Primary Care Residency Expansion (PCRE) Program and Implications for GME Reform





AAFP Center for Policy Studies

ROSSAN CHEN, MD MSc OCTOBER 1, 2013 LARRY A. GREEN VISITING SCHOLAR AT THE ROBERT GRAHAM CENTER PGY3 IN FAMILY & COMMUNITY MEDICINE UNIVERSITY OF CALIFORNIA SAN FRANCISCO

My interest in primary care

Grew up with a family physician



Worked for Americorps in a community health center (FQHC)

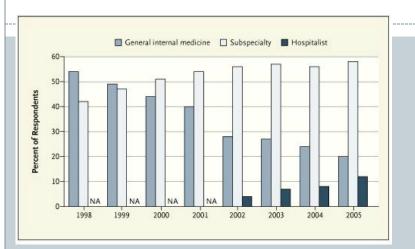




Enriched my understanding of medicine through public health, economics, anthropology, and sociology Pursued further health policy education and exposure to health systems that have a strong primary care base

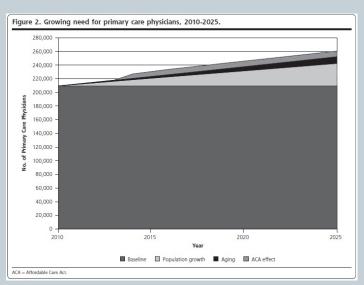


Why is primary care important now?



Primary care isn't doing so well...

And the projected need is growing rapidly





Now a family medicine resident working with urban underserved patients in an FQHC, which received the PCRE grant

Sources: Bodenheimer T. Primary Care – Will It Survive? *NEJM*. 2006;355(9):861-864. Petterson SM, Liaw WR, Phillips RL, et al. Projecting US Primary Care Physician Workforce Needs 2010-2025. *Ann Fam Med*. 2012;10:503-509

Background of the PCRE Program



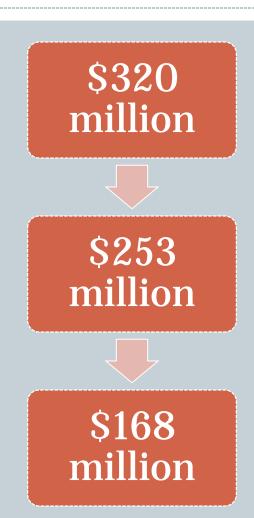
"This issue of primary care physicians is absolutely critical. How do we get more primary physicians, number one; and number two, how do we give them more power so that they are the hub around which a patient-centered medical system exists?" President Obama, Tele-Town Hall meeting, June 8, 2010

"Primary care providers are the backbone of our health care system. For too long, communities across the country have suffered from a shortage of primary care providers. Without action, experts project a continued shortfall due to an aging population and fewer medical students choosing to go into primary care." Mary Wakefield PhD RN, June 18, 2010



Background of the PCRE Program

- Department of Health and Human Services award to strengthen health care workforce in Fall 2010 under the Affordable Care Act (ACA)
- Majority goes to improving and expanding the primary care workforce under the Prevention and Public Health Fund of the ACA
- Health Resources and Services Administration (HRSA) announces the Primary Care Residency Expansion (PCRE) program



What is the PCRE Program?

- Administered by
- \$168 million over five years (2011-2015)
- Expanded enrollment in accredited primary care residency programs (family medicine, general internal medicine, and general pediatrics)
- Priority given to programs affiliated with a Rural Health Clinic, Community Health Center, Sole Community Hospital, Critical Access Hospital, or other Community Based Settings

What is the PCRE Program?

Residents supported by the Primary Care Residency Expansion Program over five years

PGY	2011	2012	2013	2014	2015
1	1	1	1	1	1
2	0		1	1	1
3	0	0	1	1	1
Total	1	2	3	3	3

Profile of PCRE grant recipients

• By the numbers...

- 78 primary care residency programs awarded
- 180 new primary care residency positions created
- 900 new residents supported
- o 540 new residents will have graduated and entered practice by 2015



One-pager: Projected workforce impact

Projected impact of the PCRE program using historical trends in graduate placement*

	Total PCRE funded	PCRE funded residents projected to work in:			
Specialty	residents	Primary care	HPSAs	Rural areas	
Family	425	393 (93%)	131 (31%)	85 (20%)	
Medicine					
Internal	285	114 (40%)	73 (26%)	42 (15%)	
Medicine					
Pediatrics	190	97 (51%)	42 (22%)	19 (10%)	
Total	900	604	246	146	

Sources: American Medical Association Physician Masterfile 2012, National Plan and Provider Enumeration System, HRSA Health Professional Shortage Area (HPSA) designation, U.S. Department of Agriculture Rural Urban Continuum Codes.

* Categories are not mutually exclusive

Survey of PCRE Program residency directors

- All program directors whose residency program received the PCRE grant
- Anonymous, self-administered online questionnaire
- 8-13 items, depending on the responses to the first set of questions
- <u>https://ucsf.co1.qualtrics.com/SE/?SID=SV_0pjox7</u>
 <u>pUslMca3P</u>

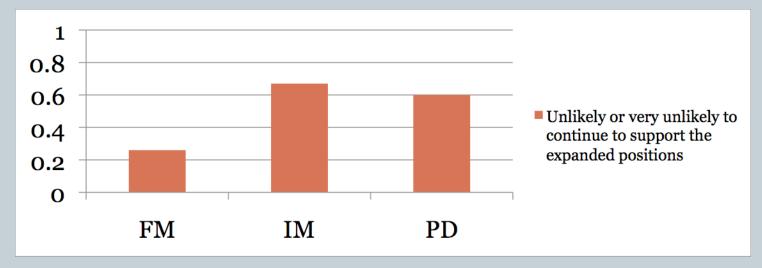


- As of 10/1, there have been 35 responses out of 78 programs, 45% response rate
 - o 53% of Family Medicine (FM) programs
 - 33% of Internal Medicine (IM) programs
 - 36% of Pediatrics (PD) programs
- Ambulatory care site location:
 - 54% of residents are placed in an FQHC
 - 28% of residents are placed in a critical access hospital
 - 13% of residents are placed in a rural health clinic

• As a result of the PCRE Program:

- o 61% undertook curriculum innovations
- 39% developed a new primary care or rural health track
- 21% increased the diversity of their residency class
- Infrastructure added to support the expanded residents:
 - 47% hired new clinical faculty or preceptors
 - 25% added new continuity clinic site(s)
 - 22% added new specialty rotation site(s)
 - o 19% extended clinic hours
 - o 16% hired new administrative staff

- 17% of program directors do not plan to maintain the expanded positions
- 45% of program directors who want to continue the expansion feel it is unlikely or very unlikely that their program will be able to accomplish this



- 31% of program directors do not have <u>any</u> funding secured to support the residents in the outlying years of 2016-2017.
 Currently being recruited
- 72% of program directors do not have <u>any</u> funding secured to support the residents beyond the outlying years.



Only 17% have full funding secured

Alternative sources of funding already established	Outlying years of 2016-2017	Beyond 2017
Hospital funds, including Medicare GME	10	6
Medicaid GME funds	6	2
Medical school or university funds, including departmental funds	2	1
Resident-generated income	2	3
Private health plans	1	1
Hospital association	1	0
Another HRSA grant	1 (Teaching Health Centers grant)	0
State or county government	1 (Department of Public Health)	0
Other: An expansion of state line item appropriations	1	0

Alternative sources of funding planning to pursue	Outlying years of 2016-2017	Beyond 2017			
Hope that the PCRE grant will be renewed	20	24			
Hospital funds, including Medicare GME	11	16			
Medicaid GME funds	6	9			
Medical school or university funds, including departmental funds	9	11			
Resident-generated income	5	6			
State or county government	5	5			
Another HRSA grant: Teaching Health Centers grant; Title VII Residency Training in Primary Care grant	2	4			
Private health plans	1	3			
Private philanthropy	2	2			

• Demand outpacing supply:

- "Our area has a great need for family physicians and we weren't able to keep up with the demand."
- "Critical primary care need in our state"

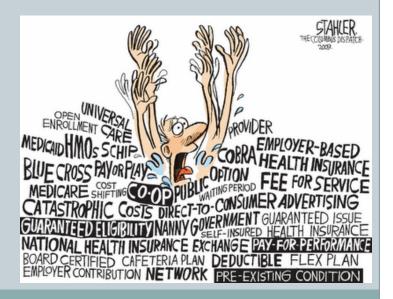


• Improved health care delivery to the underserved:

 "Desire to train more primary care physicians to work in FQHC's and provide excellent care to urban underserved populations. Desire to provide more opportunity for underrepresented minority candidates to train in primary care."

• Financial hardship:

- "This allowed us to expand in a time of economic hardship and limited state budgets."
- "The hospital was threatening to shrink our program."

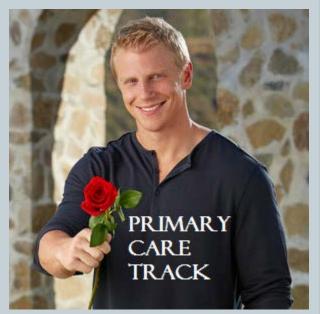


• External pressures:

- "Interest by the medical school to increase training options for primary care residents"
- "Prepare for ACA, duty hour restrictions"
- "Interest by another community hospital to establish a primary care residency program on its campus. The grant monies were an unexpected windfall in a process that had already been started strategically and had been committed to by the hospital systems."

• Recruiting:

- "Adding a PC track was a big recruiting bonus for us."
- "Desirable to the candidates that we were interviewing."



Impact of the PCRE program on the community or the residency program

Curriculum innovation:

- Telemedicine infrastructure at a Rural Health Clinic
- "Highly likely we will stay at our larger size, and are currently exploring repurposing the two extra residents to an urban underserved track."



Impact of the PCRE program on the community or the residency program

- Better able to meet community needs:
 - "We are seeing an increase in community outreach, mitigation of health disparities, an increased awareness of medical home concepts, and improved care for underserved populations (refugees) at our expanded clinic."
 - "We continue to place more than 50% of our graduates in rural and semi-rural areas, and increase the providers for this community."

Impact of the PCRE program on the community or the residency program

- Enduring changes to the program and culture of primary care:
 - "Primary care is discussed much more often as a career option than ever before. Our curriculum is more outpatient oriented than ever before."
 - "Will keep new Primary care component [and] will decrease size of categorical program"



The challenge

• "Our program has really revolutionized under the PCRE program. I would hope that funding for primary care will somehow be prioritized because otherwise we will be the first program to go, as we are not seen as a financially valuable program."

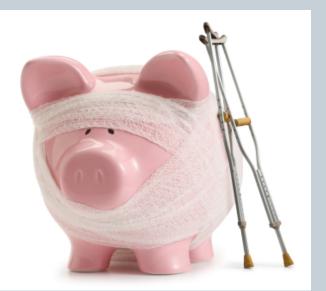
Overview of current GME funding structure

• Medicare: \$9.5 billion

- Direct: \$3 billion
 - × Covers resident stipends and fringe benefits. Pays for salaries of supervising faculty. Subsidizes educational overhead costs.
- Indirect: \$6.5 billion
 - × Adds on to Medicare's prospective payments. Subsidizes the capital costs and inefficiencies of running educational programs.
- Medicaid: \$3.87 billion in 42 states and DC
- US Department of Veterans Affairs
- US Department of Defense
- Bureau of Health Professions
- State and local governments
- Teaching institutions
- Private insurers

Potential sources of financial support

- Renewal of the PCRE grant?
- Medicare GME?
- Medicaid GME?
- Medical school or university funds?
- Another HRSA grant?



Future directions

- Too early to evaluate the true impact of the PCRE program, but important to begin the discussion
- The effect of the program could be even greater if better targeted at specific residency programs
- Can use the protocol developed by Chen, et al. to evaluate residency programs based on specific measures of interest, such as % of graduates in primary care, FQHCs, rural areas, etc.



Chen C, Petterson S, Phillips RL, Mullan F, Bazemore A, O'Donnell SD. Toward Graduate Medical Education (GME) Accountability: Measuring the Outcomes of GME Institutions. Academic Medicine. 2013;88(9):1-14.

Implications for GME reform

- Council on Graduate Medical Education (COGME)
 - Increase the proportion of primary care physicians to be at least 40% of the physician workforce
 - Funding for new GME positions directed at high priority specialties such as family medicine and general internal medicine, and programs that train physicians working in regions with relatively lower per capita supplies of physicians
- Medicare Payment Advisory Commission (MedPAC)
 - Recommended increasing accountability and pay for performance, public disclosure of Medicare payment and teaching costs, and analysis of workforce data
- IOM study on Governance and Financing of Graduate Medical Education
 - Recommendations anticipated in Spring 2014

Council on Graduate Medical Education. 20th Report: Advancing Primary Care. December 2010. Council on Graduate Medical Education. 21st Report: Improving Value in Graduate Medical Education. August 2013. Medicare Payment Advisory Commission. *Graduate Medical Education Financing: Focusing on Educational Priorities. Report to the Congress: Aligning Incentives in Medicare.* Washington, DC:MedPAC;2010.

Discussion questions

- Are there other ways to analyze the data that would be useful?
- What other obstacles do you foresee for the continued support of the PCRE positions?
- Can you think of other sources of funding to support the PCRE positions?
- How do you think GME payments should be structured?
- Should there be regulation on GME positions funded by hospitals outside of government funding?
- Should we be tackling payment reform and medical student debt first?

Thank You!

