

# #0 HEALTH, AUTONOMY AND BIOTECHNOLOGY: ECONOMY AND ORGANIZATION

Michèle KANHONOU September 14th, 2022

#### Term contract: what to expect in this course

#### DVO

Lecture outline

Ppt in full versions

Reading material

#### Lecture rhythm

1h30 blocks: attendance and lecture

**OVERVIEW** 

... hopefully, knowledge!

#### Course evaluation

- 01 September 14th
- <u>02</u> September 21st Online
- 03 September 23rd
- <u>04</u> September 28th Online
- 05 October 7th > Quiz1
- 06 October 12th Online
- 07 October 19th
- 08 November 9th Online
- <u>09</u> November 10th Online > Quiz2

- 10 November 23th
- 11 November 30th
- 12 December 09th
- > Conference on Health management
- + Your session presentions

Quiz = MCQ Where?

On what?

Grades by the following class

Point on

presentations

+ session

#### General rules

Recorded lectures:

ideally, be within the camera-covered zone

Online lectures:

ideally, keep you camera on

And also:

Be on time

Participate

Keep you Zoom updated



#### Lecture general objectives

#### **Understand:**

- Health organization in France/industrialized countries and its financing, management, regulation, evaluation
- Growing interest for an improved quality of life and for research/innovation
- Population unequal access to health systems and biotechnologies for diagnostic and therapy
- The French society and the social reponsabilities that (SB/HEBT) engineers can represent



## #1 FROM THE CONCEPT OF HEALTH TO HEALTH ECONOMY

Michèle KANHONOU September 12th, 2022

### LECTURE OVERVIEW

#### 08. Health: a concept

- Definitions
- WHO
- 1 coin, 2 sides

#### 16. Towards health economy

- Medical economy
- Rationalization of budget choices (RBC)

#### 16. Towards health economy

- Health economy: between CREDOC and RBC
- Political health economy

#### 28. Term outline

- Lectures 2 to 12



## HEALTH: A CONCEPT



What is health (in one word)?

Security.



#### Health: Wiki definition

« Health is a state of complete physical, mental and social well-being and not merely the absence of disease or infirmity. »

Immediately followed by:

« The meaning of health has evolved over time. »



#### Health: World Health Organization (WHO) definition, 1946 to 1948

« Health is a state of complete physical, mental and social well-being and not merely the absence of disease or infirmity. »

- Introduction of the WHO constitution
- International Health conference (but not the 1st to have this initiative International health cooperation: 1851, maritime quarantine requirements)



After 2 years of deliberations/ratifications,
 signed by 61 countries: an « official » definition for health

#### Health: World Health Organization (WHO) definition, 1946 to 1948

« Health is a state of complete physical, mental and social well-being and not merely the absence of disease or infirmity. »

Limits/critics

Can not be a state (can nor be measured)

Too broad (everyone is satisfied)

Idealistic (spiritual, environmental, cultural dimensions avoided?)



• +

Health is subjective, multidimentional, contextual



#### Health: World Health Organization (WHO) definition, 1986

#### The Ottawa Charter for Health Promotion, Prerequisites for Health

- « The fundamental conditions and resources for health are:
  - peace,
  - shelter,
  - education,
  - food,
  - income,

- a stable eco-system,
- sustainable resources,
- social justice, and equity. »



+ Biological, individual, social dimensions

#### Health (WHO): 1 coin, two sides

Fundamental human right

Central to the concept of quality of life/autonomy

Individual

VS

- Worldwide social goal
- Involves individual, state and international responsibility

Its maintenance is a major social investment

**State involvement** 



## LECTURE OVERVIEW

#### 08. Health: a concept

- Definitions
- WHO
- 1 coin, 2 sides

#### 16. Towards health economy

- Medical economy
- Rationalization of budget choices (RBC)

#### 16. Towards health economy

- Health economy: between CREDOC and RBC
- Political health economy

#### 28. Term outline

- Lectures 2 to 12



## TOWARDS HEALTH ECONOMY



When did we start thinking about « health economy » in France?

After WW2.



#### 2 major key periods

Changing experts involved in health politics:

- Medical economy ~ 1950
- Health economy ~ 1970



Public authorities preoccupied by health spendings:

- Not to reduce them
- But to ensure legitimate but costly expenditure is covered

Not political figures but **MD** (hospital doctors) close to public scene. No ministers, no ministries.



- Within the CREDOC (Research and Documentation Center on Consumption) and DEM (Medical economy division)
- Studies on medical spendings: observation, not control
- Comptes nationaux de la consommation (1st <u>Comptes de santé</u>)

[...] retracent les dépenses et analysent la consommation de santé en France et les financements correspondants (Assurance maladie, État, organismes complémentaires ou directement des ménages)



→ Health economy = **Medical economy** 



Medical economy



+

Universal health insurance (Assurance maladie, 1958)



... It all seems perfect, until the 70'

... out of control health expenditure

- Economic growth slowing down (PIB ≥ )
  - How to decrease the most important spendings?
- Under prime minister Michel Debré and president De Gaulle Operation of French Ministry of Economy and Finance Rationalization of budget choices (Rationalisation des choix budgétaires)
- Public actions made in economic terms
   to prioritise investment scenarii according to efficiency



• Public actions made in economic terms? **Methodology**:

Use of costs/advantages ratios
Investment vs saved lives (road safety, defense)

- Mathematical tools to allocate budgets
- Economist engineers vs MD: spendings vs health considerations



#### In 1970

- « Health RBC cell » transfered from Ministry of Economy and Finance to the Ministry of Health: clear message: health = health and its spendings
- In a few months, **Investment vs saved lives** studies on:
  - flu vaccination,
  - mental health management,
  - perinatal managenent.
- Main criticism: a priori decisions



Who <u>CREDOC (50')</u> <u>RBC (70')</u>

Profiles MD Economist engineers/Economists

Where National organisation Ministry of Health

CREDOC's Medical Economy Division

What Ensure health legitimate expanditure Public actions in economic terms

Methodo. Documenting health spendings Investment vs saved lives studies

**Critics** Incomplete data (... MD salaries) A priori/not-medically-based decisions



#### **Nowadays**

Why political?

Several dimensions or ministries actually involved and **cooperating** Economic, legal, social, sociological, religious, cultural, anthropological...

- 1- Human sciences
- Equity and philosophical bases for health/wellness/autonomy
- Orient public politicies
- 2- Exact/technical sciences and medecine
- Shape health/wellness/autonomy



### LECTURE OVERVIEW

#### 08. Health: a concept

- Definitions
- WHO
- 1 coin, 2 sides

#### 16. Towards health economy

- Medical economy
- Rationalization of budget choices (RBC)

#### 16. Towards health economy

- Health economy: between CREDOC and RBC
- Political health economy

#### 28. Term outline

- Lectures 2 to 12



## TERM OUTLINE



#### #2 The French health system: organization

- Overview
- Organization and management
- Funding
- Delivery of care
- State intervention and regulation



#### #3 Health supply and demand: market and particularities

- Health and healthcare demands
- Uncertainty and risk
- Health supply: concurrency, monopoles and regulation
- Health demand and health insurance



#### #4 Analyze and evaluate health policies

- Methods and tools
- Fundamental principals of economics evaluation (quality of life vs health; costs/advantages ratio)
- Interpretation fir decision support and limits

#### Health systems: international comparisons

- Issues and challenges of the health systems' organization
- Which differences? Health systems' funding and regulation
- How to evaluate their performances



#### #5 Regulation of the healthcare expenditure

- The French healthcare system: origins and health accounts
- Who is to pay?
- How to rationalize the health system?
- Which economic, social and public health consequences?



#### #6 Hospital health supply

- Hospital health care: a description
- Hospital theoretical principals
- Funding: principals, risk, evolution
- The French hospital reforms



#### #7 Health inequities

- Evolution of the social inequalities
- The difficulty in measuring health
- Gender disparities. Territorial disparities
- National policies against social inequalities
- In practice: mental health and obesity



## #Term presentations: for a country of your choice, investigate

- Actual consideration of health economy (and/or historical variants: medical economy, health political economy)
- Organization of its health system
- State of the health market
- Analysis and evaluation of its health policiess
- Regulation of the healthcare expenditure
- Hospital health supply
- Existing health inequities and management





## Q & A?

The French health system: organization. September 14th, 2022



**COMING UP NEXT** 

## #2 THE FRENCH HEALTH SYSTEM: ORGANIZATION

September 21st, 2022