



### HEALTH ECONOMICS

Title:

Lecture no:

Done by: Haneen Frehat





### Example

there is a capital cost of continuing to use a hospital to provide health care, that is, as long as it could be used in an alternative way. For example, if the hospital could be sold, the opportunity cost would be its market value.

There are many examples of ex-hospital sites now occupied by houses, with the street names the only visible indicator that a hospital was located there.

المديء مركن ما مناء المديء مركن ما مسكن رم رفيس البي على لاجله لو الحكومة اشترت ارض وبنت عليها مستشفى هذا المستشفى يعتبر Capital cost الحكومة ممكن تبيعها لشركة خاصة او دولة اذا اما الدولة ستستخدم هذا القطاع وتضححي ب extra money, التي عرضت عليها او اما تضحي في فتح مستشفى للناس و هذة هي تكلفة الفرصة

حتى يكمل Capital cost يجب ان تضحي الحكومة باي استثمار ات It is important to remember that the cost of

treatment is not only the cost of drugs or

medical and nursing time but includes recovery

times, incidence of side-effects, rate of delayed



discharge, use of other care resources and the cost of system deficiencies and problems او ابع العقور العربية العربية

المن أوب المنكرية المنافرة ال

much more expensive than drug costs and 'it is important to remember that the cost to a facility of a 30-minute delay in the arrival of a surgeon is greater than the cost of a 2-hour infusion of propofol.

منخ الدوي ل

## Other factors that inflate costs of health care provision

- Many people <u>fail to comply with their treatment requirements</u> عدم الامتثال التحالي التحالي التحالي التحالي التحالي المتطلبات العلاج الخاصة بهم زيارة بن تحليف المدرية repetition of prescriptions and eventually the increase in cost of medications.
- The <u>unnecessary consultations</u> that result from inappropriate and ineffective treatments being utilised.
- The costs resulting from <u>litigation and claims for damages</u> following treatment and care, التقاضي والمطالبات بالتعويض عن الأضرار بعد العلاج والرعاية which have gone wrong.

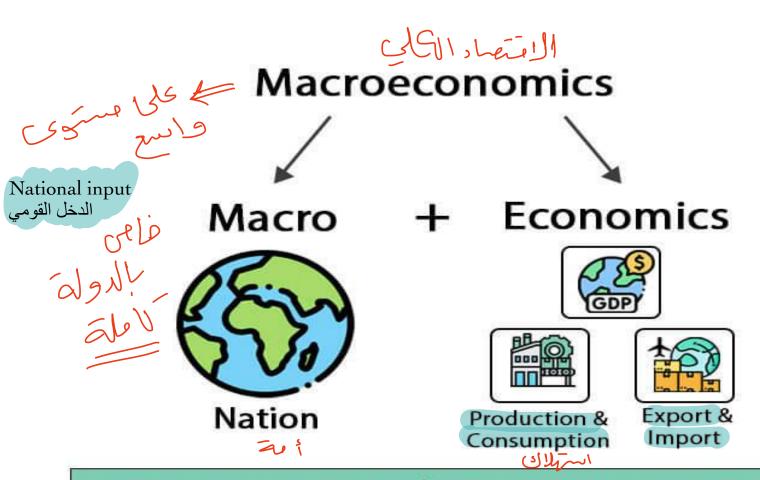




### Healthcare Economic Terms: 2- NEED, WANT and DEMAND



Dr. Omnia Elmahdy



Macroeconomics studies a nation's economy on a global level



### المتويات الانتهادية الانتسبة

### The major Macroeconomic variables including:

- National income, الدخل القومي
- National <u>expenditure</u>, الإنفاق القومي القومي على المجاني
- GDP (Gross Domestic Product)
- General level of prices (inflation),
- Unemployment\_rates,
- Budget <u>deficits</u> العجز في الموازنة
- Foreign debt الديون الخارجية



### **Macroeconomics**

['ma-krō-,e-kə-'nä-miks]

A branch of economics that studies how an overall economy behaves.

Investopedia

•In healthcare, the macroeconomic market is the entire country's

health care system including the way that it performs in terms of

profit, loss and efficiency.

•Macroeconomics of health is concerned with parallel sets of

large – scale system issues concerning:

Tal WI

Spending for employment and other aspects of health as

part of the economy.

مالت مهم المحروب والمحروب على المحروب والمحروب والمحروب

productivity

الاقتصاد الح في

تم ادا ت studies the decisions

allocate resources of production, exchange تهی ۱۶۱ و مودسسات consumption.

and production in single Microeconomics deals with prices markets and the interaction between different markets but اکر د leaves study economy-wide aggregates shere Ill ruch macroeconomics.

Microeconomics is the study of individual and business economic **activity.** Two examples are: (m) 50

- An individual creating a budget to put themselves in a better solicin co fine ( de financial position; and
- A business cutting costs in order to profit

الما الحرة

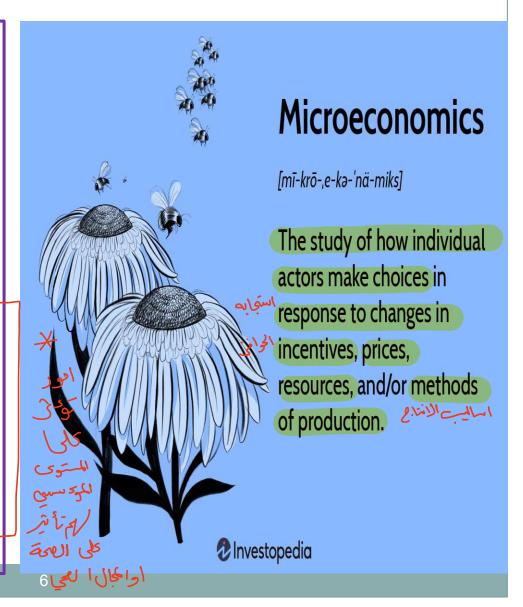
### **MICROECONOMICS**

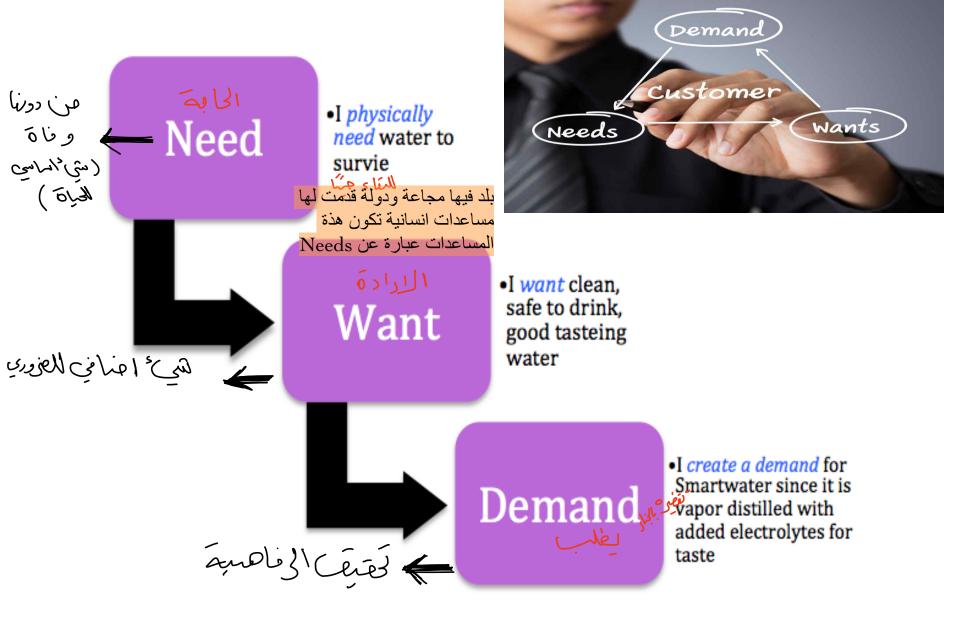
A study concluded that health care quality to an important degree\_depends on four institutional factors at the microlevel that strongly impact on health workers:

- 1. Performance,
- 2. career choice, عَمَارا لم بِهَ وَلَوْمِهُ وَ اللَّهِ وَلَوْمِهُ وَاللَّهِ وَلَا مِنْهُ وَاللَّهِ وَلَا مِنْهُ وَاللَّهِ وَلَا مِنْهُ وَاللَّهُ وَاللَّالِمُ اللَّهُ وَاللَّهُ وَاللَّالِمُ اللَّالِي اللَّالِمُولِ اللَّهُ وَاللَّهُ اللَّالَّالِي اللَّالَّ
- 3. Which deserve more

attention in applied research, and

4. Policy reform. اصلاح السياسات





# Difference Between Needs, Wants & Demands



**NEED** 

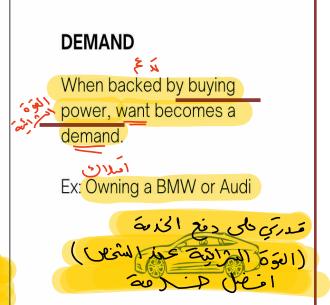
خبرونه تربيكونه \* مين دي د نوسا مين دي د نوبي

The basic requirements for human beings to survive.

Ex: Food, Shelter, etc.







<u>Need</u>: This is often thought of as a physiological or biological bladded is the bladded in the

requirement for maintaining life, such as the need for air, water,

food, shelter, and sleep.

Physiological needs should be contrasted with psychological

alive.

### Examples of a "need":

الكراكدة

Include basic medical service, educational programs, assistance

المحمود in obtaining food, shelter, clothing, transportation, heat and job

training.

Needs are distinguished from wants because a deficiency would دوفايني cause a clear <u>negative outcome</u>, such as dysfunction or death.

### مَكسك How are such needs satisfied?

There are broad categories basic needs":



- 1. Adequate nutritional food and water 2. Adequate protective housing
- 3.A safe environment for working
- 4. A supply of clothing
- 5.A safe physical environment
- 6. Appropriate health care
- 7.Security in childhood
- 8. Economic security
- 9. Safe birth control and child-bearing
- 10. Appropriate basic education

### NEEDS US WANTS

### NEEDS

requirements that are essential for an individual to survive and function optimally. Without satisfying these needs, an individual's health, safety, or well-being may be compromised.

### WANTS

تظلعات

Wants are desires or aspirations that individuals seek to attain or possess, often driven by personal preferences or societal influences. Unlike needs, wants are not crucial for achieving our goals but add comfort, pleasure, or luxury to one's life. They are often influenced by cultural, social, or individual tastes and can change over time.

### Maslow's hierarchy of needs:

