

2012/13 Quality-Based Procedure and Diagnostic Imaging Volume Allocations

Central East Local Health Integration Network
Board of Directors Meeting
April 25, 2012

Background

- Health System Funding Reform (HSFR) effective April 2012 includes Quality-Based Procedures (e.g. hips, knees and cataracts).
- Hospitals will continue to receive incremental volumes for Computed Tomography (CT) and Magnetic Resonance Imaging (MRI) under the provincial Wait Time Strategy (WTS).
- Hospitals are currently operating without details of funding (e.g. price per procedure) and volumes for fiscal 2012/13.

Health System Funding Reform (HSFR)

- Starting April 2012, the first four Quality-Based Procedures are:
 - 1) Total hip replacement;
 - 2) Total knee replacement;
 - 3) Cataract surgery; and
 - 4) Chronic Kidney Disease (CKD) treatments.
- The first three procedures, which impact wait times, are managed and funded by (Local Health Integration Networks (LHINs). CKD is funded by Cancer Care Ontario (CCO).
- Under the new HSFR model, funding would be at the 40th percentile, based on clinical best practice.

Preliminary Ministry Information for 2012/13

- March 26: LHIN received draft Wait Time Strategy incremental allocations.
- April 3: LHIN received preliminary HSFR impact analysis (hospital-specific).
 - 0% increase assumed in hospital funding; and
 - Budget decisions for 2012/13 not included.
- Early May: Ministry plans to provide final information on HSFR 2012/13 impacts.

2012/13 Preliminary Quality-Based Procedures Volumes

Facility	Cataracts		Hips		Knees	
	HSFR	50% of Total	HSFR	50% of Total	HSFR	50% of Total
Lakeridge Health	4,684	2,342	195	98	364	182
Northumberland Hills Hospital	913	457				
Peterborough Regional Health Centre	1,797	899	209	105	391	196
Ross Memorial Hospital	1,260	630	77	39	130	65
Rouge Valley Health System	1,158	579	158	79	395	198
The Scarborough Hospital	5,819	2,910	277	139	859	430
Central East LHIN	15,631	7,817	916	460	2,139	1,071

Note: The above hospital-specific allocations are notional and the LHIN will determine final allocations later this year.

2012/13 Preliminary Diagnostic Imaging Incremental Wait Time Volumes

Facility	CT		MRI	
	WTS Incremental	50% of Total	WTS Incremental	50% of Total
Campbellford Memorial Hospital	53	27		
Lakeridge Health	809	405	1,833	917
Northumberland Hills Hospital	173	87	1,341	671
Peterborough Regional Health Centre	430	215	1,082	541
Ross Memorial Hospital	26	13	169	85
Rouge Valley Health System	50	25	2,223	1,112
The Scarborough Hospital	93	47	2,371	1,186
Central East LHIN	1,634	819	9,019	4,512

Risks

- Hospitals cannot plan and staff for services without knowledge of funding and volumes.
- Services may be negatively affected while details of HSFR are finalized.
- LHIN still accountable for Ministry-LHIN Performance Agreement (MLPA) wait time targets (2012/13 MLPA targets not yet negotiated).

Mitigation of Risks

- Management recommends mitigation of these risks by providing to hospitals volume commitments (for six months – similar to volumes in fiscal 2011/12), which would be deducted from total volume allocations when the Ministry provides final information.

MOTION

Be it resolved that the Central East LHIN Board approve preliminary allocation of Quality-Based Procedures (e.g. hips, knees, and cataracts) and Diagnostic Imaging (e.g. CT and MRI) Wait Time Incremental allocations as noted in the table below:

Facility	Cataracts	Hips	Knees	CT	MRI
Campbellford Memorial Hospital				27	
Lakeridge Health	2,342	98	182	405	917
Northumberland Hills Hospital	457	0	0	87	671
Peterborough Regional Health Centre	899	105	196	215	541
Ross Memorial Hospital	630	39	65	13	85
Rouge Valley Health System	579	79	198	25	1,112
The Scarborough Hospital	2,910	139	430	47	1,186
Central East LHIN	7,817	460	1,071	819	4,512

Specific hospital funding will be determined when the Quality-Based Procedure rates are finalized by the Ministry.