# The "open method of coordination" in European health systems



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"The European Union and Health Services – The impact of the Single European Market on Member States" (editors: R. Busse, M. Wismar & P. Berman; Amsterdam: IOS Press, 2002)



At European level, health services have to adapt to market rules, while at national level, health services are seen as part of a social model.

To overcome this situation and to ensure the social status of health services, we need – possibly paradoxically – to develop a European health policy.

### If we accept that conclusion, the question is:

Should European health policy be based mainly on the "regular" instruments (regulations, directives etc.) or on the open method of coordination?

### How could the open method of coordination be applied to health care?

Which objectives and indicators are politically agreeable and methodologically sound?

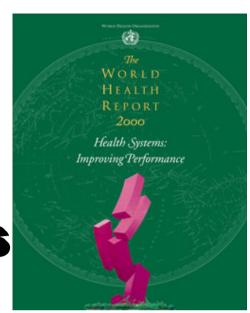
#### Commission report 12/01:

- General access to health care
- High quality of health services
- Financial sustainability of health care



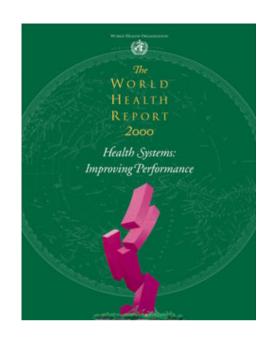
But: which indicators, how to quantify these objectives?

### A look at another experience: The World Health Report 2000 Goals of health systems



- Improving health
- Enhancing responsiveness to the legitimate expectations of the population
- Assuring fairness of financial contribution

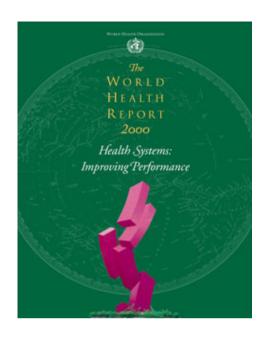
### Improving health



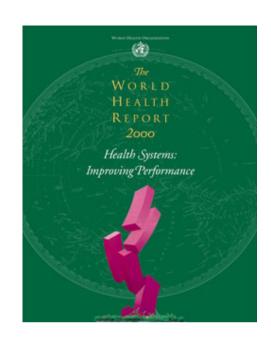
- Improving the average level of population health (including fatal and non-fatal components)
- Reducing health inequalities or improving the distribution of health

## Components of responsiveness

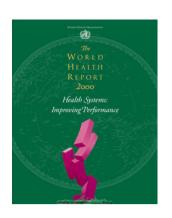
- Respect for persons
  - Dignity
  - Confidentiality
  - Autonomy
- Client orientation
  - Prompt attention
  - Access to social support networks
  - Quality of basic amenities
  - Choice of provider



## Fairness of financial contribution



- Every household pays a fair share
- Fair share depends on conception of fairness
- Two components:
  - progressivity of payments
  - extent of prepayment



# Can the WHR approach be used for the open method of coordination?

- WHR objectives and performance assessment interesting and in principle useful approach;
- Objectives are good basis, but need to be refined, e.g. by
  - including further indicators and
  - linking indicators to health system functions;
- "Performance" assessment requires a methodologically sounder basis (index construction questionable).



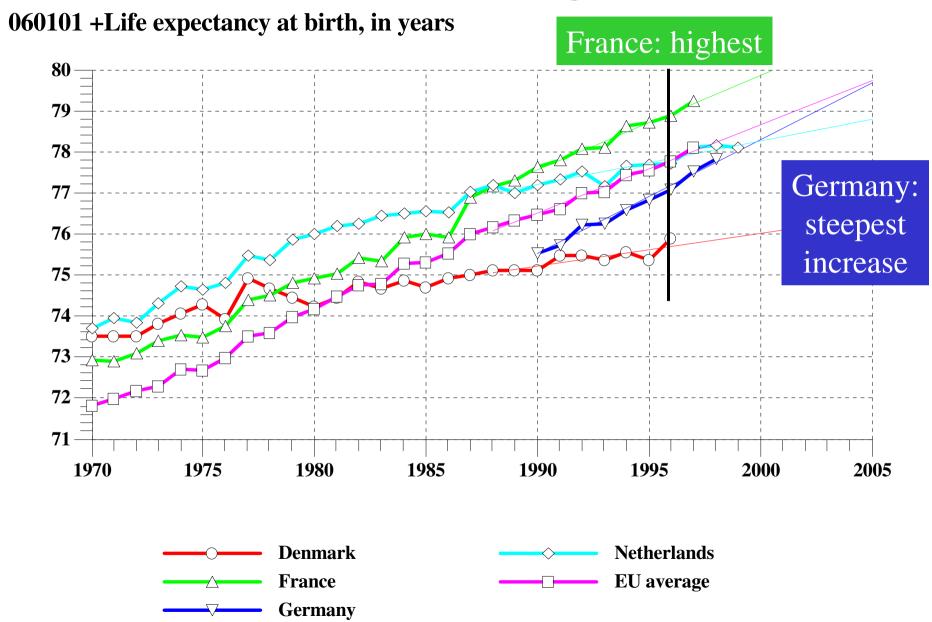
#### Which objectives are really relevant?

- to achieve a high population health status for the entire population (healthy life expectancy),
- to design health systems and make them function according to justified population health needs and expectations,
- to ensure access to needs-based and effective health technologies (initially, maybe 15 areas),
- assuring a fair *and* sustainable financing of health care.

### What needs to be considered methodologically?

- Indicators need to be 1. based on data which in all Member States are collected *objectively*, are available in *good quality* and *timely*, and 2. *valid*.
- Data must *transnationally comparable*, which is not always the case (e.g. health expenditure as % of GDP)
- *Context* is relevant for interpretation, e.g.: Did expenditure only drop because certain services have been removed from the benefit catalogue?
- Emphasis should be on *health care outcomes* not inputs (e.g. number of beds or professionals)!
- *Indices* should only be used cautiously or not at all!

#### Cross-sectional vs. longitudinal view



# How could the application of such objectives/ indicators influence European health systems? (1)

Initially probably not directly, but

- Comparability of services, their access and quality will increase,
- and thereby contribute to the *Europeanisation of* health care systems, already on the way through
- mobility of short- and long-term tourists,
- cross-border contracts/ Euregios,
- ECJ rulings on Kohll/ Decker, Peerbooms etc.,
- the planned EU-health insurance card.

# How could the application of such objectives/ indicators influence European health systems? (2)

This will in the medium-term probably lead to

- a European *benefit catalogue* (but not equal prices),
- Europe-wide rules/ standards for *accreditation* and *quality assurance*,
- Europe-wide diagnosis/ treatment *guidelines*.

This could make *Europe more concrete for its citizens* and help to *remove the conflict between markets and the social model*.

The open coordination would, however, be *negative*, if it would *directly standardize health care*.