### Capital Asset Realignment for Enhanced Services



#### **Business Plan Studies** for Brooklyn-Manhattan VAMCs

Presentation to Local Advisory Panel









#### **CARES History and Background**



- A March 1999 GAO report concluded that if VHA restructured its capital assets it could significantly reduce the operating and maintenance costs of its facilities
- In response VHA initiated development of the Capital Asset Realignment for Enhanced Services (CARES) Program
- The CARES process was piloted in VISN 12 (Chicago, Milwaukee, Madison and parts of Michigan) using a contractor to objectively assess health care needs and recommend optimal Service Delivery Options

# **CARES History and Background Cont'd**



- CARES Phase II extended the CARES Program to all 21 Networks within VHA
- Phase II relied primarily upon VA staff and resources to develop the Network CARES Market Plans
- The Undersecretary for Health used the Networks CARES Market Plans to prepare a Draft National CARES Plan (DNCP) with recommendations to the Secretary.
- After review by the Secretary, the final DNCP was submitted to the CARES Commission in August 2003.

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# **CARES History and Background Cont'd**



- The Secretary appointed a National Commission of non-VA executives to review the DNCP to provide an objective and external perspective
- The Commission made recommendations to the Secretary to consider in his review of the draft National CARES Plan
- The final report of the CARES Commission was submitted in February 2004, and the Secretary announced his decision in May 2004

### Secretary's May 2004 Decision Document for BK-MN VAMCs



- VA will study the feasibility, cost-effectiveness, and impact of consolidating the Brooklyn and Manhattan VAMCs
- To assess the potential for consolidation, VA will develop a comprehensive study of the feasibility, cost-effectiveness, and impact of developing a modern, efficient, health care system in the New York area

### Secretary's May 2004 Decision Document for BK-MN VAMCs



#### **Specific Considerations/Requirements** –

- The system to be studied would be anchored by a comprehensive tertiary care medical center located in either Manhattan or Brooklyn and will include plans for development of strategically located multispecialty outpatient clinics and CBOCs targeted to support the tertiary hub, maximize access, and bring primary, mental health, and specialty care services closer to where veterans live
- The study will analyze the demand for nursing home care services