

Reforming Medicaid

Presentation to
TPPF Public Policy Primer Series

by
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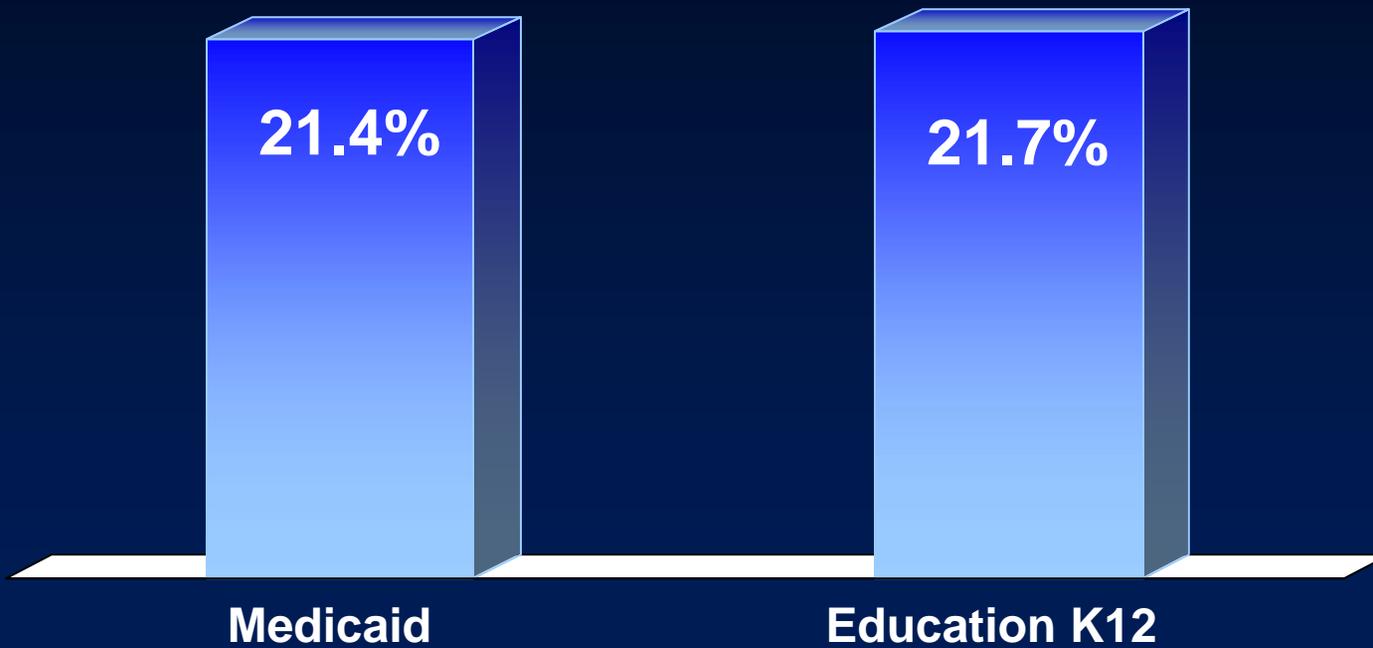
Problems

- **Cost**



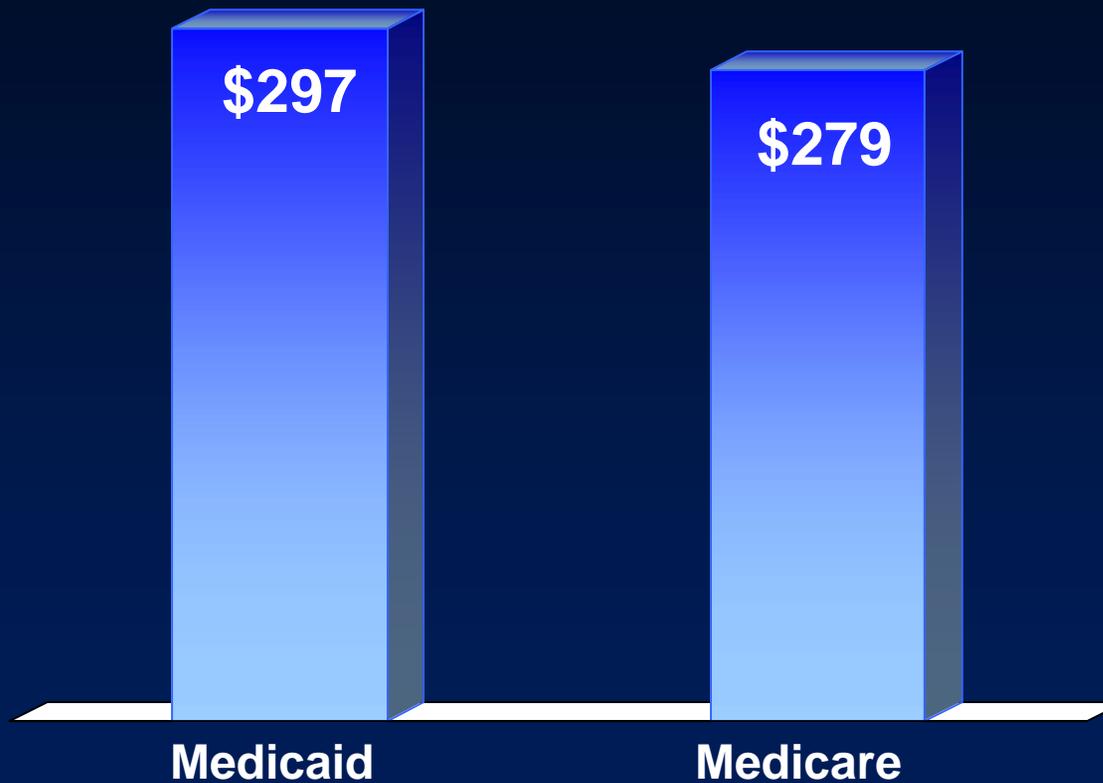
State Spending

(percent of state budget)



Medicaid vs Medicare

(billions)



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Problems

- **Cost**
- **Quality**



- **Limited Choice of Doctors**
- **Waiting**
- **Rationing**
- **Corruption**



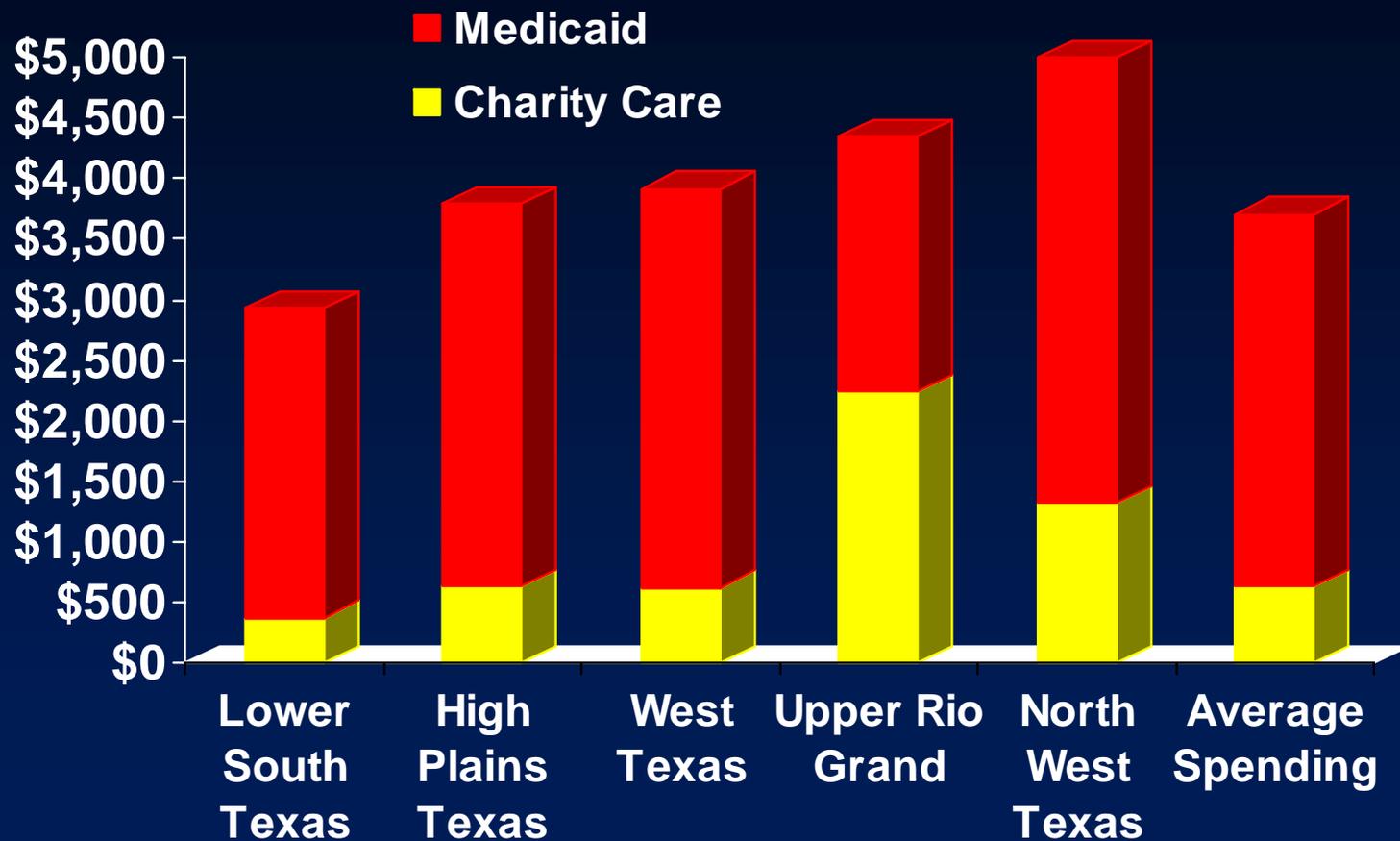
Reforms That Don't Work

(very well)

- **Reduce Optional populations**



Per Capita Spending on the Health Care Safety Net



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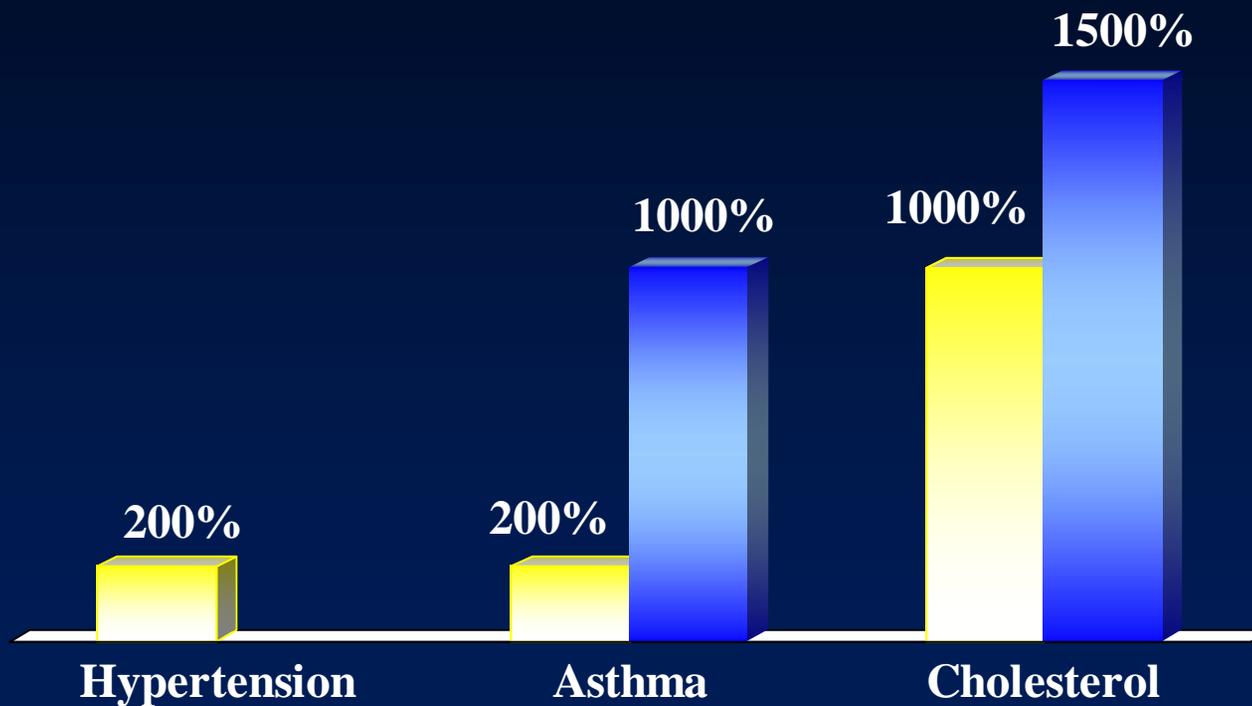
Reforms That Don't Work

(very well)

- Reduce Optional Populations
- Reduce Optional Services



Increased Use if Drug Therapy were Fully Utilized



Common Sense Reforms

- **No Cost-Plus Reimbursement**



Common Sense Reforms

- **No Cost-Plus Reimbursement**
- **If Possible, Contract Out**



Common Sense Reforms

- **No Cost-Plus Reimbursement**
- **If Possible, Contract Out**
- **If Not Possible, Copy The Private Sector**



Private Sector Techniques

- **Selective Contracting**



Private Sector Techniques

- **Selective Contracting**
- **Substitute Low-Cost Services for High-Cost Services**

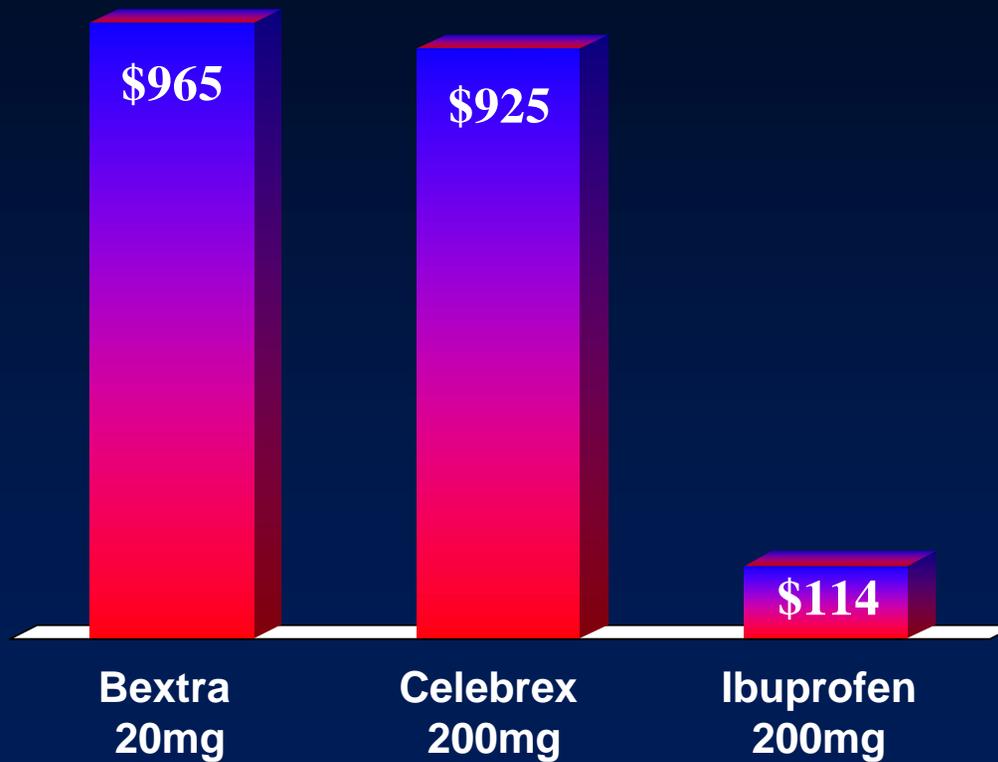


Private Sector Techniques

- **Selective Contracting**
- **Substitute Low-Cost Services for High-Cost Services**
- **Employ Smart Buying Techniques**



Annual Cost for Arthritis Pain Relief



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Private Sector Techniques

- **Selective Contracting**
- **Substitute Low-Cost Services for High-Cost Services**
- **Employ Smart Buying Techniques**
- **Disease Management**



More Radical Reforms

- **Health Savings Accounts**



More Radical Reforms

- **Health Savings Accounts**
- **Private Insurance**



More Radical Reforms

- **Health Savings Accounts**
- **Private Insurance**
- **Devolution**



Overall Challenge

- **Economic Problem**



Overall Challenge

- **Economic Problem**
- **Political Problem**



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