CMS expands Medicare Advantage coverage for social determinants of health

Chart pack



Figure 1 – CMS's new interpretation of supplemental benefits provides better coverage for social determinants of health

Previously...

The benefit must meet all three components. It:

- 1. must not be covered by original Medicare
- 2. must be primarily health related
- 3. must incur a direct medical cost

The benefit's primary purpose cannot be daily maintenance.

Now...

The benefit must meet one of the following. It:

- 1. must diagnose, prevent, or treat an illness or injury
- 2. compensate for physical impairments
- 3. ameliorate the impact of injuries or conditions
- 4. reduce emergency and healthcare utilization

The benefit must be reasonable and rationally encompassed by the standard and not have a primary purpose outside of it.

Source: PwC Health Research Institute analysis

pwc.com/hri

Figure 2 – Direct medical spending associated with social determinants of health for people over age 65 in 2016

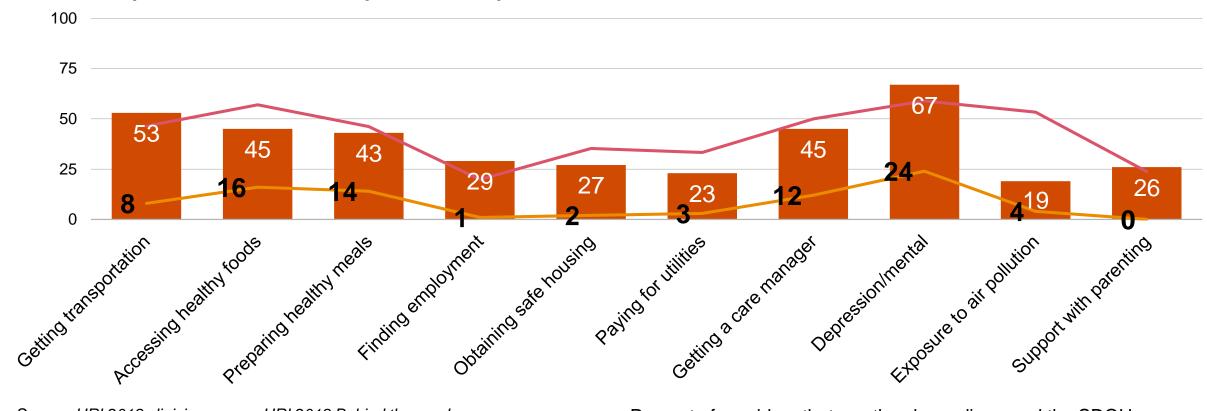
Social determinant	Associated spending*
Transportation	\$17,780,915
Food stamps	\$82,373,205,456
Poor or near poor poverty level	\$98,107,908,207
Fair or poor mental health	\$105,150,748,622
Patients with restricted low fat food diet	\$267,815,560,816
All Americans over age 65	\$582,052,417,044
Total US direct spending on health	\$1,617,531,007,315

^{*}Spending data are not mutually exclusive

Source: PwC Health Research Institute analysis of Medical Expenditure Panel Survey data for 2016 pwc.com/hri

Figure 3 – Providers are more likely than patients to say they've discussed addressing social determinants of health

Responses from Medicare patients and providers



Source: HRI 2018 clinician survey, HRI 2018 Behind the numbers consumer survey

pwc.com/hri

- Percent of providers that say they have discussed the SDOH
- Percent of patients that think it is very or somewhat important to discuss the SDOH
- Percent of patients who said their provider has discussed the SDOH

Figure 4 – VNA Texas' Meals on Wheels (MoW) program reduces healthcare costs in Dallas

Total cost per year for Dallas MoW population (N=4700)



*Bars denote potential range of variation in total cost

Source: PwC Bodylogical® analysis of VNA Texas' Meals on Wheels program pwc.com/hri

Number of hospitalizations per year for Dallas MoW population

