

Economics 845: Advanced Topics in Public Finance

Fall Semester, 2009

Wednesdays 2:30-4:10, 6117 Social Science Building

Professors Wolfe and Mullahy

Date	Topic
9/2/09 (1)	Presentation and Organization Presentation by Jamie Hanson on attempting to understand the tie between income, health and cognitive ability using brain scans.
9/9/09 (2)	Big Issues in health care reform Emanuel, E.J., Fuchs, V.R. "Who Really Pays for Health Care?: The Myth of" Shared Responsibility." <i>JAMA</i> , 299 no. 9 (March 2008): 1057-1059. Fuchs, V.R. "The Proposed Government Health Insurance Company — No Substitute for Real Reform." <i>The New England Journal of Medicine</i> , 360 no. 22 (May 28, 2009): 2273-2275. Glied, S.A. "Health Care Financing, Efficiency, and Equity." <i>NBER Working Paper Series</i> , no. 13881 (March 2008), http://www.nber.org/papers/w13881 Gruber, J. "Covering the Uninsured in the U.S." <i>NBER Working Paper Series</i> , no. 13758 (January 2008), http://www.nber.org/papers/w13758 Hacker, J.S. "Healthy Competition — The Why and How of "Public-Plan Choice." <i>The New England Journal of Medicine</i> , 360 no. 22 (May 28, 2009): 2269-2271. Iglehart, J.K. "A New Era of For-Profit Hospice Care — The Medicare Benefit." <i>The New England Journal of Medicine</i> , 360 no. 26 (June 25, 2009): 2701-2703. Meara, E., Rosenthal, M.B., Sinaiko, A., Baicker, K. "State and Federal Approaches to Health Reform: What Works for the Working Poor?" <i>NBER Working Paper Series</i> , no. 14125 (June 2008), http://www.nber.org/papers/w14125 Mello, M.M., Brennan, T.A. "The Role of Medical Liability Reform in Federal Health Care Reform." <i>The New England Journal of Medicine</i> , 361 no. 1 (July 2, 2009): 1-3. Pauly, M. "Public Health Care and Health Insurance Reform — Varied Preferences, Varied Options." <i>The New England Journal of Medicine</i> , 360 no. 22 (May 28, 2009): 2271-2273.

	<p>Steinbrook, R. "Easing the Shortage in Adult Primary Care — Is It All about Money?" <i>The New England Journal of Medicine</i>, 360 no. 26 (June 25, 2009): 2696-2699.</p> <p>Zhang, Y., Donohue, J.M., Lave, J.R., O'Donnell, G., Newhouse, J.P. "The Effect of Medicare Part D on Drug and Medical Spending." <i>The New England Journal of Medicine</i>, 361 no. 1 (July 2, 2009): 52-61.</p>
9/16/09 (3)	<p>Affordability and MA plan</p> <p>Bundorf, M.K., Pauly, M.V. "Is health insurance affordable for the uninsured?" <i>Journal of health economics</i>, 25 no. 4 (2006): 650-673.</p> <p>Gabel, J.R., Whitmore, H., Pickreign, J. "Report From Massachusetts: Employers Largely Support Health Care Reform, And Few Signs Of Crowd-Out Appear." <i>Health Affairs</i>, 27 no. 1 (2008): w13-w23.</p> <p>Glied, S.A. "Mandates and the Affordability of Health Care." <i>NBER Working Paper Series</i>, no. 14545 (December 2008), http://www.nber.org/papers/w14545</p> <p>McDonough, J.E., Rosman, B., Butt, M., Tucker, L., Kaplan Howe, L. "Massachusetts Health Reform Implementation: Major Progress And Future Challenges." <i>Health Affairs</i>, doi 10.1377/hlthaff.27.4. (2008): w285-w297.</p>
9/23/09 (4)	<p>Medical Expenditures and Ties to Reducing Costs</p> <p>Buntin, M.B., Zaslavsky, A.M. "Too Much Ado About Two-Part Models and Transformation? Comparing Methods of Modeling Medicare Expenditures." <i>Journal of Health Economics</i>, 23 no. 3 (2004): 525-542.</p> <p>Cogan, J.F., Hubbard, R.G., Kessler, D.P. "The Effect of Tax Preferences on Health Spending." <i>NBER Working Paper Series</i>, no. 13767 (January 2008), http://www.nber.org/papers/w13767</p>
	<p>Duan, N., Manning, W.G., Morris, C.N., Newhouse, J.P. "A Comparison of Alternative Models for the Demand for Medical Care." <i>Journal of Business & Economic Statistics</i>, 1 no. 2 (1983): 115-126.</p> <p>Kowalski, A.E. "Censored Quantile Instrumental Variable Estimates of the Price Elasticity of Expenditure on Medical Care." <i>NBER Working Paper Series</i>, no. 15085 (June 2009), http://www.nber.org/papers/w15085</p> <p>Manning, W.G., Newhouse, J.P., Duan, N., Keeler, E.B., Leibowitz, A. "Health Insurance and the Demand for Medical Care: Evidence from a Randomized Experiment." <i>The American Economic Review</i>, 77 no. 3 (1987): 251-277.</p> <p>Mullahy, J. "Much Ado About Two: Reconsidering Retransformation and the Two-part Model in Health Econometrics." <i>Journal of Health Economics</i>, 17 no. 3 (1998): 247-281.</p>

9/30/09 (5)	Andrew Jones - topic to be announced
10/7/09 (6)	<p>Role of Technology</p> <p>Baicker, K., Chandra, A. "Medicare Spending, The Physician Workforce, And Beneficiaries' Quality Of Care." <i>Health Affairs</i>, (April 2004): 184-197.</p> <p>Berndt, E.R., Bir, A., Busch, S.H., Frank, R.G., Normand, S.T. "The Medical Treatment of Depression, 1991-1996: Productive Inefficiency, Expected Outcome Variations and Price Indexes." <i>Journal of Health Economics</i>, 21 no. 3 (May 2002): 373-396.</p> <p>Skinner, J., Staiger, D. "Technological Adoption from Hybrid Corn to Beta Blockers." <i>NBER Working Paper Series</i>, no. 11251 (April 2005), http://www.nber.org/papers/w11251</p> <p>Skinner, J., Staiger, D. "Technology Diffusion and Productivity Growth in Health Care." <i>NBER Working Paper Series</i>, no. 14865 (April 2009), http://www.nber.org/papers/w14865</p>
10/14/09 (7)	<p>Cost Effectiveness Studies</p> <p>Buxton, M. "Implications of the Appraisal Function of the National Institute for Clinical Excellence (NICE)." <i>Value in Health</i>, 4 no. 3 (December 23, 2001): 212-216.</p> <p>Cutler, D.M., McClellan, M. "Is Technological Change in Medicine Worth It?" <i>Health Affairs</i>, 20 no. 5 (September/October 2001): 11-29.</p> <p>Garber, A.M. "Advances in Cost-Effectiveness Analysis of Health Interventions." In <i>Handbook of Health Economics</i>, Volume 1, ch. 4 (2000): 181-221. Edited by Culyer, A.J., Newhouse, J.P. North Holland: Elsevier B.V.</p> <p>Jena, A., Philipson, T. "Endogenous Cost-Effectiveness Analysis in Health Care Technology Adoption." <i>NBER Working Paper Series</i>, no. 15032 (June 2009), http://www.nber.org/papers/w15032</p> <p>Raftery, J. "NICE: Faster Access to Modern Treatments? Analysis of Guidance on New Health Technologies." <i>British Medical Journal</i>, 323 (2001): 1300-1303.</p>
10/21/09 (8)	<p>ESI/Private Coverage</p> <p>Baicker, K., Chandra, A. "The Labor Market Effects of Rising Health Insurance Premiums." <i>Journal of Labor Economics</i>, 24 no. 3 (2006): 609-634.</p> <p>Bernard, D., Selden, T.M. "Employer Offers, Private Coverage, and the Tax Subsidy for Health Insurance: 1987 and 1996." <i>International Journal of Health Care Finance and Economics</i>, 2 no. 4 (2002): 297-318.</p>

	<p>Buchmueller, T.C., Monheit, A.C. "Employer-Sponsored Health Insurance and the Promise of Health Insurance Reform." <i>NBER Working Paper Series</i>, no. 14839 (April 2009), http://www.nber.org/papers/w14839</p> <p>Cebul, R.D., Rebitzer, J.B., Taylor, L.J., Votruba, M.E. "Unhealthy Insurance Markets: Search Frictions and the Cost and Quality of Health Insurance." <i>NBER Working Paper Series</i>, no. 14455 (October 2008), http://www.nber.org/papers/w14455</p> <p>Gruber, J. "Covering the Uninsured in the US." <i>NBER Working Paper Series</i>, no. 13758 (January 2008), http://www.nber.org/papers/w13758</p> <p>LoSasso, A.T., Lurie, I.Z. "Community Rating and the Market for Private Non-Group Health Insurance," <i>Journal of Public Economics</i>, 93 no. 1-2 (2009): 264-279.</p> <p>Price, R.H., Burgard, S.A. "The New Employment Contract and Worker Health in the United States." In <i>Making Americans Healthier: Social and Economic Policy as Health Policy</i>, ch. 8 (2008): 201-227. Edited by Schoeni, R.F., House, J.S., Kaplan, G.A., Pollack, H. New York: Russell Sage Foundation.</p> <p>Selden, T.M., Gray, B.M. "Tax Subsidies for Employment-Related Health Insurance: Estimates for 2006." <i>Health Affairs</i>, 25 no. 6 (2006): 1568-1579.</p>
<p>10/28/09 (9)</p>	<p>Organization of Care</p> <p>Barro, J., Beaulieu, N. "Selection and Improvement: Physician Responses to Financial Incentives." <i>NBER Working Paper Series</i>, no. 10017 (October 2003), http://www.nber.org/papers/w10017</p> <p>Bodenheimer, T. "Coordinating Care — A Perilous Journey through the Health Care System." <i>The New England Journal of Medicine</i>, 358 no. 10 (2008):1064-1071.</p> <p>Cebul, R.D., Rebitzer, J.B., Taylor, L.J., Votruba, M.E. "Organizational Fragmentation and Care Quality in the U.S. Healthcare System," <i>Journal of Economic Perspectives</i>, 22 no. 4 (2008): 93-113.</p> <p>Cebul, R., Herschman, R., Rebitzer, J.B., Taylor, L.J., Votruba, M. "Employer-Based Insurance Markets and Investments in Health." Department of Economics, Weatherhead School, Case Western Reserve University. Forthcoming</p> <p>Fisher, E.S., McClellan, M.B., Bertko, J., Lieberman, S.M., Lee, J.J., Lewis, J.L., Skinner, J.S. "Fostering Accountable Health Care: Moving Forward In Medicare." <i>Health Affairs</i>, doi: 10.1377/hlthaff.28.2.w219 (Published online January 27, 2009).</p> <p>Herring, B. "Suboptimal Coverage of Preventative Care Due to Expected Turnover among Private Insurers." <i>Health Economics</i> (2009), doi: 10.1002/hec.1484</p>

	<p>Horwitz, J.R., Nichols, A. "Hospital Ownership and Medical Services: Market Mix; Spillover Effects; and Nonprofit Objectives." <i>Journal of Health Economics</i> (2008), doi:10.1016/j.jhealeco.2009.06.008</p> <p>Mehrotra, A., Wang, M.C., Lave, J.R., Adams, J.L., McGlynn, E.A. "Retail Clinics, Primary Care Physicians, And Emergency Departments: A Comparison Of Patients' Visits." <i>Health Affairs</i>, 27 no. 5 (2008): 1272-1282.</p> <p>Sloan, F.A., Shadle, J.H. "Is there empirical evidence for 'Defensive Medicine'? A Reassessment." <i>Journal of Health Economics</i>, 28 no. 2 (2009): 481-491.</p> <p>Wu, V.Y. "Managed Care's Price Bargaining with Hospitals." <i>Journal of Health Economics</i>, 28 no. 2 (2009): 350-360.</p>
<p>11/4/09 (10)</p>	<p>Provider Shortage?</p> <p>Chen, F.M., Fordyce, M.A., Andes, S., Hart, L.G. "U.S. Rural Physician Workforce: Analysis of Medical School Graduates from 1988-1997." <i>Rural Health Research Center</i> (2008): 1-10.</p> <p>Goodman, D.C., Fisher, E.S., Bronner, K.K. "Hospital and Physician Capacity Update." A Brief Report from the Dartmouth Atlas of Health Care (2009): 1-20.</p> <p>Goodman, D.C., Fisher, E.S. "Physician workforce crisis? Wrong diagnosis, wrong prescription." <i>The New England Journal of Medicine</i>, 358 no. 16 (2008):1658-1661.</p> <p>Goodman, D.C., Grumbach, K. "Does having more physicians lead to better health system performance?" <i>Journal of American Medical Association</i>, 299 no. 3 (2008): 335-337.</p> <p>Mistretta, M.J. "Differential Effects of Economic Factors on Specialist and Family Physician Distribution in Illinois: A County-Level Analysis." <i>Journal of Rural Health</i>. 23 no. 3 (2007): 215-221.</p>
<p>11/11/09 (11)</p>	<p>Competition?</p> <p>Dafny, L. "Are Health Insurance Markets Competitive?" <i>NBER Working Paper Series</i>, no. 14572 (December 2008), http://www.nber.org/papers/w14572</p> <p>Dranove, D., Gron, A., Mazzeo, M.J. "Differentiation and Competition in HMO Markets," <i>Journal of Industrial Economics</i>, 51 no. 4 (2003): 433-454.</p> <p>Duggan, M. "Does Contracting Out Increase the Efficiency of Government Programs? Evidence from Medicaid HMOs." <i>Journal of Public Economics</i>, 88 (2004): 2549-2572.</p> <p>Duggan, M., Scott Morton, F. "The Effect of Medicare Part D on Pharmaceutical Prices and Utilization," <i>NBER Working Paper Series</i>, no. 13917 (April 2008), http://www.nber.org/papers/w13917</p>

	<p>Levine, P.B., McKnight, R., Heep, S. "Public Policy, Health Insurance and the Transition to Adulthood." <i>NBER Working Paper Series</i>, no. 15114 (April 2008), http://www.nber.org/papers/w15114</p> <p>Scanlon, D.P., Chernew, M., Swaminathan, S., Woolton, L. "Competition in Health Insurance Markets: Limitations of Current Measures for Policy Analysis," <i>Medical Care Research and Review</i>, 63 no. 6 (2006): 37S-55S.</p>
11/18/09 (12)	Discussion of Health Care Plans per assignment 1
11/25/09 (13)	<p>Comparisons Across States to Other Countries</p> <p>Barnato, A.E., Herndon, M.B., Anthony, D.L., Gallagher, P.M., Skinner, J.S., Bynum, J.P., Fisher, E.S. "Are Regional Variations in End-of-Life Care Intensity Explained by Patient Preferences? A Study of the U.S. Medicare Population." <i>Medical Care</i>, 45 no. 5 (2007): 386-393.</p> <p>Cylus, J., Anderson, G.F. "Multinational Comparisons of Health Systems Data, 2006." New York: The Commonwealth Fund, April. http://www.commonwealthfund.org/publications/publications_show.htm?doc_id=482648</p> <p>Danzon, P.M., Furukawa, M.F. "International Prices and Availability of Pharmaceuticals In 2005." <i>Health Affairs</i>, 27 no. 1 (2008): 221-233.</p> <p>Frank, R., Lamiraud, K. "Choice, Price Competition and Complexity in Markets for Health Insurance." <i>NBER Working Paper Series</i>, no. 13817 (February 2008), http://www.nber.org/papers/w13817</p> <p>Garber, A.M., Skinner, J. "Is American Health Care Uniquely Inefficient?" <i>Journal of Economic Perspectives</i>, 22 no. 4 (2008): 27-50.</p> <p>Rosenau, P.V., Lako, C.J. "An Experiment with Regulated Competition and Individual Mandates for Universal Health Care: The New Dutch Health Insurance System." <i>Journal of Health Politics, Policy and Law</i>, 33 no. 6 (2008): 1031-1055.</p> <p>Schubert, S., Schnabel, R. "Curing Germany's Health Care System by Mandatory Health Premia?" <i>Journal of Health Economics</i> (2008), doi:10.1016/j.jhealeco.2009.06.005</p>
12/2/09 (14)	Session on assignment 2 (1)
12/9/09 (15)	<p>Session on assignment 2 (2)*</p> <p>We may reschedule this for a longer time period, perhaps during finals week.</p>

Grievance Procedure

The Department of Economics has developed a grievance procedure through which you may register comments or complaints about a course, an instructor, or a teaching assistant. The Department continues to provide a course evaluation each semester in every class. If you wish to make anonymous complaints to an instructor or teaching assistant, the appropriate vehicle is the course evaluation. If you have a disagreement with an instructor or teaching assistant, we strongly encourage you to try and resolve the dispute with him or her directly. The grievance procedure is designed for situations where neither of these channels is appropriate.

If you wish to file a grievance, you should go to room 7238 Social Science and request a Course Comment Sheet. When completing the comment sheet, you will need to provide a detailed statement that describes what aspects of the course you find unsatisfactory. You will need to sign the sheet and provide your student identification number, your address, and a phone number where you can be reached. The Department plans to investigate comments fully and will respond in writing to complaints.

Your name, address, phone number, and student ID number will not be revealed to the instructor or teaching assistant involved and will be treated as confidential. The Department needs this information, because it may become necessary for a commenting student to have a meeting with the department chair or a nominee to gather additional information. A name and address are necessary to provide a written response.