### **German Medical Association**

**Federation of the German Chambers of Physicians** 



## The German Healthcare System and the Advantages of Self-Governance

15.04.2008

### Agenda



Ø Players

Ø Self-Governance of Physicians

**Ø**Chambers

**ØSHI-Physicians Organisation** 

Ø Conclusions



#### How did it start?

- Ø 31. May 1883: Law on Health Care Insurance passed by the Reichstag
- Ø Statutory Health Insurance (Gesetzliche Krankenversicherung) was organized from the beginning in the autonomy of employers and employees under the supervision of the government

### Players - Organizational Structure



- Ø The Federal Assembly, the Federal Council, and the Federal Ministry of Health are the key actors on national level.
- Ø Public health is mainly competence of the 16 Federal States.
- Ø The Federal States are also responsible for planning inpatient capacities and financing investments in hospitals.
- Ø Mandatory statutory health insurance (Bismarck Model) for employees.
- Ø Private/ public mix of providers.
- Ø Self-governance of physicians and statutory health insurance funds.

### **Players - Basic Data**





Ø Population of 82.2 million\*

Ø GDP à € 29,455 per capita\*

Ø Expenditures for Healthcare:

à approx. € 240 billion

à € 2,911 per capita p.a.\*\*

à 10,7 % of GDP\*\*

à Highest share of EU

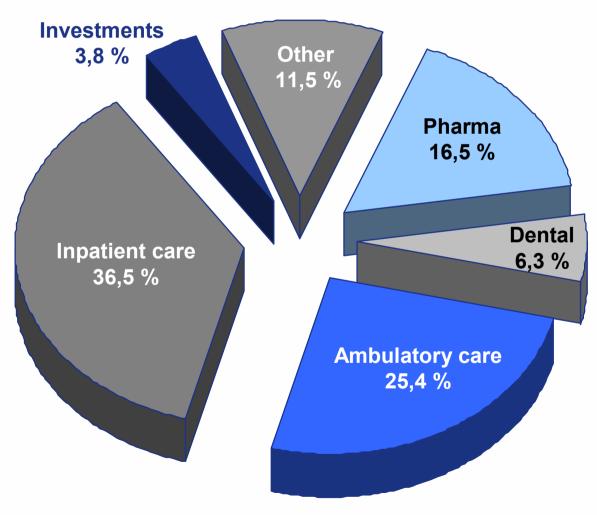
à Third highest in the world

<sup>\*</sup> Source: 2007, Statistisches Bundesamt Deutschland

<sup>\*\*</sup> Source: 2005, Statistisches Bundesamt Deutschland

## **Total Healthcare Expenditures 239,4 Billion Euro**





6



### **The German Health Care System**

### Ø Commonwealth Fund Survey

**Ø**Fastest Services

**Ø**No Waiting Lists

**Ø**Lowest Infection rate

**Ø**Lowest Readmissionrate

ØBest Services in Chronic Diseases



### **The German Health Care System**

Ø Why is the German Health Care System one of the best in the world?

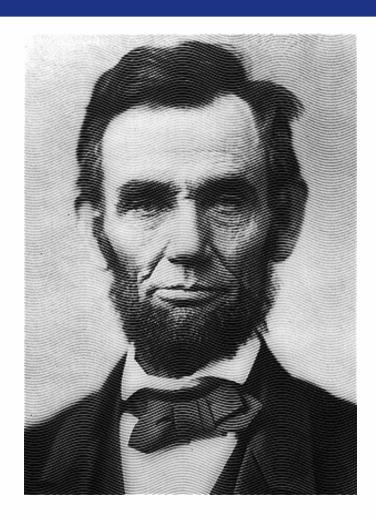
ØBecause it is organized to the need of the people by the specialists who know what they are doing....

## **Subsidiarity**



"the government should only do for the people what the people are unable to do for themselves."

Abraham Lincoln







## Views of the Health Care System in Six Nations

Percent saying:	AUS	CAN	GER	NZ	UK	US
Only minor changes needed	23	21	16	27	30	23
Fundamental changes needed	48	61	54	52	52	44
Rebuild completely	26	17	31	20	14	30





### **Players - Facing Problems of Rising Costs**

- Ø Ageing population
- Ø Increasing expectations
- Ø Advancement of health care technologies, expensive treatments and pharmaceuticals

Ø Shortfall of contributions



### **Self Governance of Physicians**

**Ø** Two Tiered system:

#### **ØALL** practising physicians

ØState Chambers (Ärztekammer)

### **ØStatutory Health Insurance Physicians**

ØSHI-Organisation (Kassenärztliche Vereinigung)



# Providers – Self Governance of SHI Physicians (out patient care)

- Ø Compulsory Membership
- ØRegional associations of SHI physicians negotiate contracts for ambulatory services collectively for all SHI-affiliated physicians on an annual basis.
- Ø The regional associations of SHI physicians distribute the resources among their members according to the nationally uniform scale of relative point values and regionally adapted rules.
- Ø Reform: Reimbursement of physicians according to actual Euro amounts

# Self-Governance of the Medical Profession SHI-Physician Organisation (Kassenärztliche V.)

#### **Public Tasks:**

Ø Guarantee of ambulatory services

Ø Registration of SHI-physicians

ØSurveillance of quality in ambulatory care

ØStandards of economic distribution

ØNegotiation of tariff with insurances

**Ø**Distribution of fees

#### **Professional Representation:**

Ø Representation in politics & media

ØLobbying for the SHIphysicians

# Self-Government of the Medical Profession The State Chamber of Physicians



- Ø Legal Basis: Statutorily regulated system of self-government.
- Ø The Chambers of Physicians are responsible for safeguarding the professional interests of the physician community.
- Ø They exercise the sovereign task of registering and supervising physicians.
- Ø They regulate and promote postgraduate medical education and continuing medical education.
- Ø They ensure the high ethical and scientific standards of doctors.

## **Self-Government of the Medical Profession The German Medical Association**



- Ø The German Medical Association (Bundesärztekammer) is the joint association of the 17 State Chambers of Physicians in Germany.
- ØThe GMA mutually coordinates their goals and works towards the most uniform possible regulation of all activities in the different regions.
- ØThe GMA mediates the exchange of opinions and activities between the State Chambers,

# **Self-Government of the Medical Profession The Annual Medical Assembly**



- Ø The 17 State Chambers send a total of 250 delegates to the Annual Medical Assembly which serves as the "parliament" of the physicians in Germany.
- Ø The Assembly elects the President and the two Vice-Presidents of the German Medical Association.
- Ø The Assembly elaborates and adopts regulations regarding the professional code of conduct and postgraduate medical education curricula, passes changes in the statutes of the GMA and agrees on official positions on health policy issues.

# Self-Governance of the Medical Profession Chamber (Ärztekammer)



#### **Public Tasks:**

- Ø Professional Code and supervision of the profession
- Ø Postgraduate Medical Education
- Ø Certification of particular training
- Ø Continuing Medical Education
- Ø Registration

#### **Professional Representation:**

- Ø Representation in politics & media
- **Ø**Lobbying for the Profession
- Ø Expert's reports
- Ø Support of public health service
- Ø Publication of a press organ

#### **Social Tasks:**

Ø Pension scheme





Medical School

EU

and EU Citizen

Permanent
Medical License

Postgraduate
Medical
Education
Specialization

License to work

**Exam** 

as a specialist

Continuing Medical Education

Government

Gvmnt. Certifies SCoP registers

State Chambers of Physicians

State Chambers of Physicians

State Chambers of Physicians

## Drug Commission of the German Medical Association



- Ø Expert scientific committee of the German Medical Association with 40 full and 110 extraordinary members from various medical disciplines.
- Ø It provides the medical profession with information on efficient and effective drug therapy, and has developed a database for the spontaneous recording of adverse drug reactions (side-effects).

## **Quality Assessment Commission**of the German Medical Association



Ø Development and implementation of quality assessment programs in cooperation with statutory health insurance (combined self-governance

ØSetting up critical incidence reporting system (CIRS)

ØPatient safety programs – together with patients organizations and SHI

## Transplantation Commission of the German Medical Association



Ø Development and implementation of transplantation programs

ØDefining ethical guidelines for organ distribution under recognition of medical prerequisites (such as donor matching, cold ischemic time, transport infrastructure)

ØInvestigating and auditing alleged breaches of conduct (supposed organ trafficking, kickbacks etc.)

## Scientific Advisory Board of the German Medical Association



- Ø 37 scientists from virtually every medical discipline.
- Ø Advises the medical profession, administration and political stakeholders on scientific issues.
- Ø Preparation of discussion preparing and implementing laws concerning the health system and in the exercise of the medical profession.
- Ø Develops guidelines, recommendations and statements concerning diagnostic and therapeutic procedures, taking both ethical and legal aspects into consideration.





- Ø Supporting the integration policy of the European Union.
- Ø Representing German physicians at the Standing Committee of European Doctors (CPME), which coordinates the standpoints of the national medical professions on medical training, exercise of the profession, migration and health care within the European Union.



### **Advantages of Self-Governance**



ØLet the specialists do their job....

**Ø**Unity of action and responsibility

ØGovernment processes are restricted to frame work setting and supervision

Ølt's cheap and fast

Ø(when it is accepted and works...)

### **Problems with Self-Governance**



ØPolitical influence in medical/scientific decisions is low

ØGreater demand for transparency

ØWill to compromise

# **Self-Governance of the Medical Profession Chamber (Ärztekammer)**



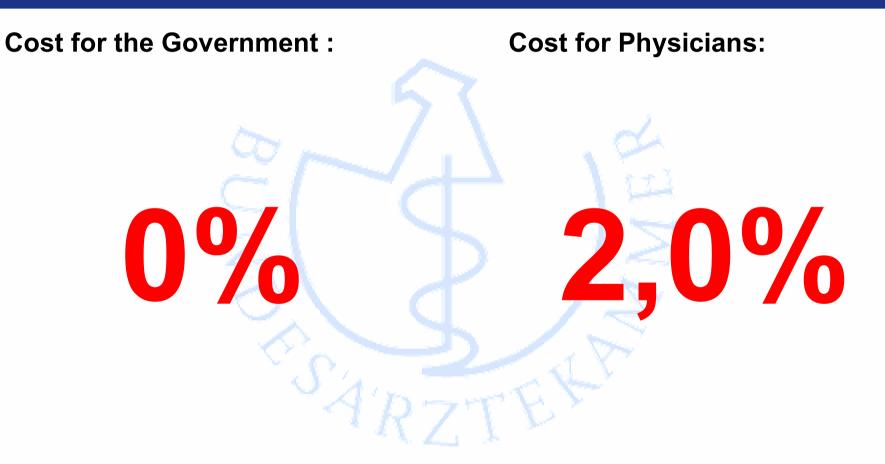
**Cost for the Government:** 

**Cost for Physicians** 

0% 0,6%

of gross income out of professional services

# Self-Governance of the Medical Profession SHI-Physician Organisation (Kassenärztliche V.)



#### **The Greatest Error**



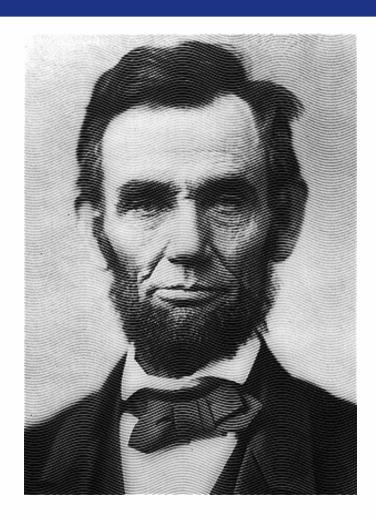
ØSelf Governance does not automatically diminish the amount and level of conflict

## **Subsidiarity**



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# One World One Medicine



