

Migration of Surgery from Inpatient to Outpatient: *Implications for Stakeholders*



FAISAL M. RAHMAN, PHD.

**FOUNDING DEAN AND PROFESSOR
THE GRAHAM SCHOOL OF MANAGEMENT
SAINT XAVIER UNIVERSITY
CHICAGO, IL 60655, USA**

**CEO / MANAGING PARTNER
APAC GROUP OF HEALTHCARE COMPANIES**

CASA E-LEADER 2018
Global Forum for Entrepreneurs, Ethics, E-
commerce and E-Learning
June 4-6, 2018
Warsaw School of Economics
Warsaw, Poland

How Healthcare is Changing in the USA?



- Most expensive in the world
- Advanced cutting edge care
- Opioid epidemic
- Shifts from Inpatient to Outpatient
- Cost shifting to patients
- Aging population

Who are the Stakeholders?



- The Government
- Insurance Companies
- Pharmaceutical Companies
- Hospitals
- Employers
- Patients

Transformational Legislations: Medicare–Medicaid –ACA/Obamacare



Focus of ACA

- Patients' Rights and new consumer protection
- Improving quality and lowering costs
- Increasing access to affordable care

Highlights

- No discrimination based on pre-existing condition
- Accountability on providers
- 20+ million uninsured now getting coverage

Issues

- Mandate
- Penalties
- Costs of some premiums



Focus - Surgery

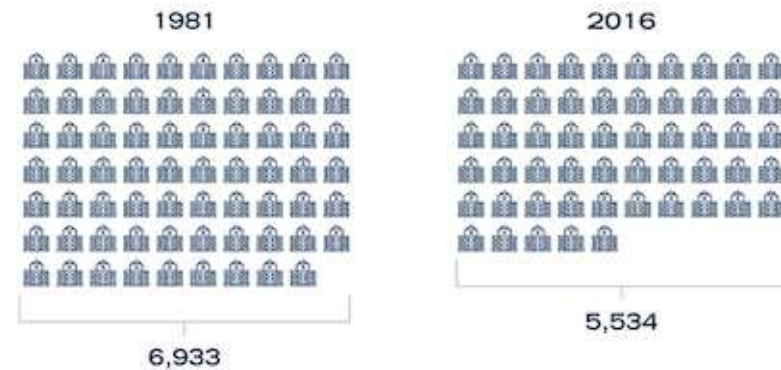
- High Cost
- Twin forces
 - Technology
 - Costs

OUTPATIENT SURGICAL FACILITIES

MEDICARE-CERTIFIED ASCS NEARLY DOUBLED



FEWER HOSPITALS TODAY THAN IN 1981



Illustrations of Cost Savings



OUTPATIENT COST COMPARISON



\$4,337

Average net cost
per **hospital-based**
surgical procedure



\$2,429

Average net cost
per **freestanding,**
ASC-based procedure

*ASCs reduce Medicare costs by
\$2.3 billion annually.*

University of California, Berkeley, 2013

*U.S. healthcare costs are reduced by more than
\$38 billion per year due to the availability
of ambulatory surgery centers.*

Healthcare Blue Books ASC Savings Study, 2016

Who is Affected?



Winners

- Patients
- Government
- Insurance Companies
- Skilled Nursing Facilities

Losers

- Hospitals
- Pharmaceutical Companies
- Suppliers / Medical Device

Implications for the World



- Technology transfer
- Deliver healthcare at lower cost

