WSHF
Annual Board Development
February 1, 2016
Health Care Reform Update
What to Watch for in 2016

• Mega-mergers and acquisitions
  • Providers – Hospitals-Advocate/NorthShore
  • Physicians-employment model
  • Pharmacies-Walgreens/Advocate
  • Insurers/Providers-BCBS/Advocate
  • Insurers-Aetna/Humana, Anthem/Cigna
  • Impact on price and competition, FTC review
Health Care Reform Update
What to Watch for in 2016

• 2016 Elections
ACA: Repair
    Repeal
    Replace
Delay implementation
    “Cadillac tax”
IPRB
Health Care Reform Update
What to Watch for in 2016

• Narrow Networks
  • Response to ACA-Focus on value/quality over quantity
  • Attempt to control costs-eliminate low quality/high cost providers
  • PCPs, Specialists, Academic Medical Centers may be out-of-network
  • Continuity of care
  • Network adequacy
  • Discriminate against high risk populations
  • Outdated provider directories
Health Care Reform Update
What to Watch for in 2016

• Insurance Exchanges
  • More than 50% of products HMOs or EPOs (Exclusive Provider Organization)
  • 2/3rds of insurance offering PPOs last year have dropped or reduced plans
  • Premiums on most popular Silver plans up average 11% in Illinois along with higher deductibles
  • Co-op plans going out of business
  • 11M enrolled in Health.gov plans thru 12/26/15
  • 3M (26%) between 18-34 (actuary goal 40%)