



HEALTH ECONOMICS

Title: Paying for healthcare

Lecture no: 12

Done by: Ramzi abujamous







Paying for Healthcare





How to be affordable cost?

هاي هي فكرة المحاضرة هاي والمحاضرات الجاي

Dr. Omnia Elmahdy

تمويل

الأهداف الصحية الوطنية؛

Financing – the national health objectives:

National health policies focus on:

- **Improving** the population's health, and
- **Preventing** diseases and health hazards
- The scope of objectives of the national health system is eventually limited by the extent to which they are **affordable**
- Scarce national resources need to be optimized and efficient.

Depending on the **choice** of financing mechanisms and sources, the achievement of national health objectives will be independent of national budget لازم يكون في source كثير مش source واحد فقط قيود الموازنة العامة. constraints

عشان توصل للناس كلها

مافی دولة بتقدر تعتمد علی sector واحد فقط

 The mobilization of resources through general revenue requires that the target تعبئة الموارد من خلال الإبرادات العامة group to which resources are allocated and health expenditure incurred be the entire population.

> اول اشى بعمل لل resources Mobilization and then allocation

ال المجتمع كلو بشارك في موضوع الموازنة العامه عن طريق الضرائب

Affordability



Affordability القدرة على تحمل التكاليف

- The extent to which something is affordable, as measured by its cost relative to the amount that the consumer is able to pay.
- Affordability needs to be assessed also in relation to the:
- capacity of individuals, employers and other public programs, such as social insurance schemes.

السياسيين

In the end, politicians must determine priority areas of the national health system at the expense of others.

The achievement of national health objectives is

eventually achieved through:

يتم تحقيق تحقيق الأهداف الصحية الوطنية في نهاية المطاف من خلال: ويفضل تكون more than one method

- The selection of an adequate method of financing,
- The choice of an effective and efficient <u>organizational</u> <u>delivery structure</u> for health services,
- **Payment** approach for **health providers**.
- The <u>regulatory</u> framework and programs of public education.

The method of financing consists of the way in which financial resources are **mobilized** and how they are **utilized**.

It relates to different factors including:

- ✓ · the approach to mobilize financial resources; تعبئة الموارد
- ✓ · the institutional and organization <u>delivery structure</u>;
- √ · the <u>allocation of resources</u>; تخصيص الموارد
- ✓ the Mechanisms for <u>paying and incentive</u> method for health providers;

The main **methods of financing** for health care include:

المفروض كلهم يكونو موجودات في كل دولة

- 1. The <u>national health insurance</u> system,
- 2. General <u>revenue</u>, الإيرادات العامة
- 3. Private insurance,
- 4. Out-of-pocket payments. المدفو عات من الجيب

كل وحده الها فوائد وعيوب

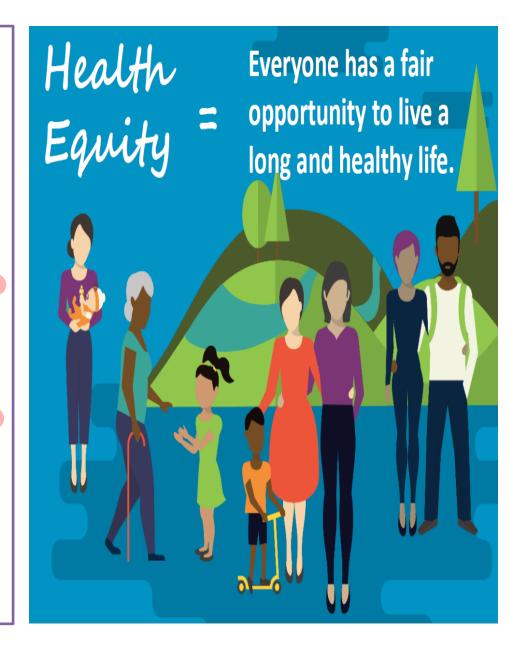
The **choice of method** will impact on:

- •Who bears the financial burden,
- The amount of **resources** available, and
- •Who manages the **allocation** of resources.

Experience has shown that, without strategic <u>policies</u> and focused <u>spending mechanisms</u>, the poor and other ordinary people are likely to left without care.

Equity takes place at different levels:

- Equity in **financing**,
- Equity in <u>access</u> to health care,
- Equity in level of **health status**, and
- Equity in terms of risk protection offered.



Once resources are mobilized, take in consideration the following:

• a criteria for their <u>allocation</u> across categories of health

services,

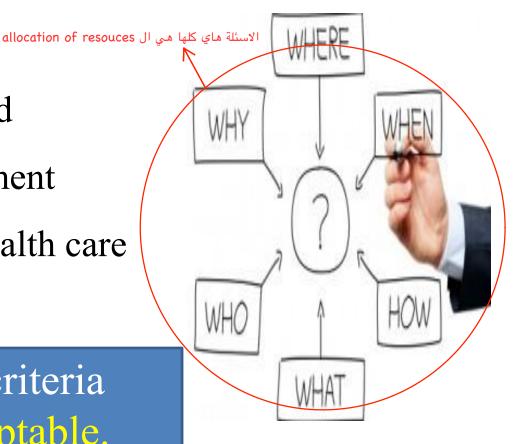
prevention programs and

• <u>infrastructure</u> development

payment methods for health care

providers

The set of allocation criteria must be publicly acceptable.



The approach used to <u>pay health providers</u> and to create <u>incentives</u> for them will have a great impact on :

- ☐ The cost,
- ☐ Efficiency and
- Quality of health services provided.

The two main elements of the payment system include the method of payment and the amount of payment per unit basis.

Different payment methods for health providers exist.

Health financing policies should have the ability to:

عس المفط بس المرفع

- 1. Improvement of health outcomes,
- 2. Provision of **financial protection**,
- 3. Ensuring **consumer satisfaction** in an equitable, efficient, and financially sustainable manner.
- 4. Providing policy-makers at global and country levels with the tools by providing an overview of health financing policy in developing countries.

Health service financing sources

- > Private expenditure
- Public expenditure: central and local government funds, where services are paid for by taxes and voluntary payments.
- External aid: aid program and international nongovernmental organizations

Health financing functions

ازاى اقدر حمع الابرادات

- *Revenue's collection: is the way health systems raise money from households, businesses and external sources.
- **Pooling** deals with the accumulation and management of revenues and it defined patients' population and geographic location to which revenues and expenses are determined.
- **Purchasing** refers to the mechanisms used to secure services from public and private providers, and it refers to the many arrangements for buyers' (patients) health care services to pay health care providers.

Health financing functions



Resource mobilization: how the health system generates and collects revenue



Pooling: combining financial resources from multiple sources to share the financial risk of paying for healthcare



شراء.

Purchasing: mechanisms to pay providers for healthcare services

تم بحمد الله 🍑