



Malaysia NHA Results

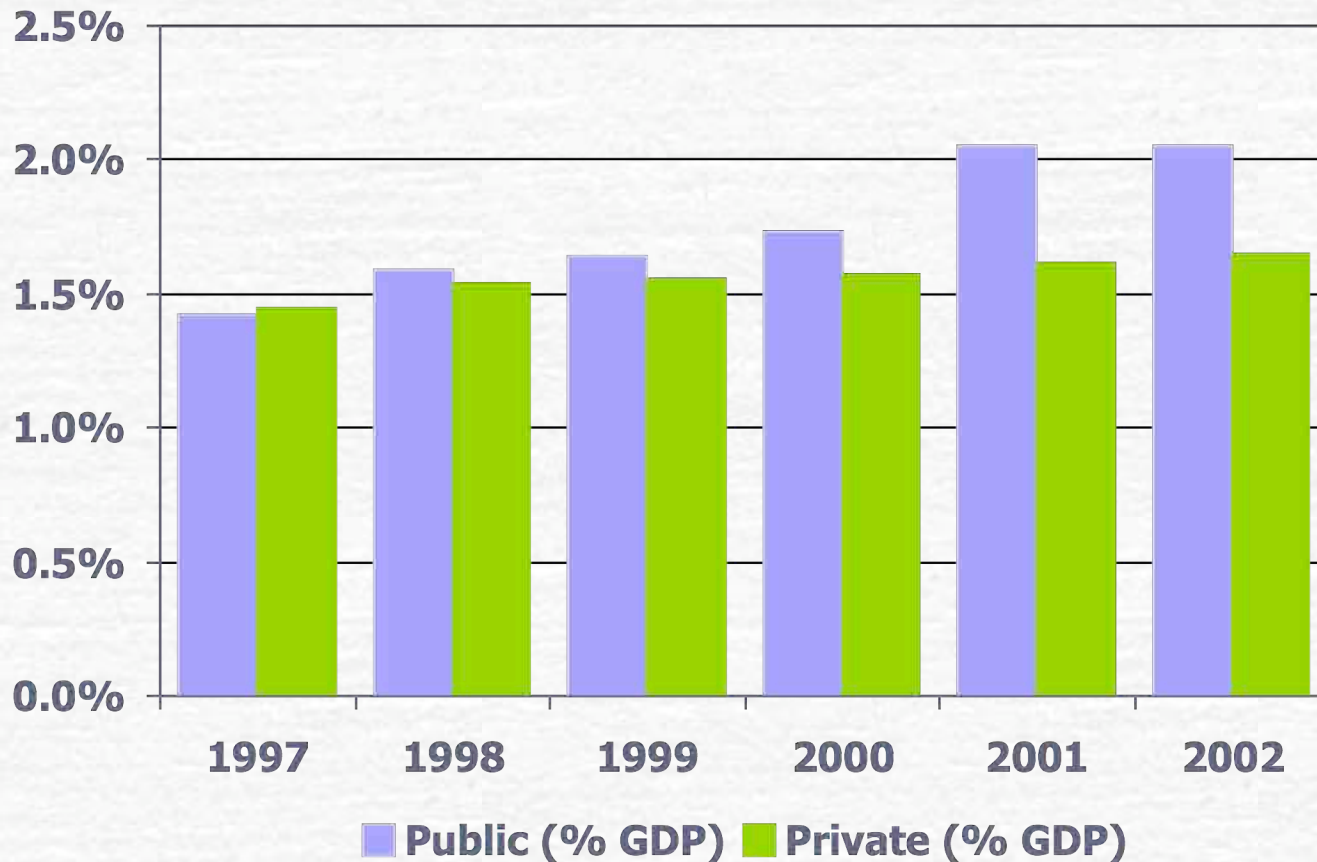
Trends and Issues in the Public-Private Mix in Financing

MNHA Policy Dialogue Workshop
Kuala Lumpur
19 September, 2006

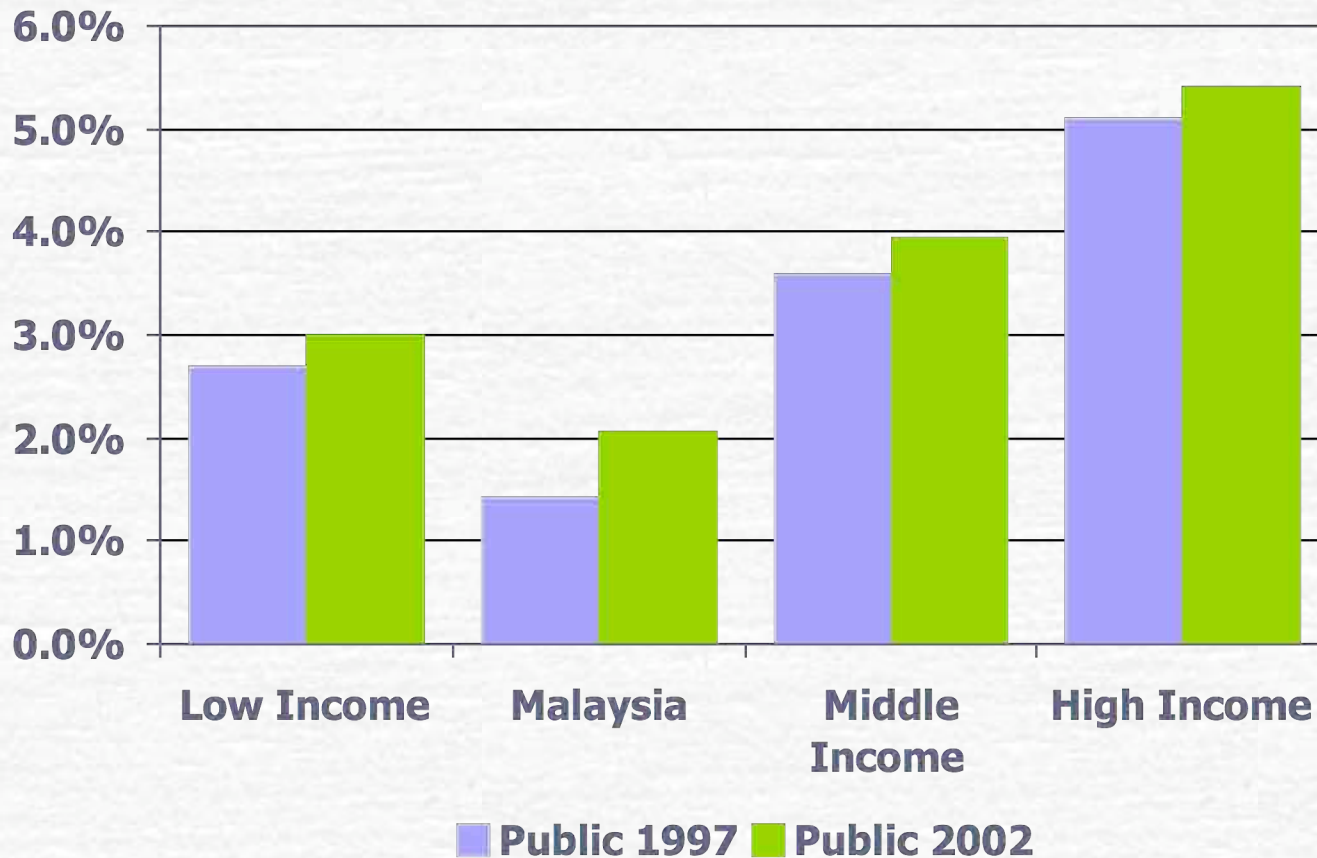
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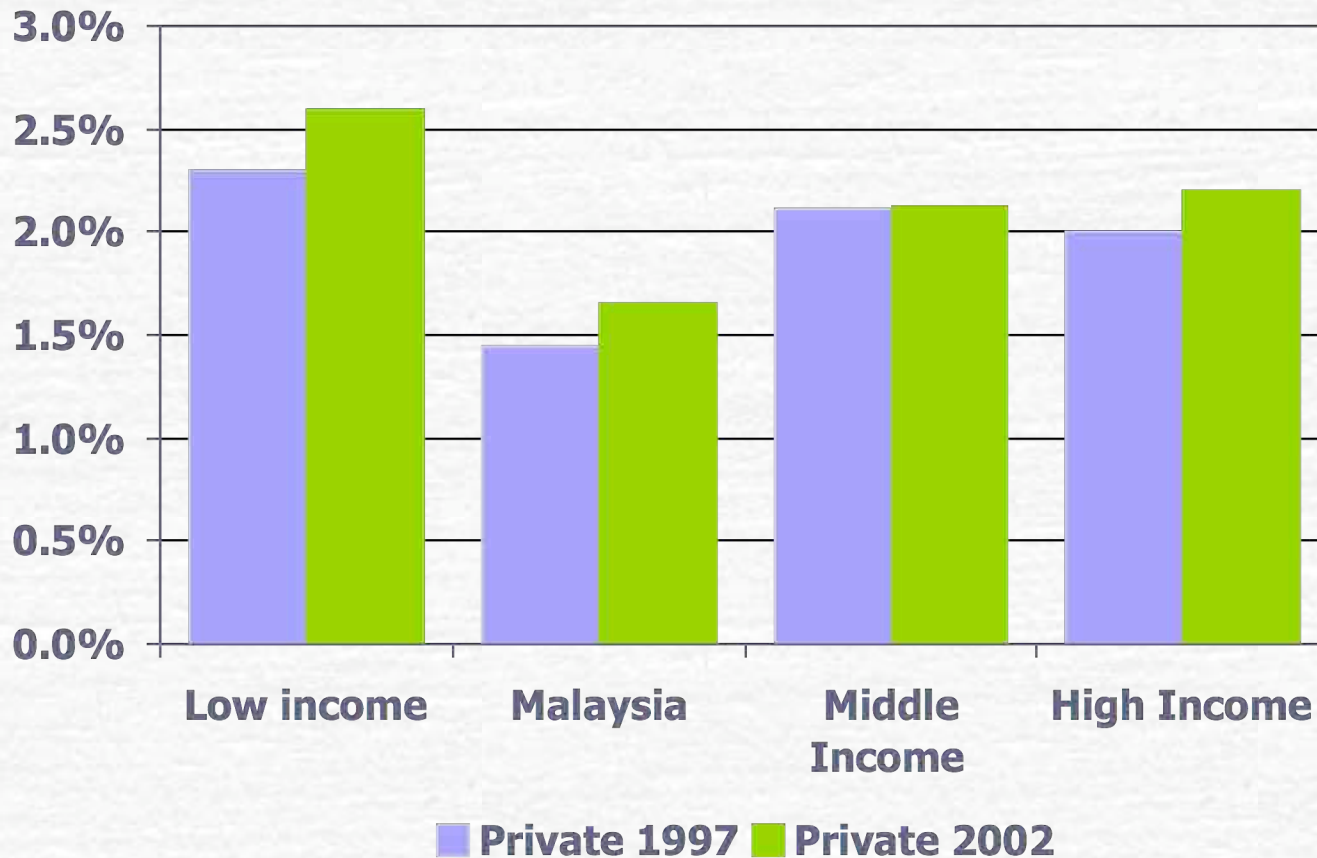
Public/Private Expenditure, Malaysia 1997-2002



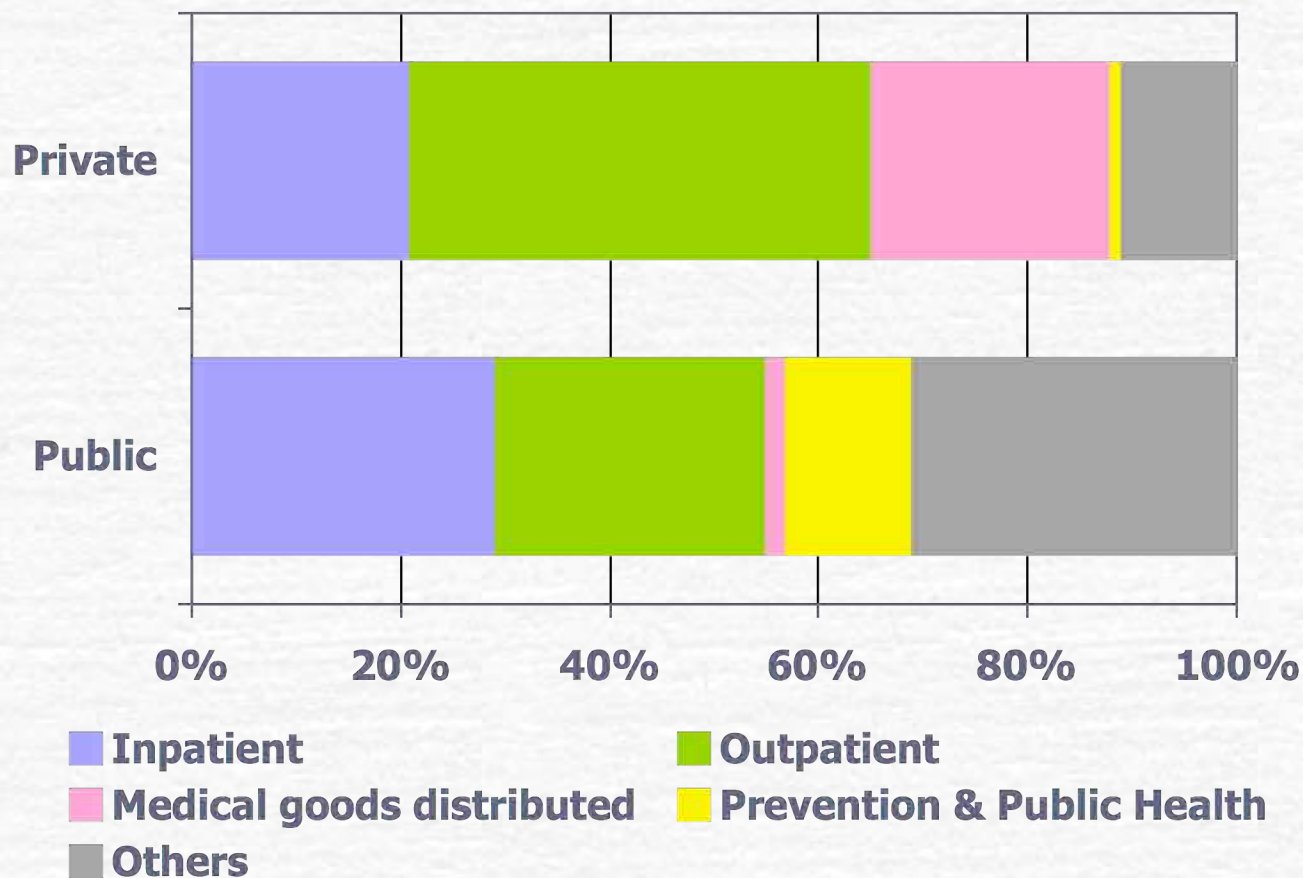
Global Trends in Public Expenditure, 1997-2002



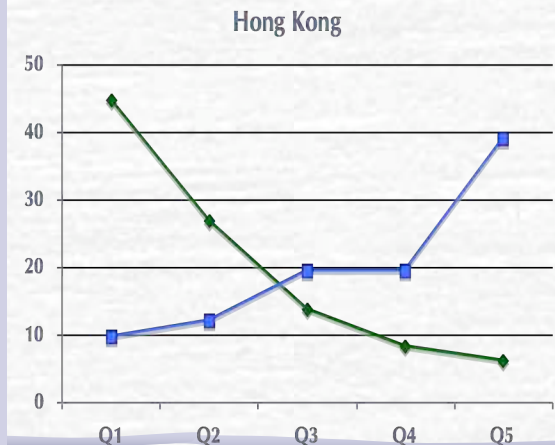
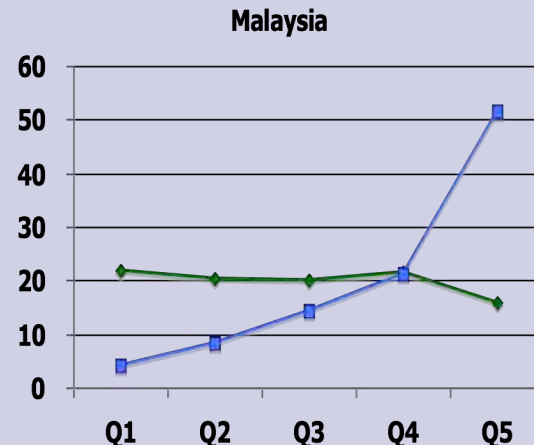
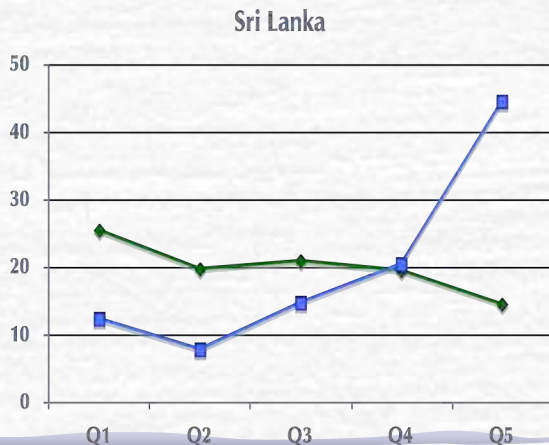
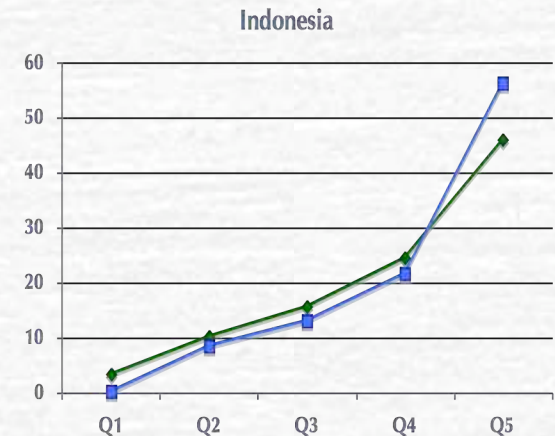
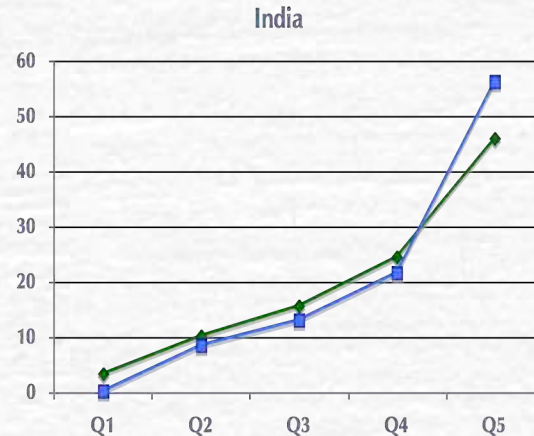
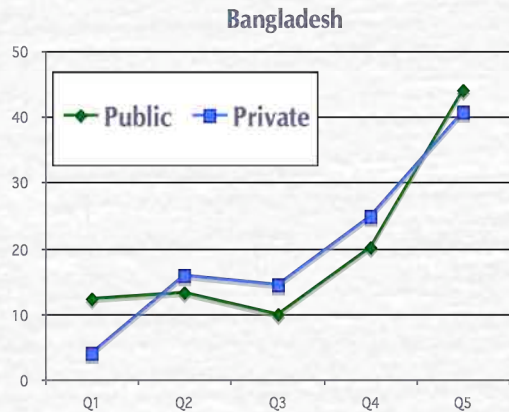
Global Trends in Private Expenditure, 1997-2002



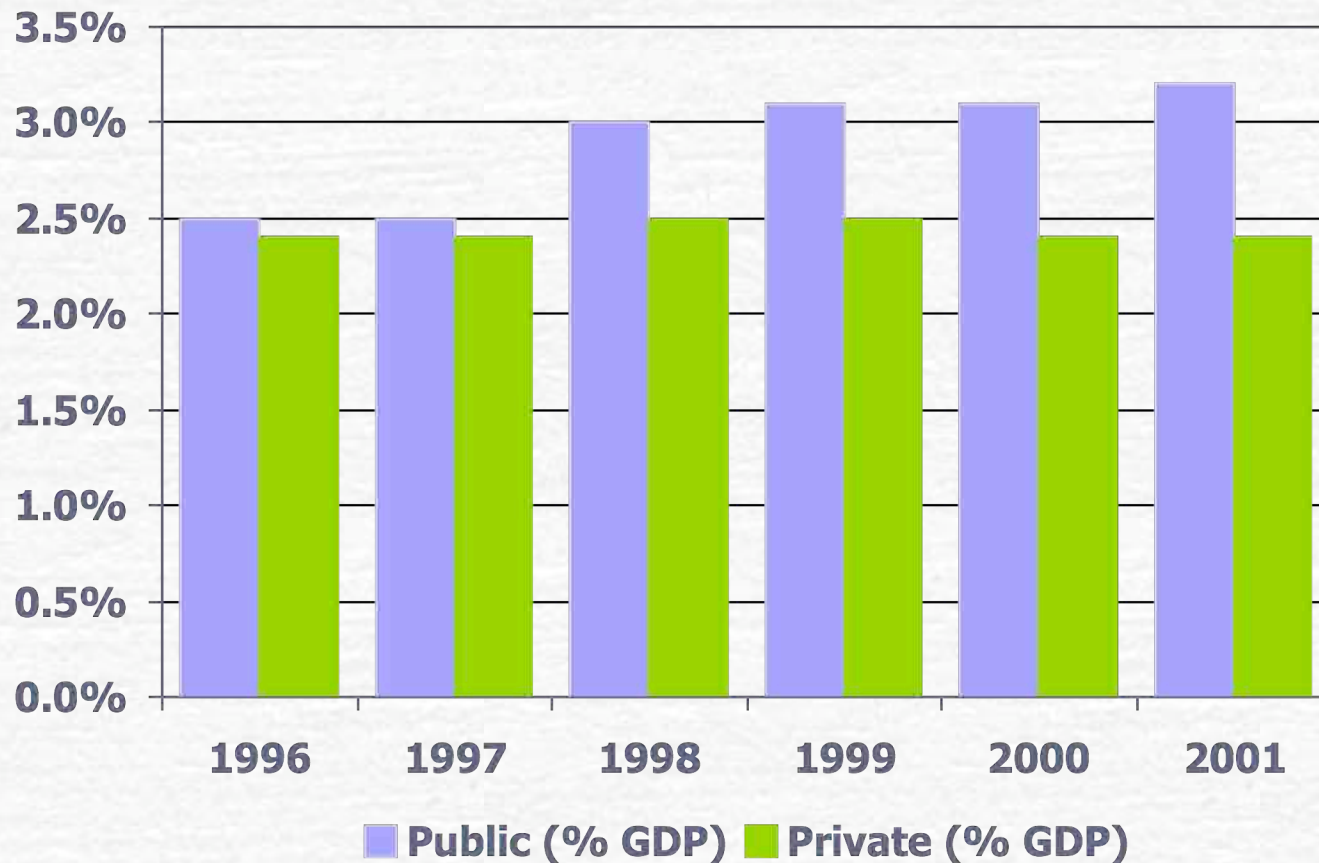
Use of Public and Private Expenditures, Malaysia 2002



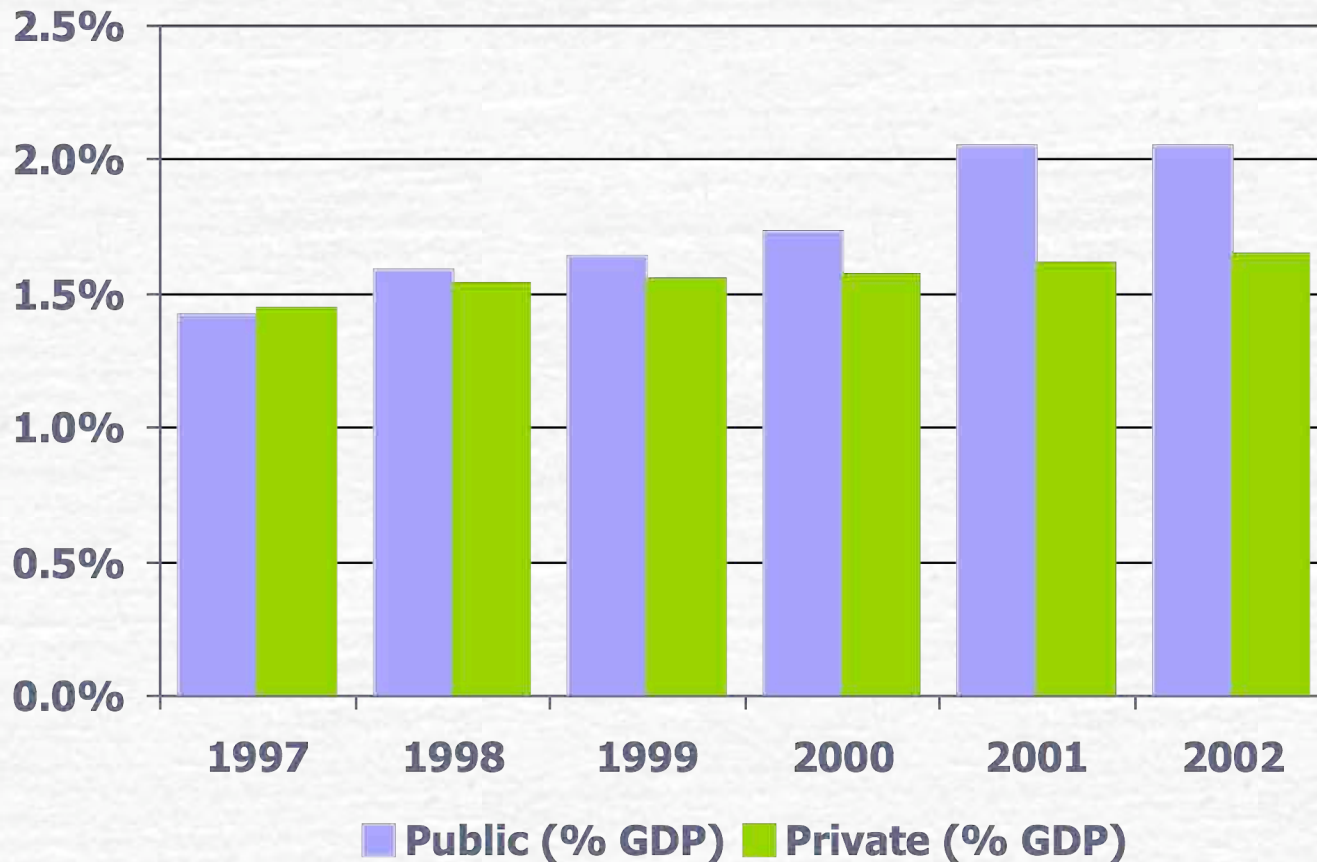
Public-Private Mix in Inpatient Care by Income



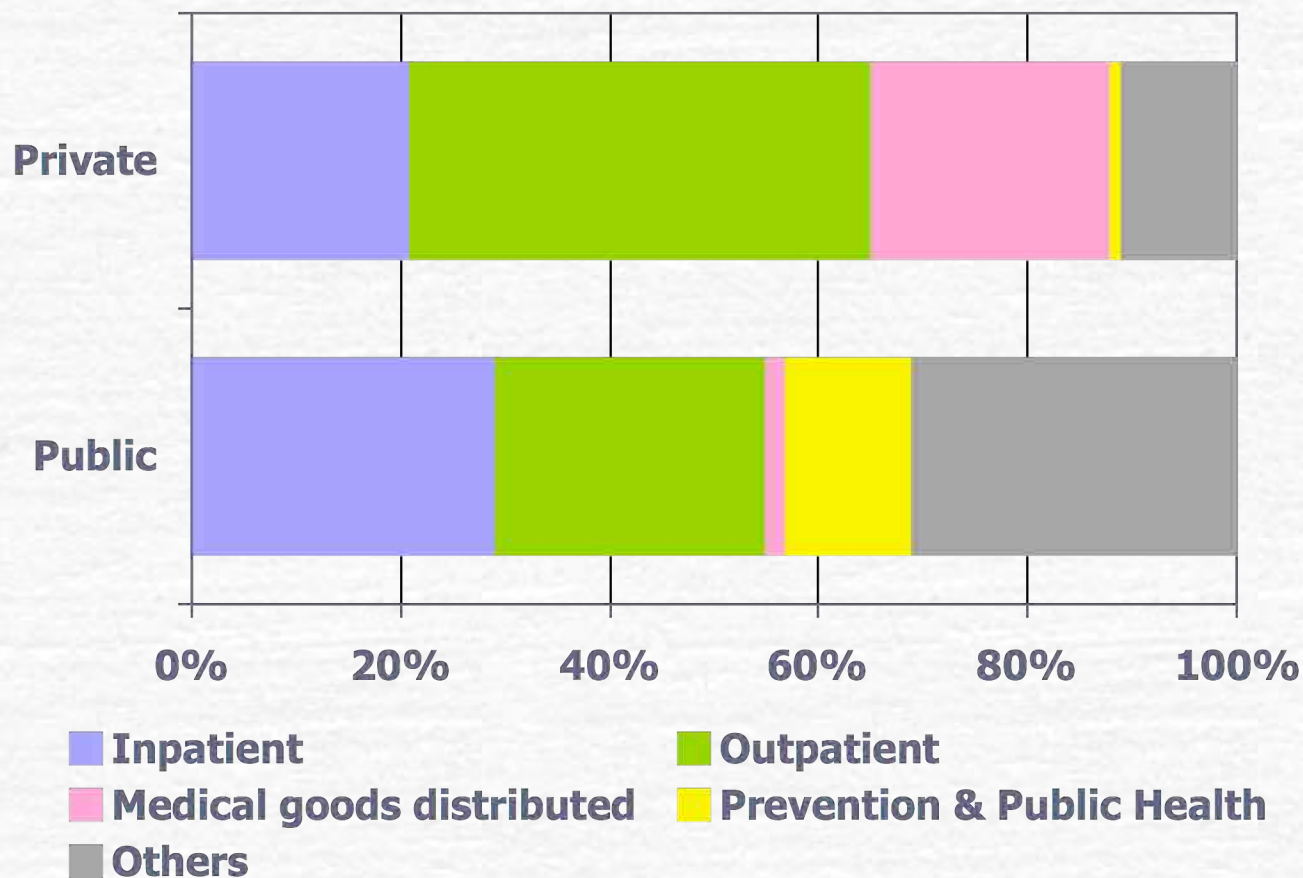
Public/Private Expenditure, Hong Kong SAR 1996-2001



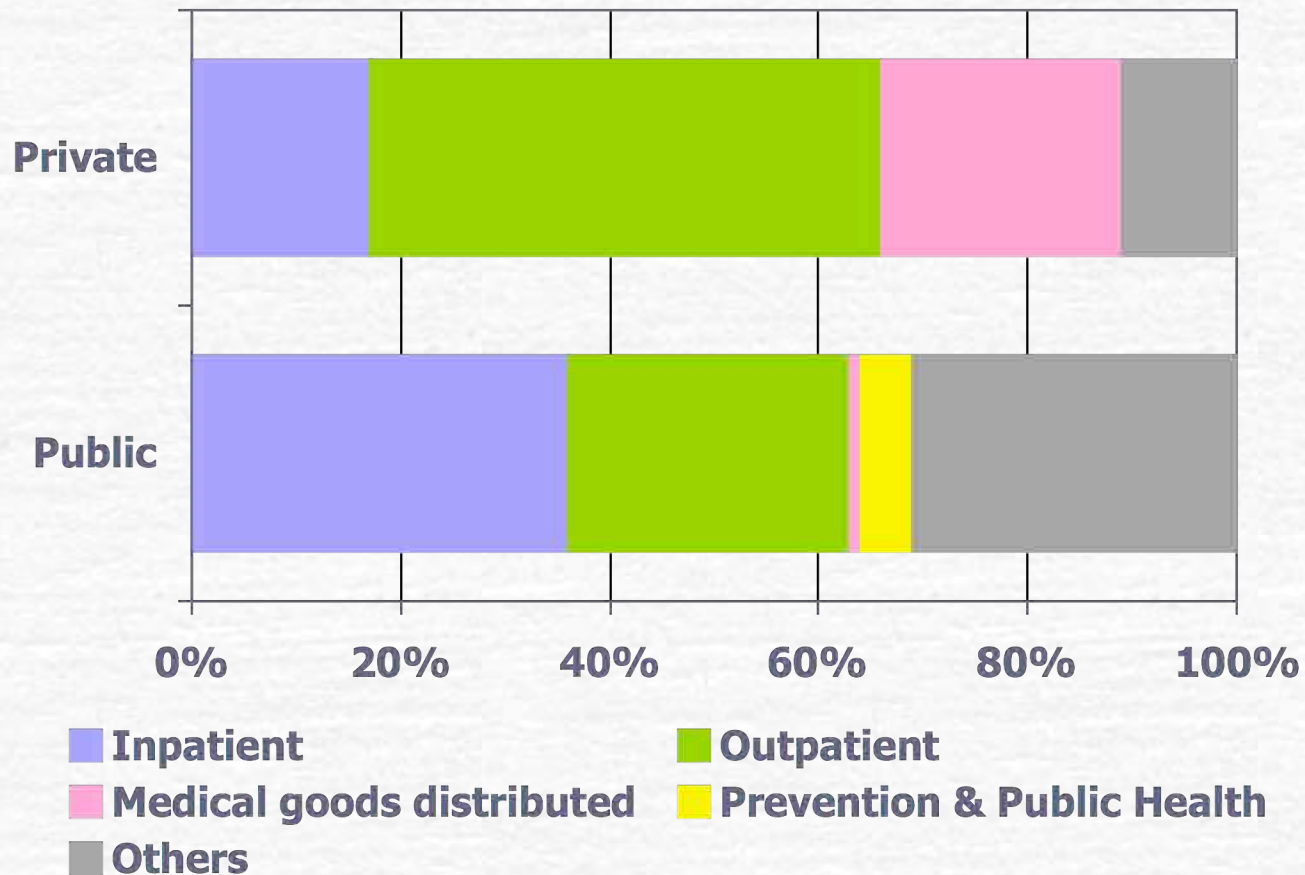
Public/Private Expenditure, Malaysia 1997-2002



Use of Public and Private Expenditures, Malaysia 2002



Use of Public and Private Expenditures, Hong Kong 2001



Some perspectives on trends

- Malaysian public expenditures have been low by international comparisons
- The increase in public spending reflects catching-up and a response to insufficient inadequate public spending
- The trend in private spending is consistent with international experience that it does not increase with development

Some perspectives on the mix

- Malaysia's public-private mix is unusual and most closely resembles Hong Kong, Sri Lanka, etc
- Strong public role in inpatient & preventive health funding, with private funding outpatient, medicines, etc
- Public spending well-targeted to poor, with middle and rich households choosing private outpatient, and rich choosing private inpatient
- Likely shortfalls experienced with increasing burden of private hospital and private medicine spending & increasing expectations for better quality

A global perspective on likely future trends

- ☞ Total health expenditure will increase
 - Mostly will be an increase in public spending
- ☞ Increase in public spending will focus on
 - Enhanced funding for inpatient care
 - Funding of outpatient medicines
- ☞ Public spending might be financed by increased taxation or social insurance