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Private sector participation in SEAR countries in response to COVID-19

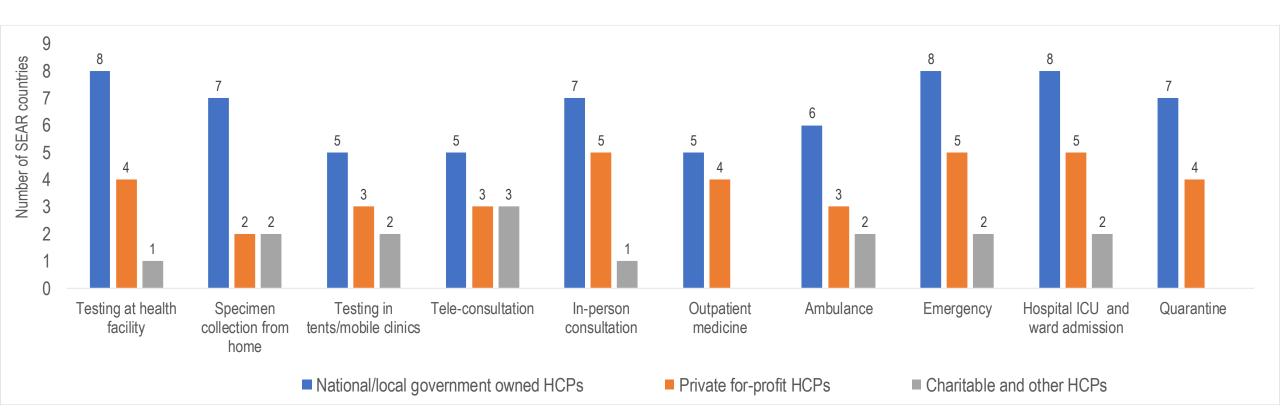
# COVID-19 mini rapid survey: service purchasing and private sector participation in SEAR countries

#### 10 questions and 8 responses

#### **Domains:**

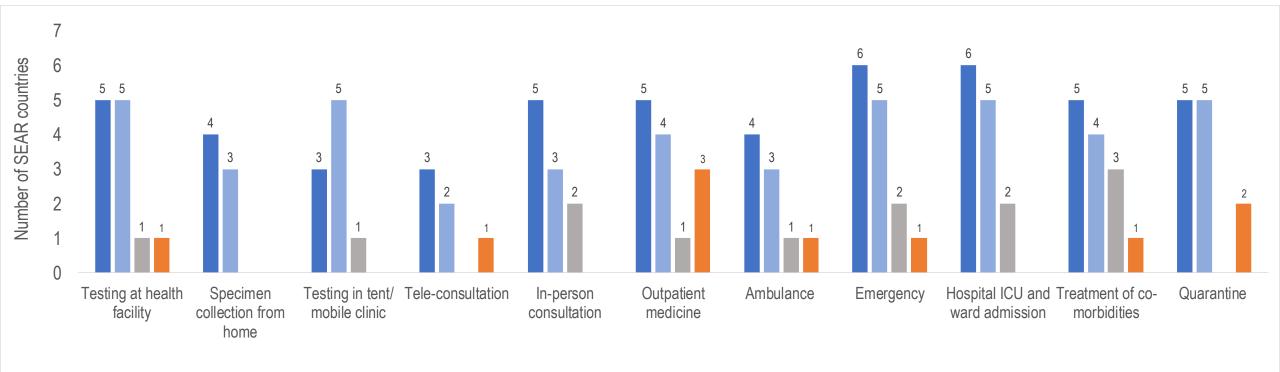
- Type of services and type of providers
- Payers
- Process for selection of private providers (if any)
- Legal framework, relationship between purchaser, MoH and contracted facilities
- Contractual agreements with private providers
- Payment methods and rates
- Quality standards, information collection and monitoring
- Main challenges and good practices in engaging with the private sector

#### Who are the COVID-19 service providers in SEAR?



In the 8 countries surveyed, private providers have already been contributing to all COVID-19 health services to a varying degree

## How are the COVID-19 services funded when provided by public and private providers?



Government regular budget for health

SHI/government sponsored health insurance

National Emergency Fund

Direct out of pocket payment for the whole or some of the costs of the services

They are largely funded by government budgets (both regular and for emergency purposes) and resources from public health insurance programmes

### What are the purchasing arrangements?

- In several countries, the Ministry of Health (MoH) is the purchaser of private health care services such as in Nepal, Bangladesh, Timor-Leste
- In others, public health insurance agencies are the main purchasers of COVID-19 services from both public and private providers e.g. Thailand, Indonesia and India
- For patients that are not enrolled in a health insurance scheme, the MoH purchases the required COVID-19 related health services
- Most countries resorted to more straightforward and faster processes to select health care providers
- Most governments in the region have applied existing legal frameworks to engage private providers in the COVID-19 response and only a few countries initiated emergency modalities.

#### Which payment methods are being used for the private sector?

Countries	Testing at health facility		Testing in tents or mobile clinics		Tele- consultation		In-person consultation		Ambulance		Emergency unit care		Hospital ICU and ward admission		Treatment of co-morbidities		Quarantine		
	МоН	SHI	МоН	SHI	МоН	SHI	МоН	SHI	МоН	SHI	MoH	SHI	МоН	SHI	МоН	SHI	МоН	NEF	SHI
Nepal	FFS		FFS		FFS		FFS		FFS		CB		СВ		CB		Р	Р	
Bangladesh	LIB		LIB		LIB				LIB		LIB		LIB		LIB		LIB		
Timor-Leste	LIB						LIB		LIB		LIB		LIB		LIB			СВ	
Thailand		FFS		FFS				FFS		FFS		FFS		Р		CB			
Indonesia		FFS		FFS		FFS		FFS		FFS		FFS		FFS		FFS		FFS	
India	FFS	FFS	FFS	FFS				FFS		FFS	Р	Р	Р	Р	Р	Р			
MoH- Ministry of He	alth for G	iovernm	ent regul	lar budge	et for hea	lth			FFS-Fee	forserv	ices		P-Perdie	m paymer	nt				
NEF-National Emerg	ency Fun	ds							LIB-Line	item buo	dgets								
SHI- Social health insurance and other government sponsore				nsored s	chemes			CB-Case	based pa	ayment									

- Fee for services appears to be the most commonly used payment method, especially for testing, consultations and ambulance services
- Formal price negotiations to set payment rates, either on a bilateral basis or through group negotiations between purchaser and providers were observed across several countries
- There were some instances of reluctance to provide ICU services for COVID-19 patients at the current payment rates.

#### What kind of monitoring mechanisms are used?

Countries	Monitoring bodies
Nepal	All three tiers of government – Federal (Ministry of Health and Population), Health Division of Provincial Ministry of Social Development and Health Sections of Local government(Municipalities)
Bangladesh	Health facilities' own internal bodies
Thailand	Ministry of Public Health Departments (Department of Disease Control, Department of Medical Science, Department of Health Service Support), National Health Security Office
Indonesia	President's office (special COVID-19 task force) – for both public and private sector
India	National and State level Health Agencies and Health Missions

- Guidelines require a specific set of data on COVID-19 cases to be reported by health care providers
- Reporting is mandatory for all types of providers in all countries in the region
- In most countries, not only the purchaser but also regulatory agencies such as Disease Control Departments are closely involved in COVID-19 care delivery monitoring.

#### Recommendations

- Map out gaps in the public sector and capacities in the private sector
- Use largely public financing and avoid direct out of pocket payments
- Establish strategic purchasing relationships and clarify which agency/ies will perform the purchasing functions
- Select providers based on a minimum set of criteria for the provision of COVID-19 related services
- Explore whether existing contractual arrangements with the private sector are adequate to scale up and, if not, identify necessary adjustments
- PPMs and rates will depend on the existing payment and claims management system and incentive system towards private providers
- PFM rules should allow for a prompt flow of funds to providers
- Reporting and monitoring mechanisms need to be in place:
  - To ensure quality, compliance with treatment protocols, patient referral rules, etc.

## Questions to the audience to be answered through the Webex chat-box

- Has COVID-19 led to an increased involvement of private providers of health services to respond to the crisis in your country?
- How is your government, contracting private health facilities for COVID-19? If so, are there any new practices/approaches in how these facilities are contracted?
- How is your government monitoring the quality of private health facilities when they provide COVID-19 services?