Walmart, in particular, gave us the ability to schedule appointments into their clinics so that we could really end to end once we got a member on the phone that wanted to get vaccinated, we could, we could schedule the appointment and provide the transportation and make sure that they did in fact, get that vaccination. And we focused those efforts in the most vulnerable neighborhoods. We started in vulnerable neighborhoods in Alabama and had really incredible positive feedback, and then spread that out to, to many, many states where we had relationships with retail pharmacies to try to foster the completion of those, those vaccinations. We worked with a variety of states, as you know, Mark, we we wish we could do more but work with states to try to understand what problems they're solving and to figure out how to target and deliver.

Often, we brought in mobile units to actually deliver vaccinations. We set up vaccination clinics in partnership with local providers to try to really focus the, the delivery and the supply on where the need was greatest. And it was generally in places with lots of social, with more social vulnerability, you know, there there's, we're, we're, we're still in the midst of this pandemic. And there's still a lot of people who haven't been vaccinated. So clearly we're having this conversation with a lot of, it's not like we've got this solved. But we we have, we have really put together a pretty concerted effort to figure out how it can be part of this.

***Mark McClellan (23:03):***

I wanted to point out a couple of the important points said that you that you described there, one is the steps that health plans, including particularly Humana, where you've got that the most direct experience or taking, to take on some of these public health and equity issues in a more direct way. And just to add to that as you know, we've done a lot of work and including collaboration with the health plans and the states at the Duke Margolis Center, including some public-, some publications, again, available on our website about how states and health plans can work together. As you said, to identify these pockets of inequality in access, these areas that are or are, are, have been harder or hardly reached in terms of supports to get to better health and prevent complications and even some steps as you look forward to what I think 21st century public health can really look like partnerships between state immunization programs sharing



public health data, and, you know, confidential and secure, and appropriate ways with, with health plans and their healthcare providers that are really trying to take on this focus on accountability for better outcomes and lower costs.

And that leads me to the second point is there are a lot of things that you're doing, but, but back to our discussion about the role of payment reform and value-based care here, for your providers that are shifting away from fee-for-service, that gives them more opportunity as well, to, to, to reach out to those particular patients in need to to find a, whatever it, to help do, whatever it takes to to get those patients health risks addressed is that, are those programs synergistic as you've implemented?

**Will Shrank (24:59):**

Absolutely. I mean, you you've often said, I think you've probably been the leading voice in saying that in the setting of this uncertainty, public and private partnerships are absolutely essential to bringing the right level of resources and the, the optimal expertise to bear at a really, really challenging time. So, I do think that those partnerships, partnerships with states, partnerships with the federal government, create sort of the foundation on which we have better data, better resources, better community outreach that really do support that the the, the sort of laboratory to, to foster and improve on value-based care that we have the right data. We have the right information, we have the right sort of community supports to help providers meet the very personal needs that patients face. And in that setting, they can really think about taking their, their ownership and their accountability for the outcomes, to the patient, not just for delivering care.

**Mark McClellan (26:14):**

Yeah. And we're certainly not all the way there yet, but that kind of intentionality and alignment around population health goals, including health equity goals, including goals of getting vaccination rates up, especially in hardly-reached populations. Other steps to improve population health and avoid unnecessary costs is that kind of alignment between payers, providers, public health organizations. And I think the the pandemic has, has really highlighted in terms of, of where we need to go to both get out of the situation we're in now and prevent something like this from ever happening again. Will, we are about out of time has been actually. I was going to ask for like some final thoughts on, on before we leave, since you're so involved with the LAN efforts about moving forward from here, how do we build on the, the, this very special, very challenging, but very special moment we're in right now.

**Will Shrank (27:09):**

Yeah. Well, I just wanted to pile on one thing you just said, and then I'll, I'll answer that question that you were, you, you were sort of hi-, you were hinting at multi-payer out. The partnerships between private and public entities can support multi-payer activity. And that's such a critical piece of this is that as we as we do deepen public private partnerships and we get, create greater alignment as payers and as federal agencies and state agencies around aligning around these, these, these approaches to foster value-based care, a lot easier for providers to be successful in that environment. It's very hard in a fragmented environment where there's a whole host of different payment models that they're dealing with. And it's through these deeper partnerships that we can actually really accelerate and make it easier for providers and move faster. And I would say an answer to your last question that you know, we should-, a wise friend once said to me that you should never let a good crisis go to waste.

And we this has been an incredibly trying and exhausting and uncertain and really difficult time for so many of us, but we've learned a lot and we've made a lot of progress in areas that we never could have imagined we'd never could have imagined getting the 90% tele-health visits in a matter of months would have been automatic. We never would have imagined our ability to rapidly you know, put together models to deliver better care at home and offer services at home. We, we, and we also have a much more humble and honest and open appreciation for our failings in terms of how, what we need to do to be able to deliver more equitable care for all the people we take care of. This is absolutely the time for us to put our heads down and work even harder exactly the time for us to build on sort of these unanticipated gains to

make sure that not only do we not lose them, but we take this momentum as an opportunity to get better. And I'm really, really optimistic, frankly. I think that, I think that we, as a, we, as an industry have all sort of started to wrap our heads around the idea that we can do better and we can partner better and we can align better. And I'm really excited. I think value-based care is going to be sort of the core theme that to bring that through.

**Mark McClellan (29:52):**

Well, what an experience this last year and a half with the pandemic has been, but as you said, it has created some opportunity and some real momentum for multi-payer progress. I'm looking forward to continuing to work with you on the LAN's efforts. For all of those who are joining with us in this podcast, the current LAN activities are making available more experiences and lessons like the ones we've talked about today from the pandemic and in resilience and how to accelerate that and support it through payment reform both today and looking ahead. Looking farther ahead for the LAN, there's a collaborative effort, ongoing now around action on health equity and on, as Will said, multi-payer approaches to supporting these kinds of reforms, making it easier and more aligned for healthcare providers, for employers, for other key stakeholders in the community and especially for patients.

So please visit the [LAN website](#) to, to keep up to date on, on these activities. And we'll Will, thanks so much for joining us today, thanks for all your time and effort on helping to guide the LAN towards its more relevant than ever goals in today's challenging times. And for all of those of you who are with us, if you enjoyed this conversation, if you want to find out more again, please go to the LAN website look for some of our other [Spotlight on Action series episodes](#) highlighting work to advance value-based care, and a stay tuned for further progress and further opportunities to collaborate.