



# HEALTH ECONOMICS

Title : **Paying for healthcare**

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# Paying for Healthcare



**BEST  
HEALTHCARE  
PAYMENT  
METHODS**



How to be affordable cost?

هاي هي فكرة المحاضرة هاي والمحاضرات الجاي

**Dr. Omnia Elmahdy**

# 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 constraints.** قيود الموازنة العامة

لازم يكون في sources كثير مش source واحد فقط  
عشان توصل للناس كلها

مافي دولة بتقدر تعتمد على sector واحد فقط

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

اول اشي بعمل لل resources  
Mobilization and then allocation

ال المجتمع كلو بشارك في موضوع الموازنة العامة 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 تعريف ↗
- Affordability needs to be assessed also in relation to the:
  - **capacity** of individuals, **employers** and other public programs, such as **social insurance** schemes.
- In the end, <sup>السياسيين</sup> 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 organizational delivery structure for health services,
- Payment approach for health providers.
- The regulatory 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 delivery structure; تعتمد على الادارة
- ✓ · the allocation of resources; تخصيص الموارد
- ✓ · the Mechanisms for paying and incentive method for health providers;



The main methods of financing for health care include :

المفروض كلهم يكونو موجودات في كل دولة

1. The national health insurance system,

2. General revenue, الإيرادات العامة

3. Private insurance,

4. Out-of-pocket payments. المدفوعات 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 policies and focused spending mechanisms , the **poor and other ordinary people** are likely to left without care.

Equity takes place at different levels:

- Equity in financing,
- Equity in access 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 **allocation** across **categories of health services**,
- **prevention** programs and
- **infrastructure** development
- **payment** methods for health care providers

The set of allocation criteria must be **publicly acceptable**.

الاستئلة هاي كلها هي ال allocation of resouces



The approach used to pay health providers and to create incentives 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. <sup>①</sup> <sub>②</sub>

Different payment methods for health providers exist.

Health financing policies should have the ability to:

عس الحفظ  
بس اعرضي

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

ازاي اقدر جمع الإيرادات

❖ **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



تجميع:

**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 