## **Economies of Scale: Spread Costs Across Multiple Organizations**

## • How it might be done:

- A health system seeks independent physician practices, stand-alone hospitals, and other providers to form an ACO or clinically integrated network (CIN)
- Adoption of a common IT platform is a condition of joining the ACO or CIN

## • How it benefits the health system and its partners:

- Costs of developing a population health management infrastructure are shared across participants
- Greater IT compatibility means better data quality and communication across the network
- Partners can share costs of a flexible IT team that can work on issues across the network



Source: HFMA Value Project, Reconfiguring Cost Structure Toolkit