
Disappearing Dichotomies: Role and Evolution in Private Finance in Health Care

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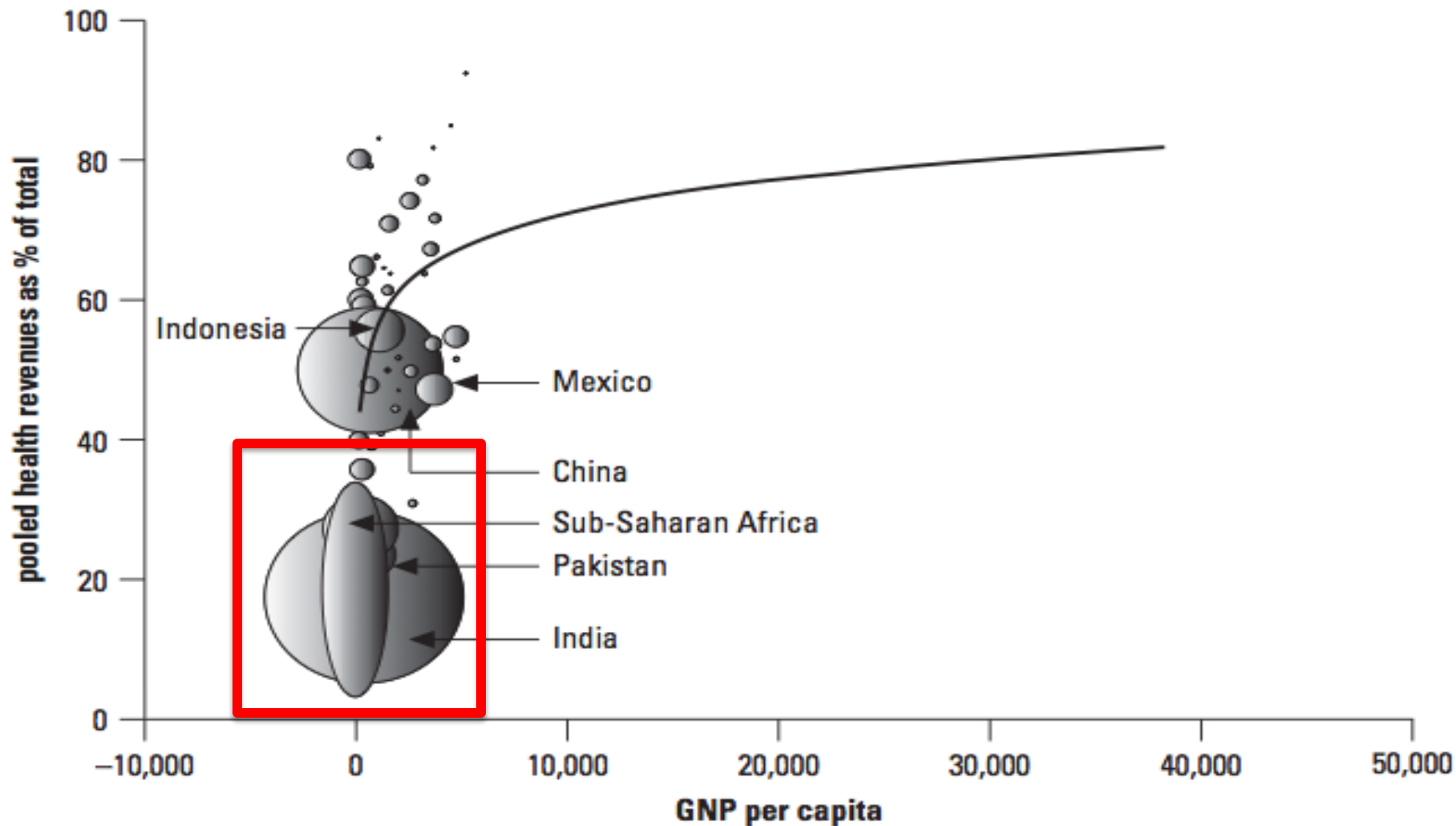
Health Investment & Financing
Columbia University, NYU and Icahn School of Medicine at Mount Sinai

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Summary of Presentation

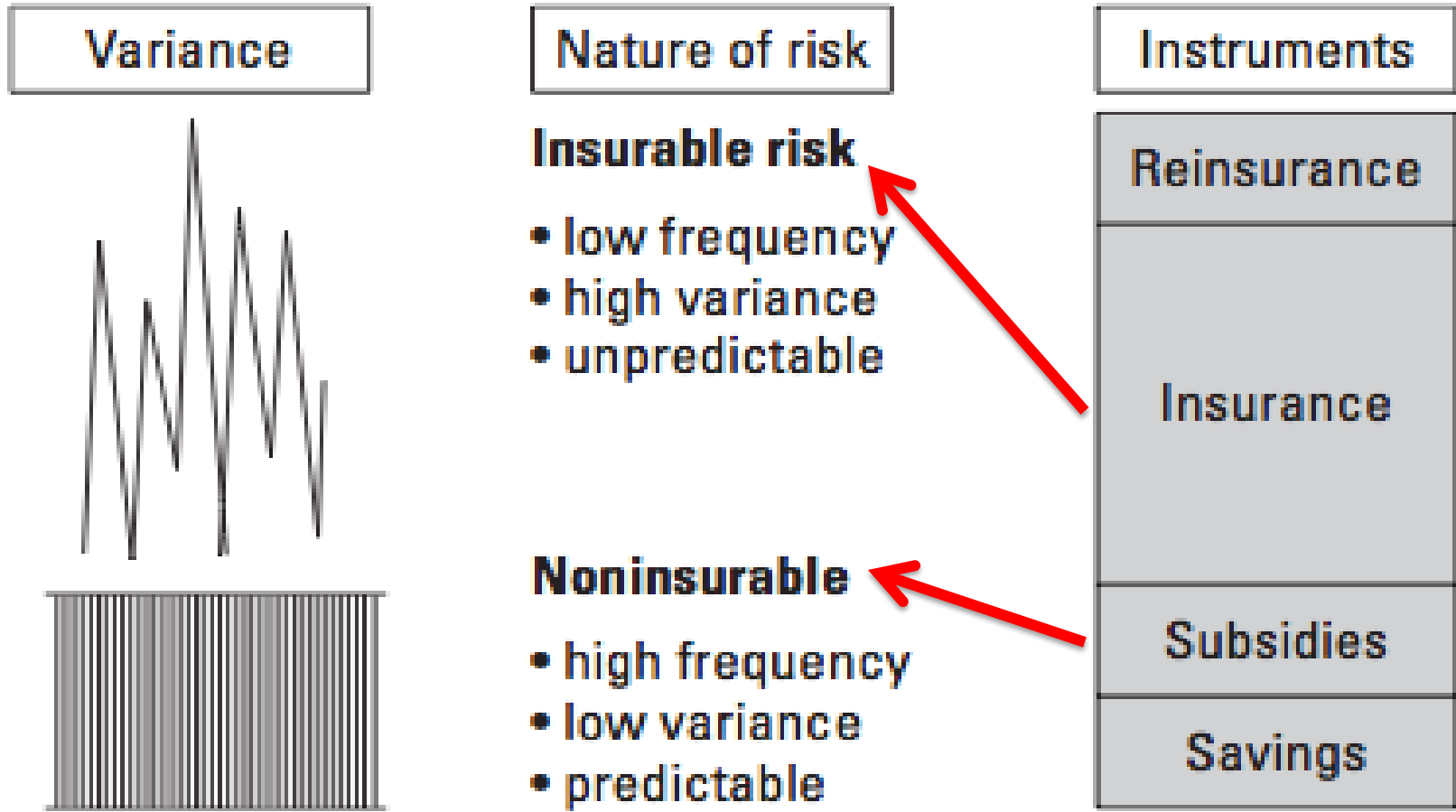
- Why private finance and insurance
- The multi-pillar approach to health financing
- From supply to demand side financing
- Conclusion



Source: Preker and Carrin, 2004.

Note: The share of the world's 1.3 billion people living on less than US\$1 a day is indicated by the size of the bubbles.

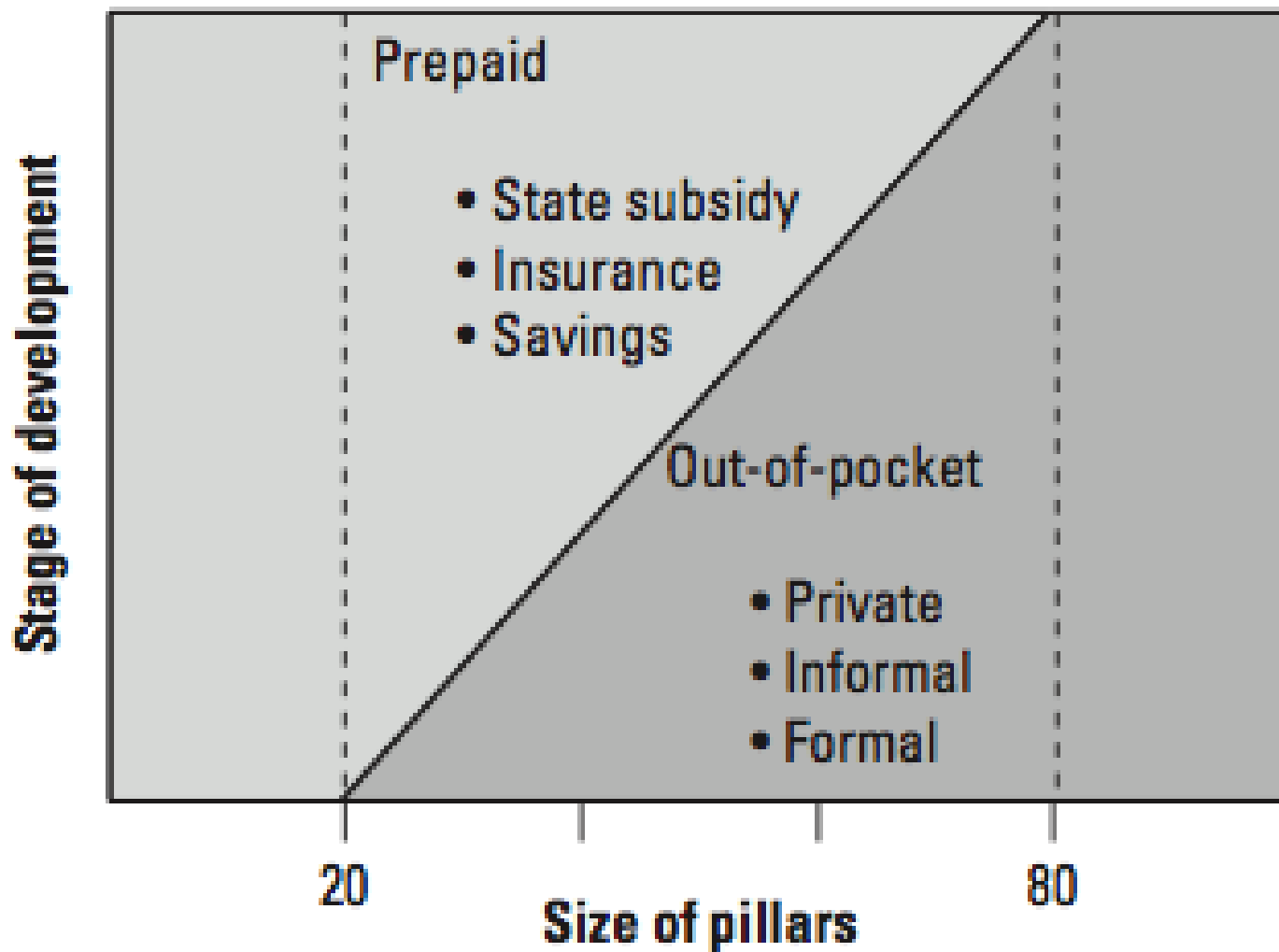
Matching Instruments with Variance and Risk



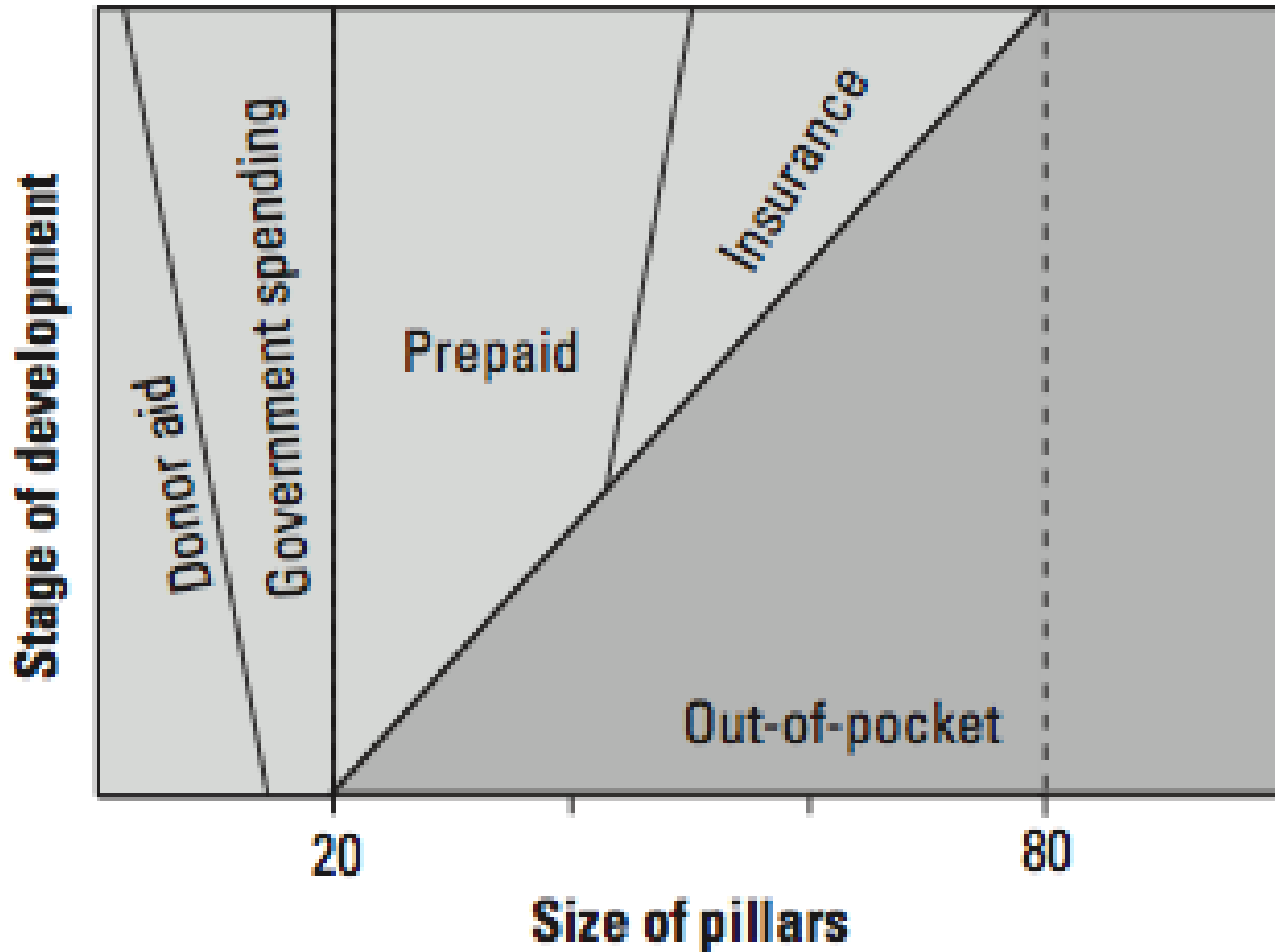
The Multi Pillar Financing System

Objective	Equity		Risk management			Income smoothing
	Donor aid	General revenues	Public health insurance	Private health insurance	Community financing	Household savings
Voluntary						
Mandatory						

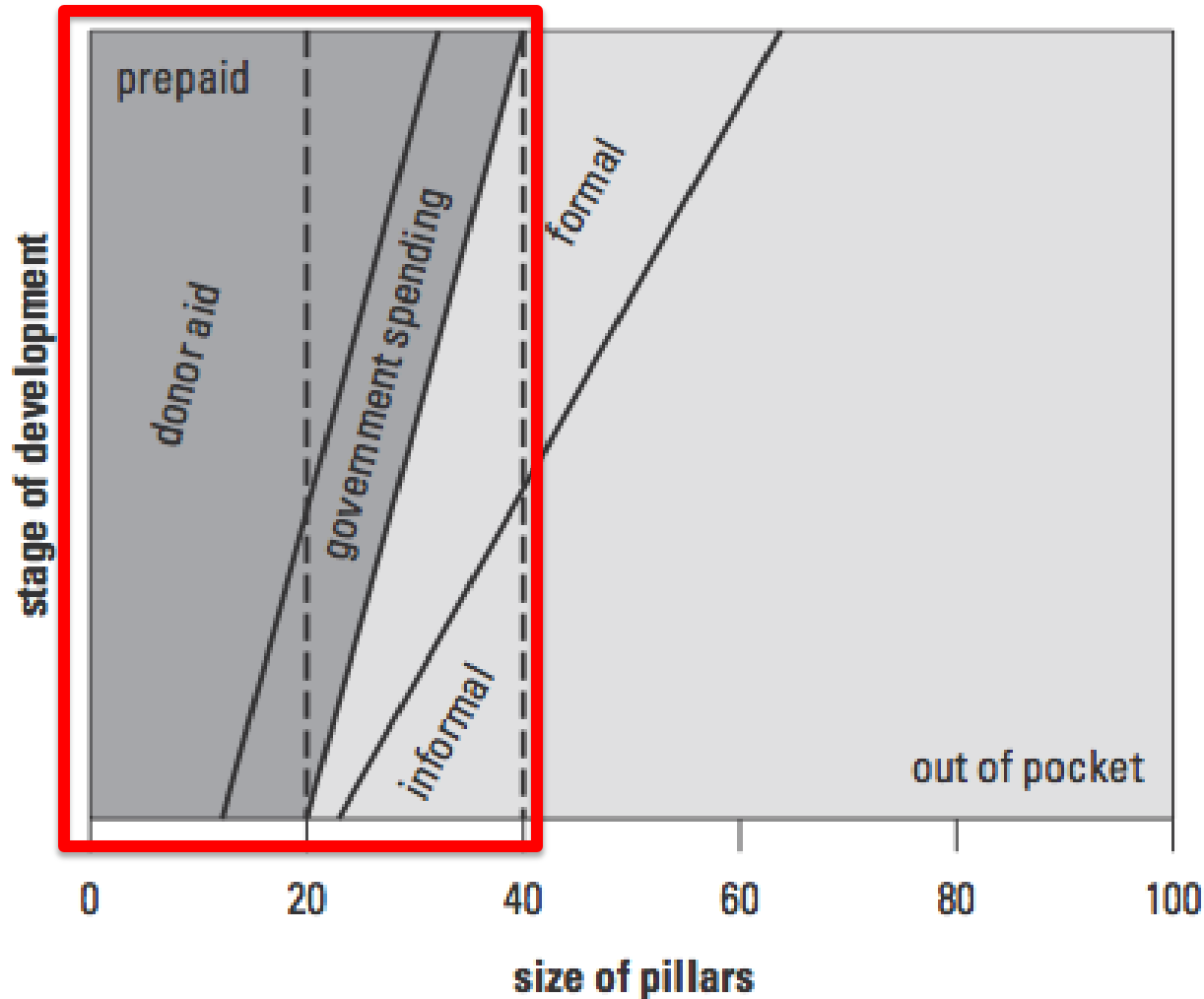
Development Path the 20:80 Rule



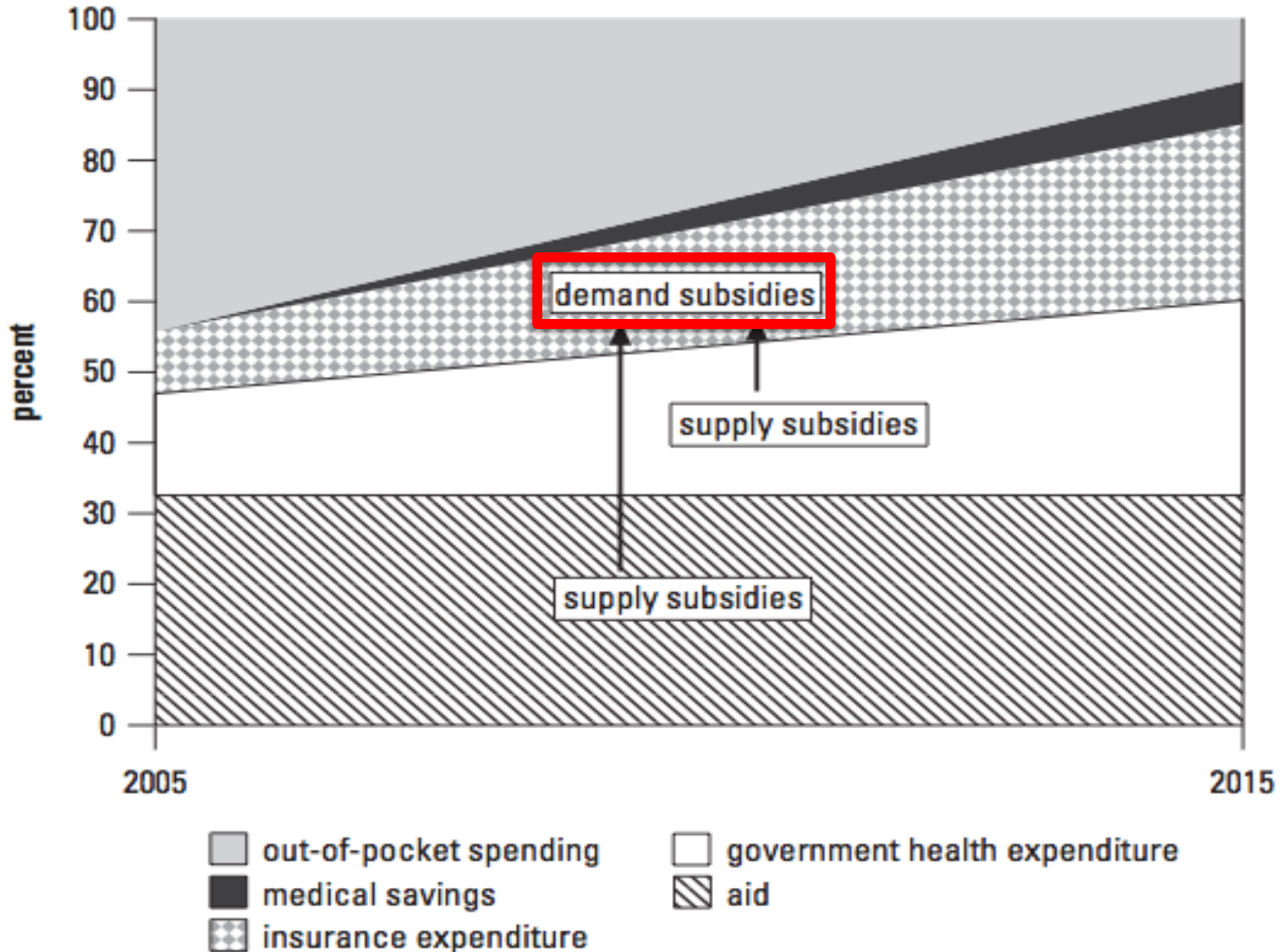
Many Options Can Lead to Similar Outcomes



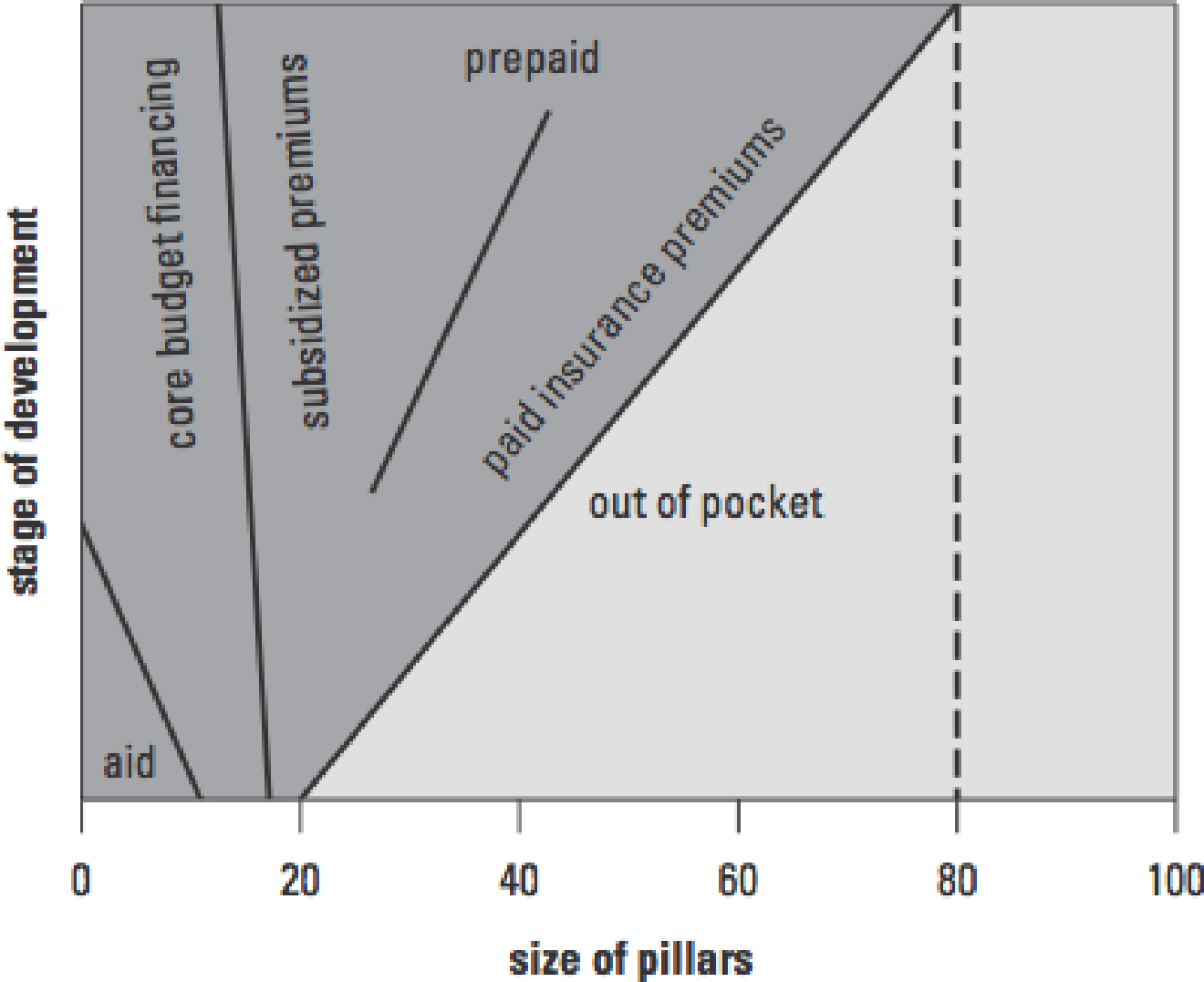
Ideological Sub Optimal Development Path



From Supply to Demand Side Financing



New Paradigm for Financing Development



Conclusions

- Private finance already important
- Best as part of a multi pillar system
- But no “silver bullets” in health financing