



Report: GPOs Save Healthcare System, Medicare & Medicaid, Taxpayers Up to \$34.1 Billion Annually

Healthcare economists conducted an analysis of group purchasing organization (GPO) cost-savings for the U.S. healthcare system:

**\$34.1
Billion**

Annual Savings to Entire Healthcare System

**\$456.6
Billion**

Savings to Entire Healthcare System Over the Next 10 Years

**\$15.5
Billion**

Annual Savings to Medicare & Medicaid

Source: "A 2018 Update of Cost Savings and Marketplace Analysis of the Health Care Group Purchasing Industry," Dobson/DaVanzo.



"GPOs are projected to reduce total healthcare spending for hospitals and nursing homes by up to \$456.6 billion over the next ten years."

-Dobson/DaVanzo Report, pg. 1

"GPOs serve as "trusted partners" to hospitals and other healthcare providers who must act as prudent and cost-conscious buyers in making purchases."

-Dobson/DaVanzo Report, pg. 1, Citing Amendment to Medicare Provider Reimbursement Manual, 2011



"Collectively, GPO services lead to increased efficiencies, better use of staff, and lower total costs."

-Dobson/DaVanzo Report, pg. 6



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