



DAY HOSPITAL ASSOCIATION

QUALITY, COST-EFFECTIVE SAME-DAY SURGERY

ALTERNATIVE LOW COST FUNDING

MARCH 2015

PRESENTED BY: NICO KORB

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Background

- The Day Hospital Association (DHA) is an umbrella organisation representing registered private day hospitals (77 licenses) throughout South Africa.
 - Individually, these hospitals offer distinct comfort and cost advantages to patients in their areas of operation.
 - Collectively, the DHA strives to promote the advantages of day hospitals in terms of reducing the cost of private healthcare, to bring the advantages of day hospital treatment to the attention of doctors, medical schemes and patients and to create awareness of the national footprint of day hospitals.
 - The DHA was re-established in October 2013 and is growing substantially.
- **Membership of NHN**
 - **Membership of HASA**
 - **Linked to Australian Day Hospital Association**

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INTERNATIONAL TREND

	Population (in millions)	Number of private hospitals (inc. psychiatric)	Number of day-surgery facilities	Total of all facilities
United States	317.241	6 700	6 000	12 700
Australia	23.438	279	302	581
South Africa	52.982	235	45	280

Substantial potential for day hospitals in South Africa

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Recent publications by funders

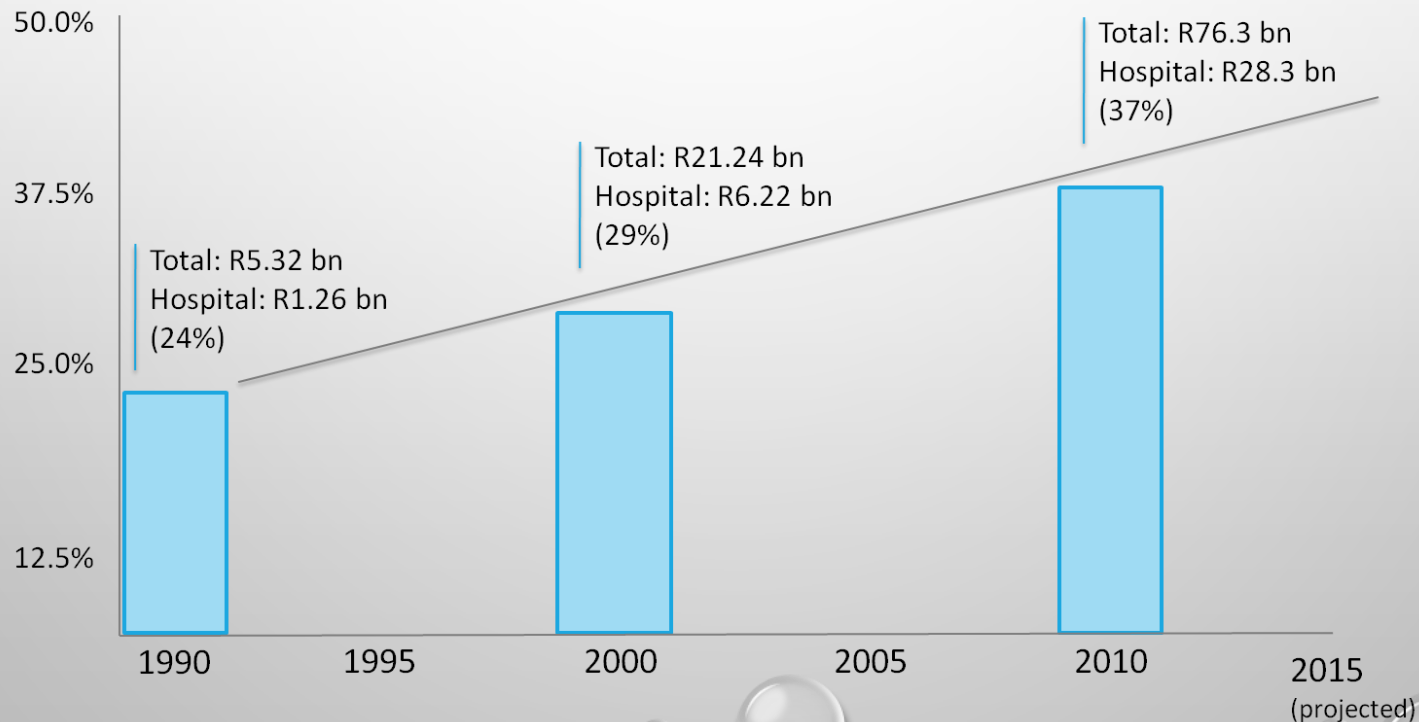


- Medical schemes payments to hospitals
- Theatre procedures not currently done in a day hospital
- Discovery - Competition Commission submissions
- Medscheme - Competition Commission submissions

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Medical schemes payments to hospitals

Funders are under extreme pressure to counter the excessive increases in hospital payments, which have risen to a disproportionate percentage of medical-scheme expenditure.



Source: Advanced Health LTD

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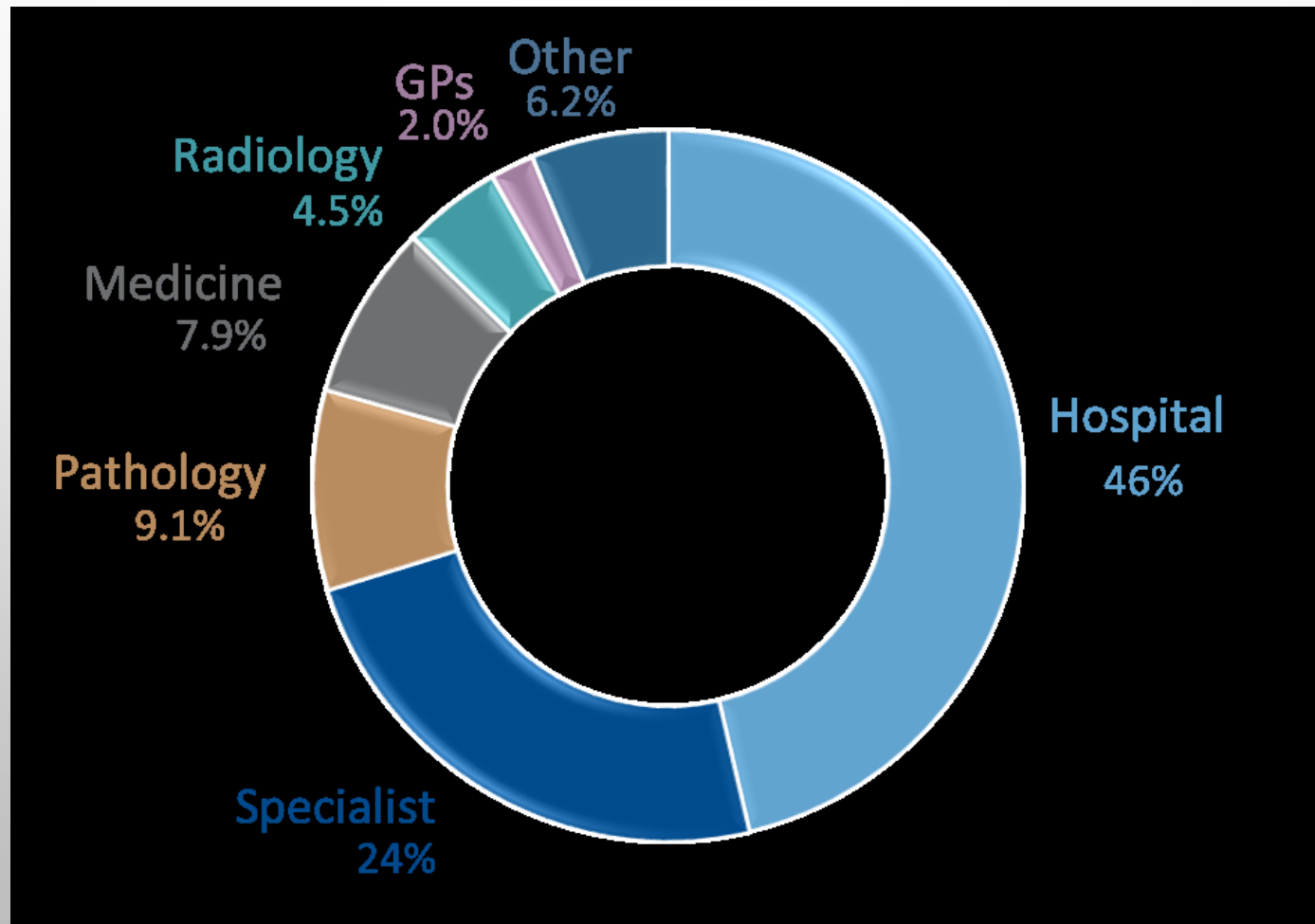
Extraction out of a funders 2012 statement

Procedures	Day clinic	Acute Hosp	Total	% in Day clinic
Tonsil and adenoid	769	8869	9638	8%
Circumcisions	272	4811	5083	5%
Abortion and D&C	47	5813	5860	1%
Middle ear	791	6191	6982	11%
Hysteroscopy	385	3093	3478	11%
Hernia	10	1488	1498	1%
Nasal	99	2360	2459	4%
Carpal tunnel release	33	1822	1855	2%
Upper limb arthroscopy	16	1 728	1744	1%

- Utilisation of day facilities remains low despite improvements in service offering
- There are many similar statements which are even higher

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Recent publications by Discovery



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Recent publications by Discovery



- Discovery
 - Specialist are not moving, patients are followers.
 - Consumers have no incentive to be aware of hospital costs as schemes normally cover these costs.
 - Needs to be benefits for specialists.
 - Alternative reimbursement mechanisms are needed in future.
 - Creating networks with service providers.
 - Fee for service.
 - Discovery's role to manage costs – negotiate lower healthcare costs hospital tariffs.

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Recent publications by Medscheme



- Medscheme
 - Similar findings have been reported by Medscheme.
 - It is crucial that by partnering with Medical Schemes viable day facilities will be created thereby increasing the national footprint.
 - Proposed regulation change to be put in place to improve competition.

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How can we make healthcare more accessible to the general public?

- Day Hospitals can focus on specialization:
 - International statistics confirm Day Hospitals are 20-25% more cost effective.
 - Excellent quality outcomes
 - Accommodate high volumes
 - Assist acute hospitals to create more theatre time
 - Quick turn around in theatre
 - Focussed on shorter procedures
 - Make use of the same staff/shifts – better team approach
 - Perform procedures only on healthy patients – less risk
 - Less capital intensive facilities – do not perform all the different acute procedures
 - ARM and fixed fees – require better volumes
 - Partnering with schemes on lower options
 - Work with specialists performing the procedures
 - Alternative option – create healthy competition

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What quality measures are being focused on?

The DHA has set up a task team to begin measuring quality standards in all our members facilities, focusing on the below:

- Client Satisfaction
- Prevention and control of infection
- Clinical risk assessments
- Clinical audits of health records
- Training – competent staff
- Health & Safety measures
- Financial management

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Fixed Fees

- **The current fixed fees below with some funders represent approx. 60% of the current procedures done in a day facility:**
- Abortion spontaneous
- Eyelid lacrimal surgery minor
- Arthroscopy shoulder therapeutic
- Haemorrhoidectomy major
- Breast Minor Procedures
- Male genital minor procedures
- Cataracts
- Peripheral nerve neuroplasty
- Circumcision all except new born
- Tonsillectomy and Adenoidectomy
- D&C
- GIT scopes 1 Day

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Typical disciplines that can be accommodated in a Day Hospital

- Maxillo facial and Dental Procedures
 - Cosmetic Surgery
 - Urology
 - Orthopedic
 - Ear, Nose & Throat procedures
 - Ophthalmology
 - Endoscopic Procedures
 - General Surgery
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- **UP TO 60% OF ALL PROCEDURES DONE IN AN ACUTE HOSPITAL CAN BE SAFELY DONE IN A DAY CLINIC**

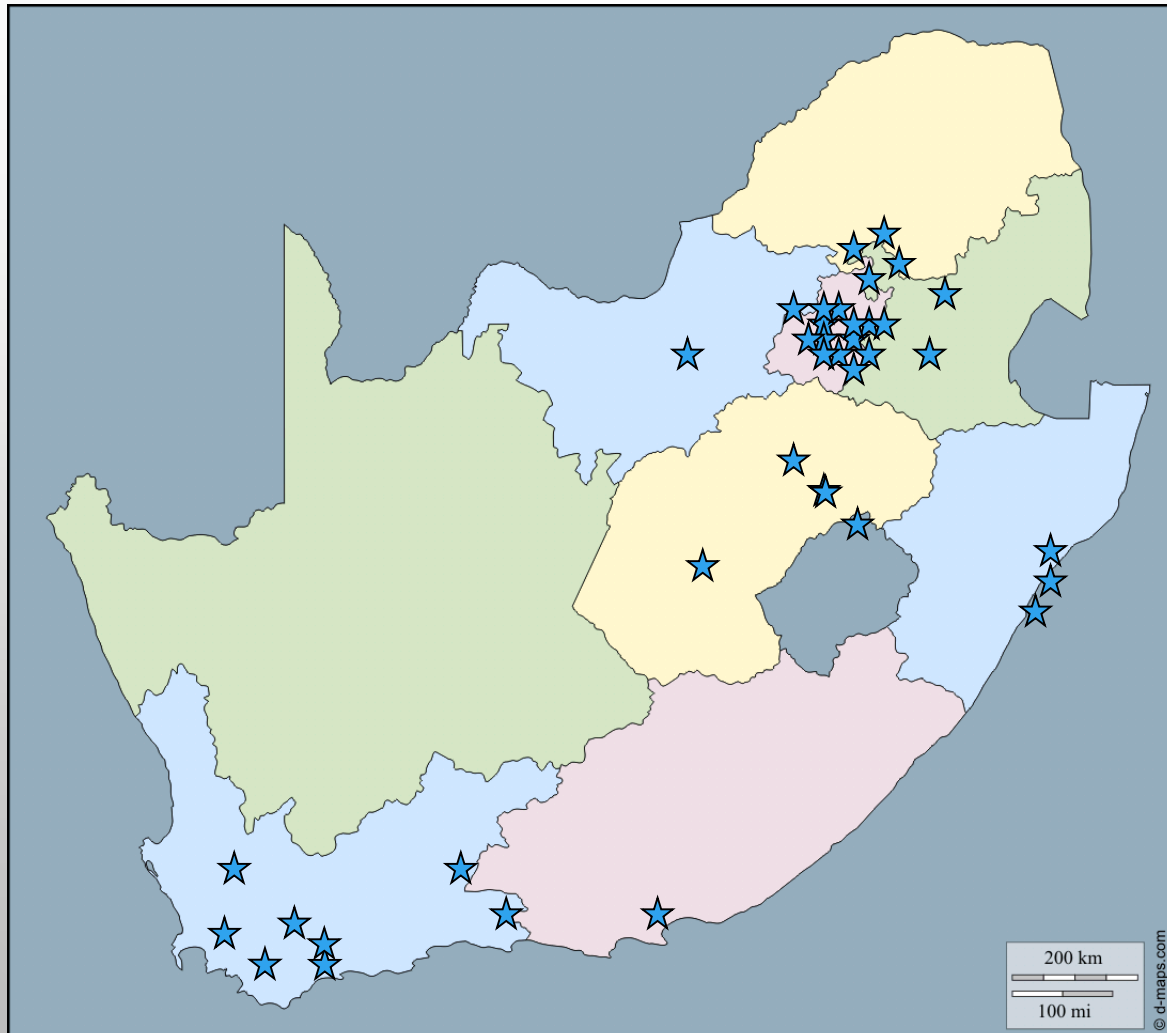
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Patient Safety

- The same specialists that work in an acute hospital work in the day hospitals
- Training of the theatre and ward staff equates to the same level of experience of staff in acute hospitals
- New developments in anesthesia and surgery have led to reduced procedure time with less invasive procedures, improving safety
- Stringent requirements by licensing authorities
- Agreements in place with nearby acute hospitals to admit patient should something go wrong.

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Available Day Hospitals - Map



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New Facilities – Opening 2015/2016

- Cure Day Clinics Polikwana
- Cure Day Clinics Belville
- Cure Day Clinics Blauberg Strand
- Advanced Durbanville Surgical Centre
- Advanced Worcester Surgical Centre
- Advanced Waterkloof Somerset Surgical Centre
- Advanced Knysna Surgical Centre
- Advanced Panorama Surgical Centre
- Advanced Soweto Day Hospital
- Intercare Century City
- KZN Day Clinic



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QUESTIONS ?





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THANK YOU!

**THE DHA THANKS YOU FOR MAKING YOUR TIME AVAILABLE TO ATTEND
THE PRESENTATION**

FOR ANY QUERIES PLEASE CONTACT JESSICA ON:

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