

financial crisis: lessons from the European Region

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WHO's involvement and Oslo meeting

Generating the evidence

Emerging policy lessons and recommendations

Questions and priorities for future work



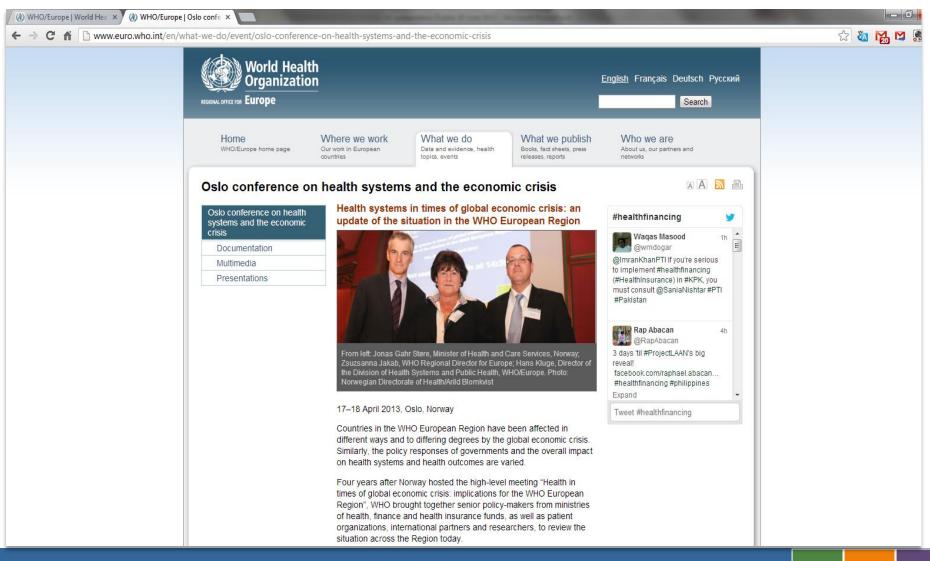
Why is WHO engaged?



Financial and economic crisis is threatening the health gains made across Europe in recent decades, and risks exacerbating the longer term challenges facing our health systems.



Oslo conference April 2013





WHO's involvement and Oslo-meeting-

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Examples of our technical work





Emerging policy lessons and recommendations



The crisis challenge: sustained decline in per capita public spending on health

2008 Andorra **France**

Luxembourg

Other constraints: uncertainty? time? info? capacity? opposition?

2009 Andorra Bulgaria Croatia Estonia Hungary Ireland Latvia Lithuania Romania San Marino **FYRM**

2010 Albania Armenia Croatia Czech Rep Estonia Finland Greece Iceland Ireland Latvia Lithuania Montenegro Slovenia Spain

2011 Andorra Armenia Czech Rep Germany Greece Ireland **Netherlands Portugal** Slovakia Spain UK



Access to effective care: responses

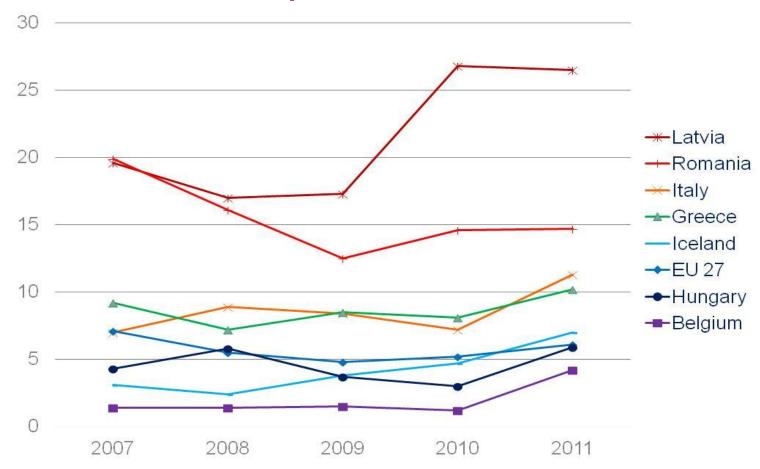
	Population entitlement	Benefits package	User charges
No change	ARM BUL CRO GER DNK EST FIN GEO HUN ISL ISR ITA MNE NLD NOR POR ROM SVK TUR UKR UK (22)	GER DNK FIN GEO ISR LVA NOR SVK SWE SLO TUR UKR UK (13)	BIH GEO ISR MNE MKD MLT NOR SRB SWI UKR (10)
Better coverage	AUT BIH BEL GRC FRA LTU MLD MKD SRB RUS SWE SWI (12)	ARM AUT BGR BEL HRVFRA ISL ITA MLD MNE MLT SRB (12)	AUT BEL GER DNK HUN SVK (6)
Worse coverage	CYP CZE ESP IRL (4)	BIH SWI CYP CZE EST GRE ESP HUN IRL LTV NLD POR ROM RUS (14)	ARM BGR HRV CYP CZE IRL ISL MLD ROM SWE SVN (11)
Mixed effects	LVA SVN (2)	MKD (1)	EST GRE ESP FIN FRA ITA LVA NLD POR RUS TUR UK (12)

Source: Sarah Thomson /

OBS/WHO survey



Unmet need is rising in the poorest quintile



Source: EU SILC

Source: Sarah Thomson



#1. Short-term policy responses to fiscal pressure should be consistent with long-term health system goals and reforms

- Moving towards and /or sustaining universal coverage
- Health-in-all policies focused on risk factors related to noncommunicable diseases
- Emphasis on health promotion and disease prevention
- Coordinated service delivery systems based on primary care and community care



Regional Committee for Europe Sixty-second session

Malta, 10-13 September 2012

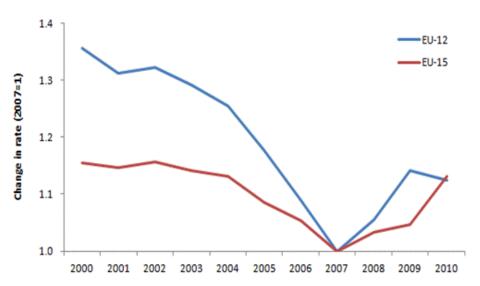


Health 2020: a European policy framework supporting action across government and society for health and well-being

#2. Fiscal policy should explicitly take account of health impact

 There is strong evidence that negative health effects arise during financial crisis and economic recession, particularly for the poor and vulnerable

Suicides in the European Union pre- and post- 2007



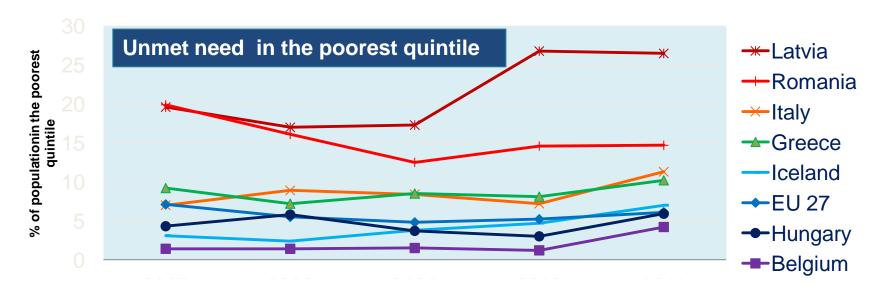
#3. Social safety nets and labour market policies can mitigate the negative health effects of financial and economic crisis

- Investing in social safety nets and unemployment benefits is good health policy
- Health systems need to ensure absorptive capacity for the increased demand for mental and physical health services expected during times of crisis



#4. Health policy responses make a difference for health outcomes, access to care and population financial burden

- Absorb budget cuts through supply-side measures before shifting costs onto patients
- Cut wisely avoid across-the-board cuts and target inefficiencies
- Protect the poor and vulnerable



#5. Funding for public health services must be protected

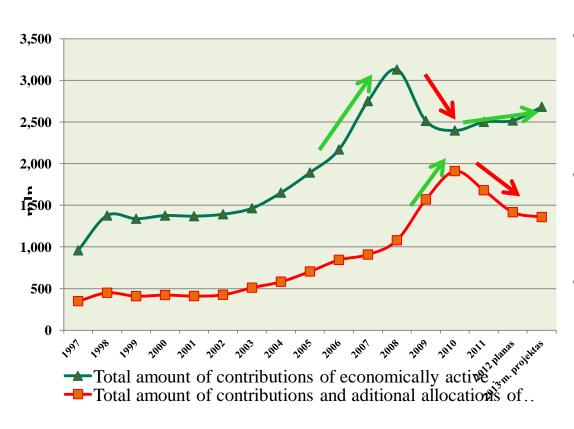
- Fiscal pressure brings into even sharper focus the need to ensure that health spending is costeffective
- Public health services are proven investments that can improve health outcomes at relatively low cost
- Public health contributes to economic recovery







#6. Fiscal policy should avoid prolonged and excessive cuts in health budgets



- Demand for health services increases as unemployment rises and household incomes fall
- There is a case for a counter-cyclical approach to public spending
- This requires responsible fiscal and economic policies during periods of economic growth

Source: G. Kacevicius

#7. High performing health systems that are more efficient are better prepared and more resilient during times of crisis



#8. Deeper structural change in health systems will take time to deliver savings

- The prolonged nature of the crisis means that structural change may be required beyond the initial policy responses e.g. reducing pharmaceutical prices
- Fundamental reforms with structural change often require up-front investment
- Budget allocations to health should take this into account.
- Health systems must continually seek efficiency gains and not only once crisis hits.

#9. Safeguarding access to services requires a systematic and reliable information and monitoring system

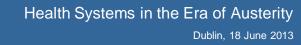


#10. Prepared and resilient health systems result primarily from good governance

- The crisis is a test of good governance in health systems to protect equity and solidarity
 - prudent fiscal policy
 - continual attention to efficiency
 - responsible management of public resources





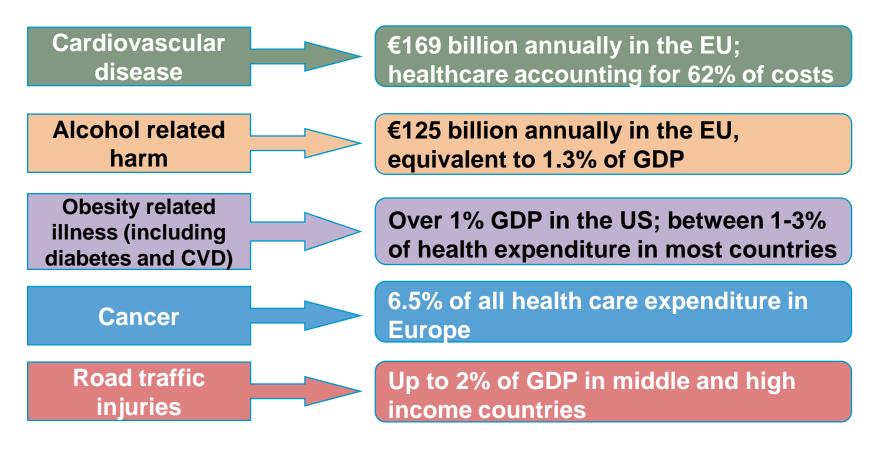




Emerging policy lessons and recommendations Questions and priorities for future work



How can we spend more efficiently?



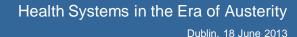
Sources: Leal (2006), DG Sanco (2006), Stark (2006), Sassi (2010), WHO (2004)



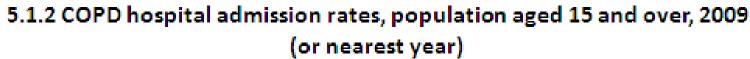
Role of the hospital under question

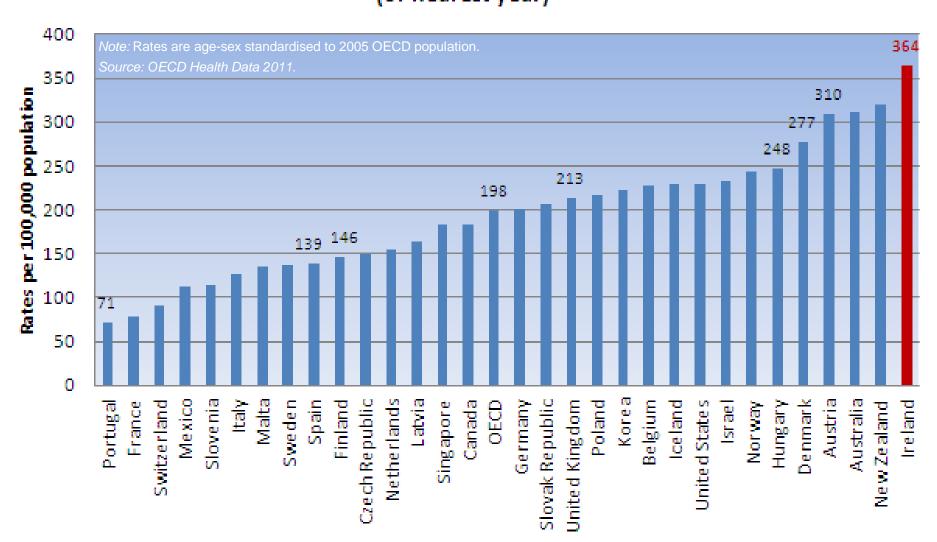
- Often seen as inefficient, both in terms of <u>internal</u> organization (clinical silos) and inappropriate activity (treating PHC-sensitive cases)
- In many countries represent a significant misallocation of resources
- Insufficiently coordinated with primary care external
- Growing quality and safety concerns
- Rural areas? What is desirable / possible?
- Large fixed cost takes time to adjust





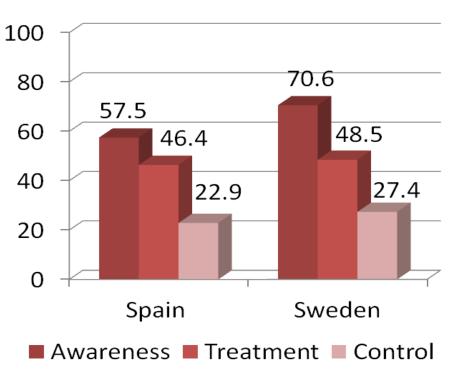
Unnecessary admissions - COPD





Room for improvement

Awareness, treatment and control of hypertension



- Two countries with free and widely accessible primary care (i.e. full coverage)
- Why is there such poor awareness of own blood pressure, low treatment rates, and poor control?

Source: Wolf-Maier, et al. 2004. "Hypertension treatment and control in five European countries, Canada, and the United States" *Hypertension* 2004;43;10-17.

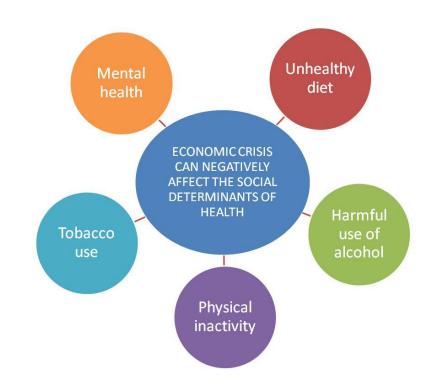
CREDIT: M. JAKAB



How can we better monitor the health effects of economic downturns?

Monitoring the health impact of the crisis during the crisis

A priority area of joint work for the future







THANK YOU

