



How do we achieve the outcomes that are important to patients?

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HCT AS HEALTH CARE ROLE MODEL

- Standard of care and only potentially curative therapy for many diseases.
 - Dramatic improvements in effectiveness/survival
- Ahead of the curve for health care reform:
 - Bundled payment model = global case rate
 - Quality/Value based networks = Transplant "Centers of Excellence" Model
 - Mandated reporting to central registry = CIBMTR and the SCTOD
 - Public reporting of outcomes = Center-specific 1-year survival
- True partnership with payers:
 - Active, engaged multidisciplinary Advisory Group
 - Collaboration to co-author publications, develop unifying standards



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SO, WHY ARE WE TALKING ABOUT VALUE??

WHAT IS VALUE?

Value proposition= HCT is potentially curative, but expensive.



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20 YEARS OF CLINICAL PROGRESS = DRAMATIC IMPROVEMENT IN SURVIVAL

Improved Survival with Unrelated Transplantation					
TRANSPLANT PERIOD	ONE-YEAR SURVIVAL				
2009-2011	63.6%				
2008-2010	61.8%				
2007-2009	60.3%				
2004-2008	57.9%				
2003-2007	56.3%				
2002-2006	54.0%				
2001-2005	51.5%				
2000-2004	48.5%				
1996-2001	42.2%				

1st allogeneic HCT, U.S. transplant centers

SOURCE: CIBMTR*, the research program of NMDP/Be The Match



AND... 20 YEARS OF CLINICAL PROGRESS = INCREASING EXPENSE

Year	Auto HCT	Auto PMPM	Allo HCT		Allo PMPM	
2014	\$378,000	\$1.11	\$930,600		\$2.22	
2011	\$363,800	\$1.22	\$805,400		\$1.60	
2008	\$300,400	\$0.93	\$676,800		\$1.61	
2007	\$273,100	\$0.66	RD: \$478,600	URD: \$602,200	RD: \$0.66	URD: \$0.53
2005	\$219,300	\$0.64	RD: \$386,300	URD: \$481,900	RD: \$0.59	URD: \$0.37

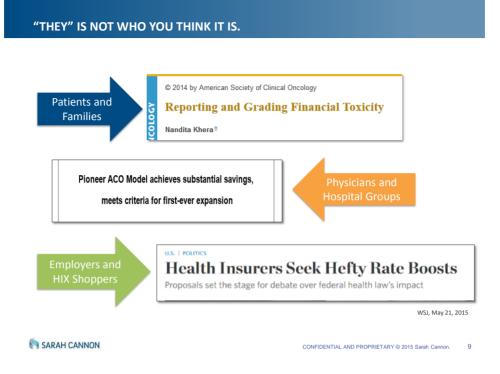
Source: Milliman Cost of Transplant Report,2005-2014 Estimated billed charges, 30 days prior to 180 days post PMPM = Per member, per month; Under 65 years of age.

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"BUT IF IT CURES PEOPLE, THEY WILL NEED TO PAY FOR IT."

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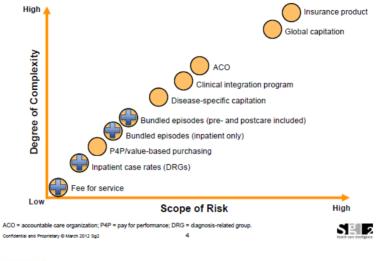


WHAT IS VALUE?

Value proposition= HCT is potentially curative but expensive

Value = Quality/Cost

EMERGING PAYMENT MODELS WILL TAKE VARIOUS FORMS

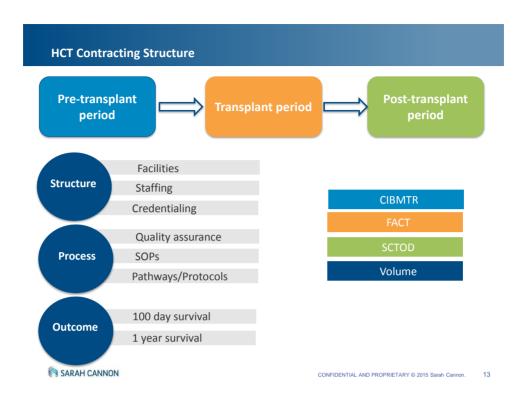


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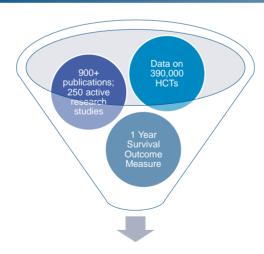
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HCT CONTRACTING STRUCTURE

Pre-transplant Post-transplant Transplant period period period Transplant consult Mobilization and · Hospitalization or Evaluation of collection of HC outpatient Conditioning disease status supportive care Evaluation of regimen (In or Management of organ function outpt) **HCT** related Identification of Infusion of HC complications donor Hospitalization/ Psychosocial and /or outpatient post transplant evaluation Specialty supportive care consultation Management of Patient and donor **HCT** related qualification complications SARAH CANNON



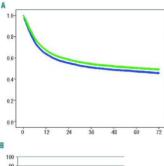
VALUE OF CIBMTR



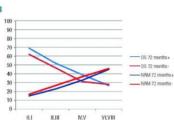
Actionable Information on What Works

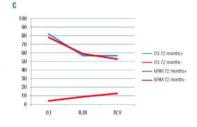
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"JACIE" accreditation status of the transplant team by November 2012 and outcome of patients transplanted between 1999 and 2006.





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Gratwohl A et al. Haematologica 2014;99:908-915

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OUTCOMES

Adjusted Survival Rates for Transplant Centers with 81-100 Transplants Adjusted Survival with 95% Confidence Interval 100% 100% 90% 90% 80% 80% 70% 70% Adjusted Survival 60% 60% 50% 40% 40% 30% 20% 20% 10% 10% 0% 1024 1109 3 3 2606 4748 5522 Case Mix Score

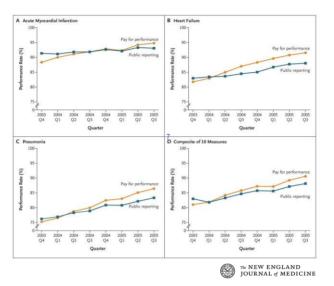
Dashed line indicates overall network survival rate of 59.0%.

A dot below (above) the box indicates an under (over)-performing center relative to the network.

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IMPROVEMENT IN COMPOSITE PROCESS MEASURES AMONG HOSPITALS ENGAGED IN BOTH PAY FOR PERFORMANCE AND PUBLIC REPORTING AND THOSE ENGAGED ONLY IN PUBLIC REPORTING



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Lindenauer PK et al. N Engl J Med 2007;356:486-496. CONFIDENTIAL AND PROPRIETARY © 2015 Sarah Cannon.

WHAT IS VALUE?

Value proposition= HCT is potentially curative but expensive

Value = Quality/Cost

Value= Health outcomes that matter to patient **Cost of Delivery**

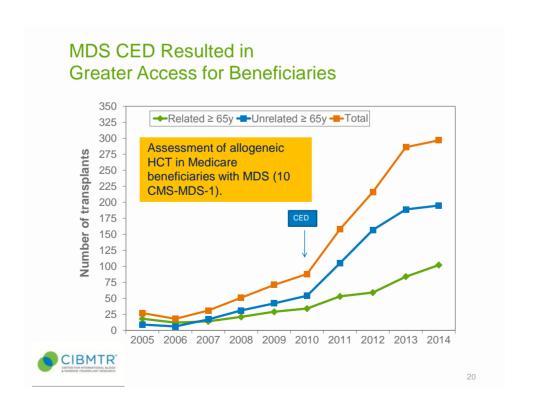
Adapted from Porter 2015

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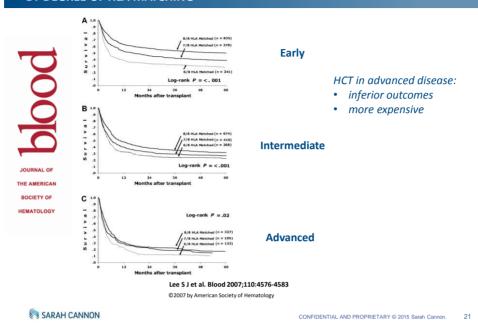
Pre-transplant period Transplant period Post-transplant period Diagnosis Induction Consolidation Referral Coordination of care: Right patient Right treatment Right time

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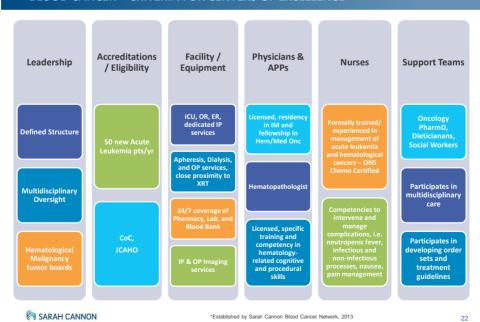
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SURVIVAL OF PATIENTS WITH EARLY, INTERMEDIATE, AND ADVANCED DISEASE BY DEGREE OF HLA MATCHING

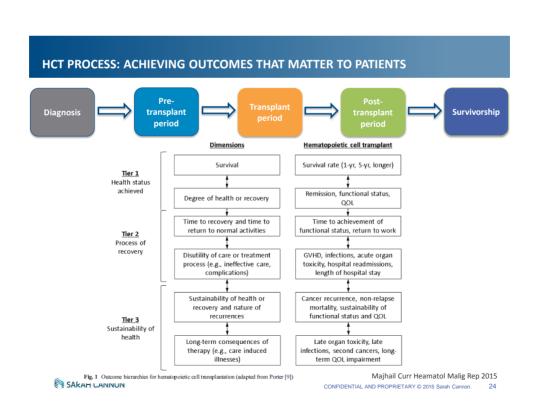


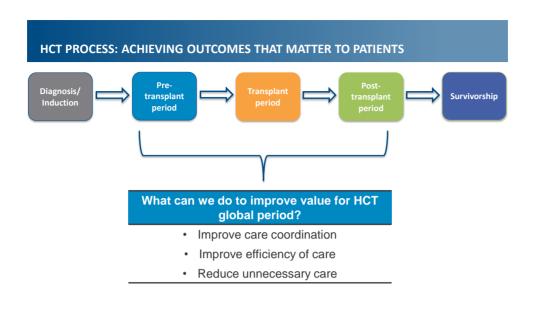
BLOOD CANCER – CRITERIA FOR CENTERS OF EXCELLENCE*



TREATMENT OF AML IN A SARAH CANNON BLOOD CANCER CENTER OF EXCELLENCE ASSOCIATED WITH FAVORABLE OUTCOMES







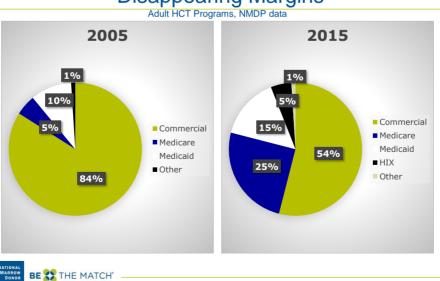
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Majhail Curr Heamtol Malig Rep 2015

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Shift in Payer Mix: Disappearing Margins



Medicare Reimbursement Does Not Cover Costs

- Inpatient (IPPS) Payment Base, FY15:
 - MS-DRG 014: Allogeneic: \$64,432
 - MS-DRG 016: Auto w/ MCC/CC: \$34,477
 - MS-DRG 017: Auto w/o MCC/CC: \$24,402
- Outpatient (OPPS):
 - Allo and Auto Transplant. APC 112, CY15: \$2,844.69

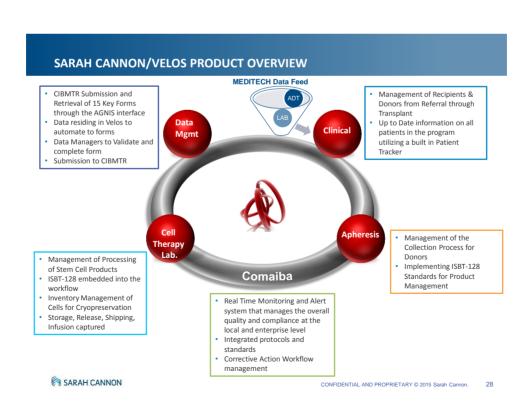
These rates INCLUDE payment for donor search & acquisition.
- NMDP invoices, TC labs, testing of patient and siblings, etc.

Cell source treated as blood product, becomes expense for TC.

TCs starting to choose least expensive effective option.







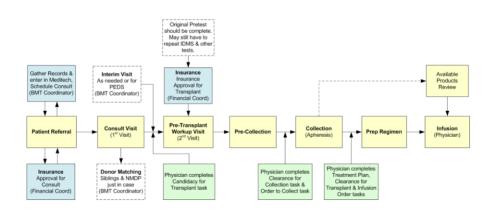
VELOS BASIC BMT PROCESS



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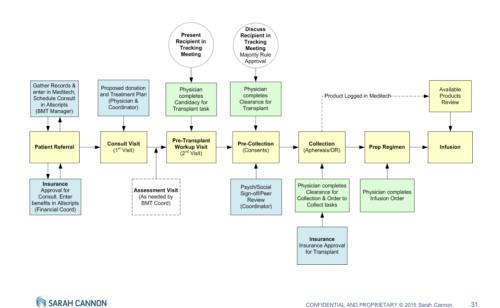
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SCBCN PROGRAM 1



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SCBCN PROGRAM 2



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SCBCN PROGRAM 3 Submit workup & insurance, generate calendar for mobilization & PFTs & ECHO, Physician completes Clearance for Collection & Order to Collect task Sign consents and hecklist with patient & meet financial coord initial lab work. Stored in EMR Pre-Transplant Work-up Visit (2nd Visit) Insurance Final Insurance oproval for trans Arrange BMBX or Radiology as needed Obtain original Arrange line placeme through central scheduling and initia Obtain order sets for transplant. MLP & Physician cosign SARAH CANNON CONFIDENTIAL AND PROPRIETARY © 2015 Sarah Cannon.

POSSIBLE MEASURES FOR PAY FOR PERFORMANCE

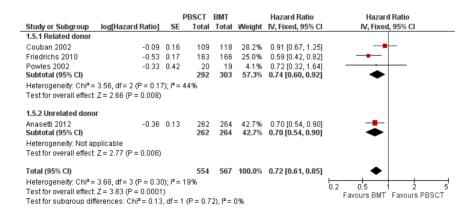
	Meaningful	Measureable	Actionable
1 Yr. OS	4	-	-
FACT	4	4	4
100 day OS	-	_	4
Readmission	4	_	_
HAC	-	_	4
cGVHD	4	_	_
Pt. Reported Outcomes	4	-	4
Marrow vs PBSC	4	4	4
Time to ABX	4	4	-
Survivorship Measures	4	4	4
Eligibility Criteria/ Pathways	4	4	+

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INCIDENCE OF CHRONIC GVHD



Cochrane Database Syst Rev., 2014 Apr 20;4:CD010189. doi: 10.1002/14651858.CD010189.pub2. Bone marrow versus peripheral blood allogeneic haematopoietic stem cell transplantation for haematological malignancies in adults.

Holtick U¹, Albrecht M, Chemnitz JM, Theurich S, Skoetz N, Scheid C, von Bergwelt-Baildon M.

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TIME TO INITIAL ANTIBIOTICS

otherapy >100.4°F :1000/mm³ otherapy or ion therapy >100.9°F :1000/mm³ ≥100.4°F :500/mm³	55	436/mm ³ 400/mm ³	Mean age, 52.0 y with 53% men Mean age, 56.0 y with 53% men	55/55 (100%)	2/55 (3.6%)	170 min (mean)		
ion therapy >100.9°F :1000/mm ³ ≥100.4°F		400/mm ³		22/22				
	D			23/23 (100%)	0/23 (0%)	210 min (median)		
	Door to ABX		X	PRE ONC ALERT		POST ONC ALERT		2 nd Audit Period
>100.4°F <1000/mm3 C <500/mm ³								
(Canada) Lim et al, ¹⁵ 2012 Temp >100.4°F WBC <1000/mm³ Hospital, Grey Nuns Community Hospital,		MEAN		144		63		51
		MEDIAN		159		5	2	44
>100.4°F <1000/mm³ C <500/mm³			_					
		RANGE		41-234		35-114		28-118
otherapy >100.4°F :1500/mm³	Time ii	n minutes				1 1		
otherapy >100.4°F :1000/mm ³	10	NA	NA	NA	NA	154 min (median)		
otherapy, >100.4°F :500/mm³	105	210/mm ³	Median age, 60.0 with 41% men	y NA	4/105 (3.8%)	150 min (median)		
<1 cl	000/mm ³ <500/mm ³ therapy 100.4°F 500/mm ³ therapy 100.4°F 000/mm ³ therapy, 100.4°F	000/mm³ <500/mm³ Time is 500/mm³ 100.4°F 100.00/mm³ therapy 100.00/mm³ therapy, 105	100.4"F	100.4°F -(500/mm) -(500/mm	100.4°F 100.	100.4°F	100.4°F 100.	100.4°F 100.

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Recommended Screening and Preventive Practices for Long-Term Survivors after HCT Navneet S. Majhail et al. BBMT 2012. 18 (3):348-371

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SUMMARY

Goals need to be clearly defined

- In the long term, must be outcome based
- In the near term, need to define high value processes leading to best outcomes
 - Improve care coordination and efficiency while reducing unnecessary care
 - Integrate pre and post transplant care into outcome goals

Careful consideration must be given to metrics

- Meaningful, measurable, actionable
- Metrics that leverage CIBMTR data sets preferable
- Partnership with patients and payers in determining comparative effectiveness and value going forward

Incentives need to be aligned with responsible parties



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