

A NATIONAL HEALTH AND HOSPITALS NETWORK FOR AUSTRALIA'S FUTURE

DELIVERING BETTER HEALTH
AND BETTER HOSPITALS

The Hon Mark Butler MP
Parliamentary Secretary for Health



WHY HEALTH REFORM?

SUSTAINABILITY

- Ageing of Population
 - 23% > 65 by 2050
- Cost Projections
 - ↑ 10% per year
 - \$250 Billion by 2032
- State Budgets Consumed by 2035



WHY HEALTH REFORM?

GROWTH IN CHRONIC DISEASE

- Growing Rates of Obesity
 - 75% Adults overweight or obese 2020
 - Diabetes costs ↑ 520% by 2032
 - 1 → 3 million Australians
- > 50% GP Consultations
- 60% Preventable Hospital Admissions



WHY HEALTH REFORM?

GROWING PRESSURE ON HOSPITALS

- One of the World's Highest Admission Rates
- Front End
 - Preventable Admissions
 - Boosting Prevention and Primary Care
- Back End
 - Bed Block
 - Aged Care Options
- Impact on Waiting Lists/Times



HEALTH SYSTEM REVIEWS

- National Health and Hospital Reform Commission
- Preventable Health Taskforce
- Draft Primary Care Strategy



WHAT WE HAD ALREADY DONE

- \$64 Billion National Healthcare Agreement
 - \$750m Emergency Department Upgrades
 - \$600m Elective Surgery
 - \$500m Sub Acute Beds
 - \$872m Preventative Health
- \$3.2 Billion Infrastructure



WHAT WE HAD ALREADY DONE

- \$1.1 Billion in Workforce Measures
 - 35% more GP training places
 - Overhaul of Rural Incentives
 - >1,100 extra Nursing University places
- Nurse Practitioner and Midwives Reform



NATIONAL HEALTH & HOSPITAL NETWORK (NHHN)

LOCAL HOSPITAL NETWORKS (LHNs)

- Commonwealth the dominant (60%) funder
 - Activity – based funding (inc. Nursing Costs)
- “Locally Run” – Governing Councils
- National Standards & Reporting
- Industrial Relations & Procurement



NATIONAL HEALTH & HOSPITAL NETWORK (NHHN)

PRIMARY CARE

- Full Commonwealth Policy/ Funding Control
- “Medicare Locals” – Co-ordination Role
- Links with LHNs
- Stocktake & Transitional Arrangements



NATIONAL HEALTH & HOSPITAL NETWORK (NHHN)

AGED CARE

- Full Commonwealth Policy/Funding Control
 - (excluding – Victoria HACC)
- “One Stop Shops” – Info & Assessment



COAG AGREEMENT & 2010 BUDGET

- All States (exec WA) – 20 April
- Budget – 11 May
- \$7.3 Billion new investment
- Fully Funded by Health
- Implementation Plan in Development



COAG AGREEMENT & 2010 BUDGET

HOSPITALS INVESTMENT (\$3.5B)

- Emergency Department – 4 hour target (\$750m)
 - \$250m Capital
- Elective Surgery - 95% target (\$800m)
 - \$150 million capital
- 1300 Sub Acute Beds (\$1.6b)
- \$200m “flexible funding”
- 286 MPS Beds (\$120m)



COAG AGREEMENT & 2010 BUDGET

PRIMARY CARE INVESTMENT (\$1.2b)

- Establish “Medicare Locals” (\$291m)
- Expanded Primary Care Services (\$355m)
- After Hours “Hotlines” (\$126m)
- Diabetes Co-ordinated Care Plans (\$449m)



COAG AGREEMENT & 2010 BUDGET

WORKFORCE INITIATIVES (\$1.2b)

- Doubling GP Training
- 680 more Specialists
- Further Nursing Initiatives
 - Practice Nurse Incentives (\$390m)
 - Additional Training Places & Scholarships
 - Rural Locum Program



COAG AGREEMENT & 2010 BUDGET

AGED CARE

■ Aged Care

- GP/AHP services in situ
- Nurse Practitioners in Aged Care
- 31,000 training places and scholarships
- More beds
- Long Stay beds in hospitals



COAG AGREEMENT & 2010 BUDGET

AGED CARE

- Productivity Commission Comprehensive Inquiry
 - Full structural review
 - Consumer choice issues
 - Integration with broader health system
 - Workforce remuneration and training
- Initial submissions due 30 July



COAG AGREEMENT & 2010 BUDGET

OTHER INITIATIVES

- Mental Health
- E-Health
- Preventative Health Agency



COAG AGREEMENT & 2010 BUDGET

TONY ABBOTT'S BUDGET REPLY

- Tony Abbott's Record
 - > \$1bn cut as Minister
- 2010 cuts
 - Primary Care Infrastructure
 - E-Health
 - Diabetes Care Plan



WHERE TO FROM HERE?

- Implementation Plan
- Aged Care Inquiry
- Mental Health Report to COAG 2011



MORE INFORMATION

www.yourhealth.gov.au

100603

