



# Using Simulation Modeling to Design Value-Based Healthcare Systems

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### **Full-Text Available at**

 https://www.researchgate.net/publication/308138628\_Using\_Simulation\_Mod eling\_to\_Design\_Value-Based\_Healthcare\_Systems

Conference Paper

Full-text available

#### Using Simulation Modeling to Design Value-Based Healthcare Systems

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### **Main Points**

- Modeling and Simulation Framework
  - guides design, development, and evaluation of architectures to produce *value* (*end-to-end outcome/cost*) in health care.
- Value-Based Health Systems (VBHS)
   comprise both clinical (medical) and
   extra-clinical (social, transitional) care subsystems.
- •Reforming/Improving VBHS depends on implementing a *holistic learning health information infrastructure* that supports human decision making about protocols, processes, and procedures that work together to support the value-based paradigm.
- •Pathways-based VBHS architecture coordinates clinical and extra-clinical services to at-risk populations and assures goal attainment, accountability, and pay-for-performance.





### **Overview**

- Background: Health System Modeling and Simulation Framework
  - System Theory and Systems-of-Systems (SoS)
  - > Discrete Event Systems Specification (DEVS) modeling and simulation framework
  - > DEVS formalization of Health Systems SoS
  - > Modeling and Simulation Environment Implementation
- Fixing Healthcare System: Value-Based Care (Porter's Strategy)
- Pathways-Based Coordination of VBHS
- Use Cases
  - > (USA): Pathways Coordination in Low Birth Weight Prevention
  - > (Ireland): Pathways Coordination in Hip Fracture Care

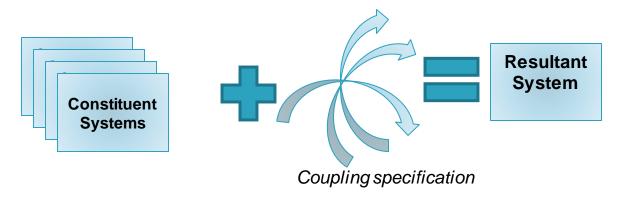
# BACKGROUND: SYSTEM MODELING AND SIMULATION





#### Wymore's Mathematical System Framework\*

- Composition of Systems constituent systems and coupling specification result in a system with structure and behavior emerging from their interaction
- Closure under coupling resultant is a well-defined system just like the original components



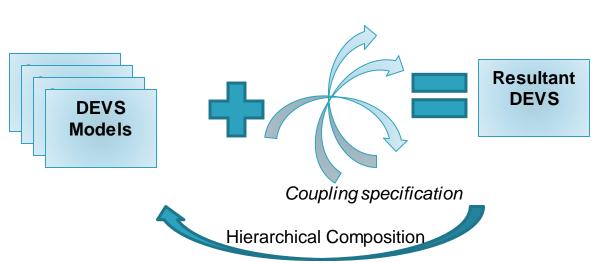
\*Tuncer I. Ören and B. P. Zeigler, "System Theoretic Foundations of Modeling and Simulation: A Historic Perspective and the Legacy of A. Wayne Wymore", SIMULATION September 2012 vol. 88 no. 9 1033-1046

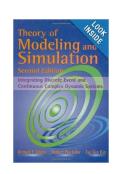




#### Discrete Event System Specification (DEVS) Formalism

- DEVS Atomic and Coupled Models specify Wymore Systems
- Composition of DEVS Models component DEVS and coupling result in a DEVS with structure and behavior emerging from their interaction
- Closure under coupling resultant is a well-defined DEVS just like the original components



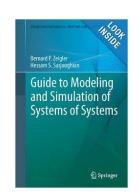






#### MS4 Systems DEVS IDE Support of Systems of Systems\*





- Coupling specification
- System of Systems (SoS) composition of systems component systems have legacy properties e.g., autonomy, belonging, diversity
- Coupling has properties e.g., connectivity, coordination
- Structural and behavioral properties characterize resulting SoS such as fragmented, competitive, collaborative, coordinated

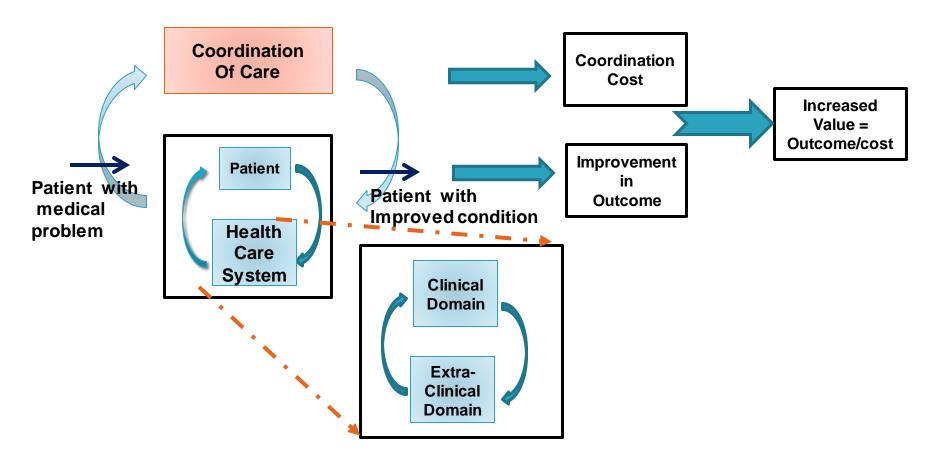
<sup>\*</sup> Guide to Modeling and Simulation of Systems of Systems, Bernard P. Zeigler and Hessam S. Sarjoughian, Springer; 2013 edition (December 28, 2012)

# VALUE-BASED HEALTH SYSTEM (VBHS) MODELING AND SIMULATION FRAMEWORK





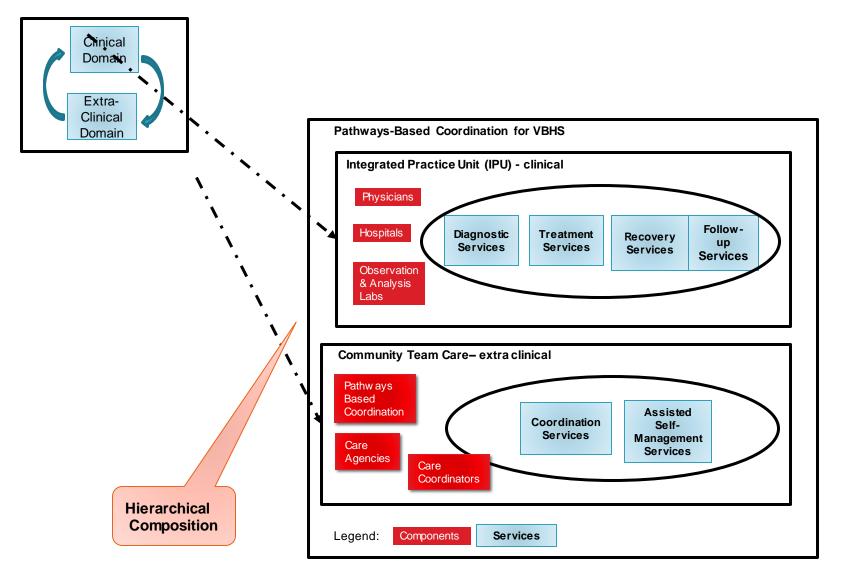
# Value-Based Health System (VBHS) Modeling and Simulation Framework (1)





### RT Sync

#### Value-Based Health System (VBHS) Modeling and Simulation Framework (2)







#### MS4 Systems DEVS Integrated Development Environment (IDE)



- DEVS provides computational basis for modeling and simulation using Wymore's system framework
- DEVS Multi-formalism systems support enables discrete event and continuous models in same simulation environment
- MS4 IDE supports working directly with systems engineering models and concepts
- MS4 IDE supports implementation of VBHS in web-based cloud environments

http://www.ms4systems.com

### FIXING HEALTHCARE SYSTEM: VALUE-BASED CARE DELIVERY (PORTER'S STRATEGY)





### **Key Issues around Healthcare Delivery**

- Universal Coverage: Essentially required to support fundamental reorientation of the delivery system around value.
- Cost Containment: Financial success for healthcare providers does NOT necessarily mean success for patients.
- Value of Care: Usually ill-defined, though it has to be the core issue.

Value: Outcome per unit cost at the output of the endto-end care delivery value chain (CDVC).

(Michael Porter 2006)

# Principles of Value-Based Healthcare Delivery (Michael Porter 2006)

- Prevention of illness
- Early Detection
- Right diagnosis
- Right treatment to the right patient
- Early and timely treatment
- Rapid cycle time of diagnosis and treatment

- Fewer complications
- Fewer mistakes and repeats in treatment.
- Faster recovery
- More complete recovery
- Less disability
- Fewer recurrences

Better health is the goal, NOT more treatment.





### **Key Questions**

 How to design a healthcare "system" that can improve patient value?

 How to engineer a dynamic system for healthcare delivery that can sustainably improve patient value?



# A Strategic Agenda for Value-Based Healthcare



(Michael Porter 2013)

- Organize into Integrated Practice Units (IPUs)
- Measure Outcomes and Costs for Every Patient
- 3. Move to Bundled Payments for Care Cycles
- 4. Integrate Care Delivery Systems
- 5. Expand Geographic Reach
- 6. Build an Enabling Information Technology Platform

Porter, M.E. and Lee, T.H., 2013. The strategy that will fix health care. Harv Bus Rev, 91(12), p.24.





### **Our Objective**

- Formalize Porter's IPU with System-of-Systems Modeling and Simulation
- Formulate criteria for creation of IPUs viewed as systems
- Many questions, e.g., can a collection of systems with their care delivery value chain be integrated into a viable system?

# USE CASES



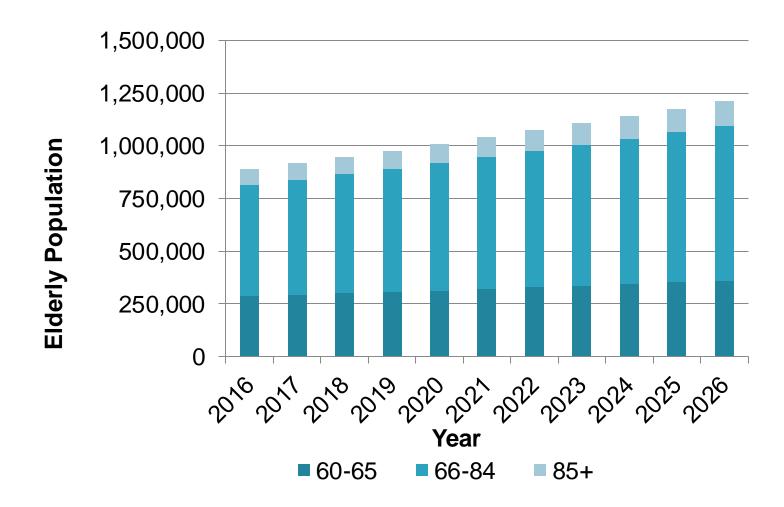


# Use Case: Healthcare In Ireland: Current and Future Status





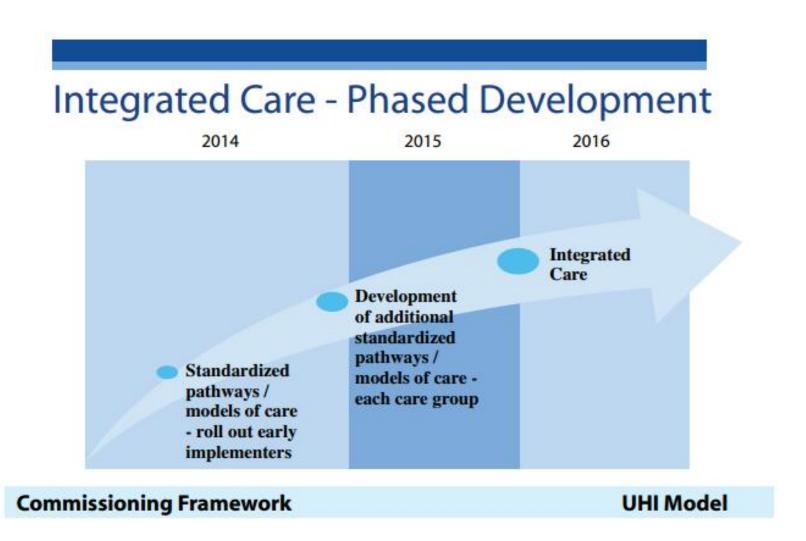
### **Prospective Challenge: Population Ageing**





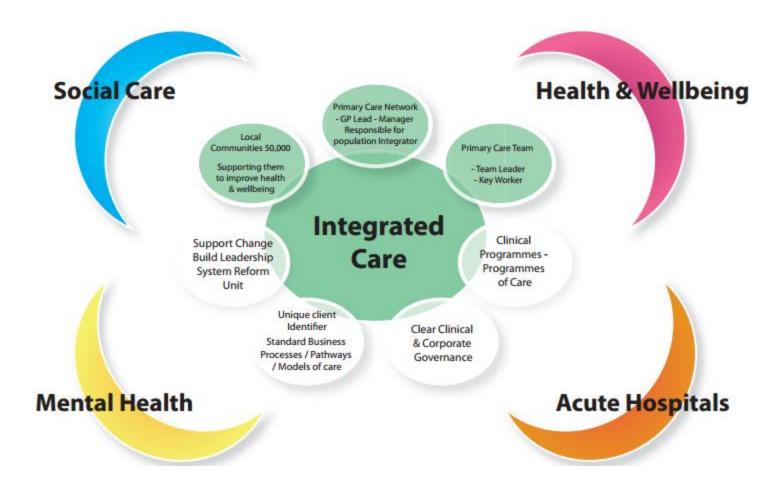


### **Transitioning Towards Value-Based Care**





# Transitioning Towards Value-Based Care (cont'd)

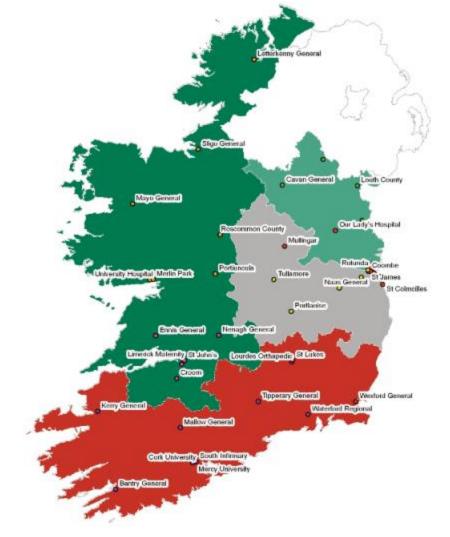




## Strategic Framework: National Hospital Groups

RT**S**ync

- Dublin North East
- 2. Dublin Midlands
- 3. Dublin East
- 4. South/South West
- 5. West/North West
- 6. Midwest





# Strategic Framework: Community Health Organisation (CHOs)

CHO1 - Population 389,048

CHO2 - Population 445,356

CHO3 - Population 379,327

CHO4 - Population 664,533

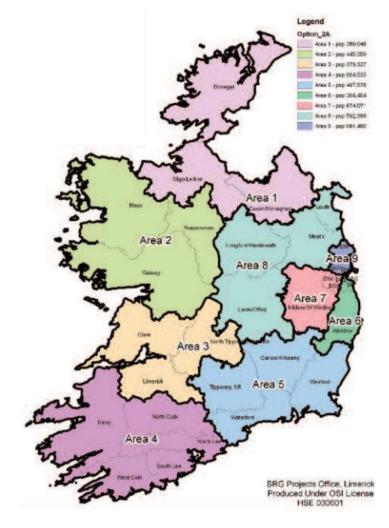
CHO5 - Population 497,578

CHO6 - Population 364,464

CHO7 - Population 674,071

CHO8 - Population 592,388

CHO9 - Population 581,486







# Use Case: Pathways Coordination for Hip Fracture Care in Ireland





### **Our Focus: Hip Fracture Care in Ireland**

- A good exemplar of elderly healthcare.
- Exponentially increasing with age.<sup>1</sup>
- Identified as one of the most serious injuries resulting in lengthy hospital admissions and high costs.<sup>2</sup>
- Availability of empirical data through the Irish Hip Fracture Database (IHFD).





### **Our Objective**

 Assessing the implications of the co-ordinated pathway on the hip fracture care scheme in terms of outcomes and cost, using the MS4 modeling and simulation framework.





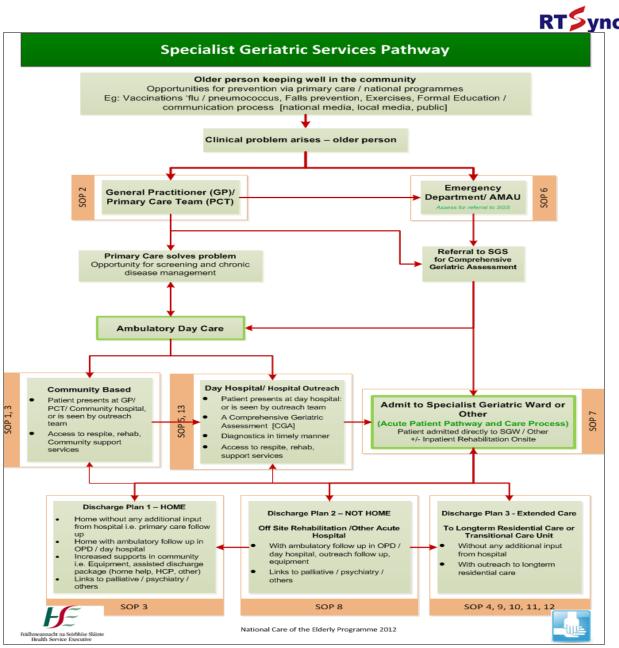
### **Sources of Data**

Irish Hip Fracture Database (IHFD). (Year 2013-2014)

 Population projections from the Central Statistics Office (CSO).

 Additional population statistics with respect to CHOs from the Health Intelligence Department.

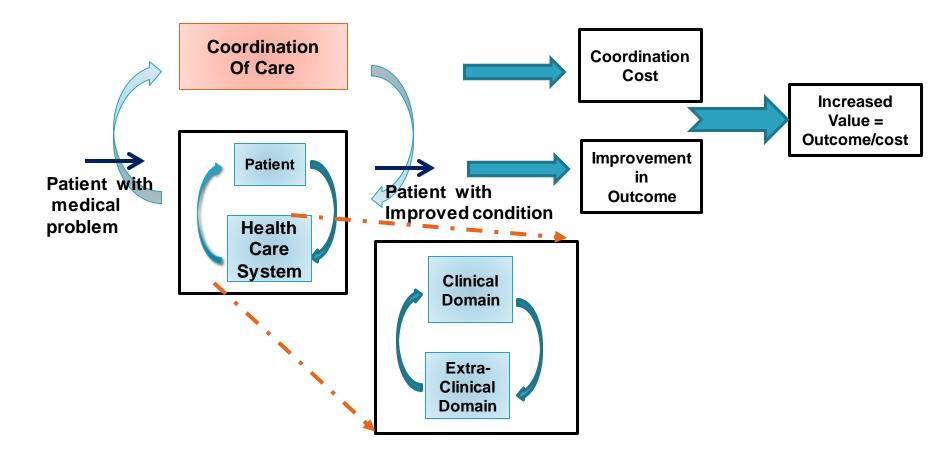
# Co-ordinated Pathway for Early Intervention and Treatment





# Value-Based Health System (VBHS) Modeling and Simulation Framework



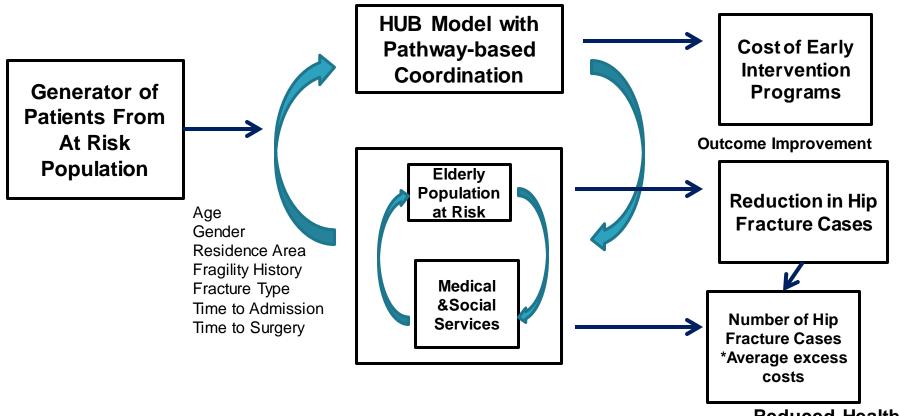




**Coordination cost** 

# **Modeling Framework**





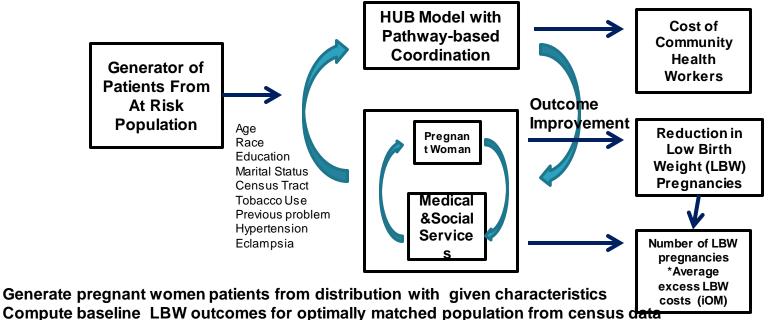
**Reduced Health Care** 

- Generate elderly population at risk from distribution with given characteristics Cost
- Compute baseline hip fracture outcomes for optimally matched population from census data
- Track patients through system with Pathways coordination
- Evaluate cost based on outcome-based-compensation
- Evaluate outcome improvement vs baseline simulation generated patients
- Evaluate reduction in total cost as savings from reduced hip fracture injuries
- Compute Return on Investment = cost saving per dollar of coordination cost





**Use Case: Pathways Community Care Coordination** in Low Birth Weight Prevention (USA)



- Generate pregnant women patients from distribution with given characteristics
- Track patients through system with CHW-implemented Pathways coordination
- Evaluate cost of CHWs based on outcome-based-compensation
- Evaluate outcome improvement vs baseline simulation generated LBWs
- Evaluate reduction in total cost as savings from reduced LBW pregrancies
- Compute Return on Investment = cost saving per dollar of coordination cost

Reduced Health Care Cost





### **Summary**

- Health Care Reform is usefully viewed as a Systems Problem.
- Porter's Value-based Health care within a more inclusive Pathways Coordinated Care framework provides needed coordination.
- Formalized this framework using System-of-Systems (SoS) theory expressed in the DEVS Modeling and Simulation methodology.
- MS4 Modeling and Simulation Environment based on DEVS supports design and implementation in a systems engineering approach.





## **Closing Thought**

 "The key challenges facing healthcare providers in future years are perhaps more organisational and logistical than medical and scientific advances".

(Sally Brailsford & Jan Vissers 2011)





#### **Publications**

- Zeigler, B P., (2016) "Discrete Event System Specification Framework for Self-Improving Healthcare Service Systems," IEEE Systems Jnl. <u>Volume:PP Issue:99</u>
- Zeigler, B P.; Ernest L., et al. (2016) "Guiding Principles for Data Architecture to Support the Pathways Community HUB Model," eGEMs, <a href="http://repository.edm-forum.org/egems/vol4/iss1/1">http://repository.edm-forum.org/egems/vol4/iss1/1</a>
- Zeigler, B.P.; Ernest L., et al. (2014) "Community HUB Pathways: A Model for Coordination of Community Health Care," Population Health Management, vol. 17, no. 4, pp. 199-201.
- Zeigler, B.P.; Ernest L., et al. (2014), Care Coordination: Formalization of Pathways for Standardization and Certification,
- <u>Innovations Exchange Team, B.P., Zeigler, S. A. Redding. Formalization of the Pathways Model</u> Facilitates Standards and Certification.
- .Zeigler, B P.; Ernest L., et al. (2012) "Methodology and Modeling Environment for Simulating National Health Care" 2012 Autumn Simulation Multi-Conference (AutumnSim'12) October 28-31, San Diego, CA..





#### **Youtube Videos**

- Formalizing Porter's Integrated Practice Unit with System-of-Systems Modeling and Simulation
- Extra-Clinical Care Coordination: Pathways Community HUB Model Continuing From: Formalizing Porter's Integrated Practice Unit with System-of-Systems Modeling and Simulation.
- The Role of Modeling and Simulation in Coordination of Health Care.
- Modeling and Simulation for Engineering of Self-Improving Service Systems of Systems:
   Barriers and Prospects
- Pathways-Based Client Engagement Support





# **THANK YOU!**

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