# Demystifying Privatization

Bernard Ho, MD CCFP(EM)



### "Privatization" – What does it mean?

- Private pay
- Private delivery



### Private Pay

• Who is financing the health care?



### Private Delivery

 Is health care delivered on a not-for-profit or for-profit basis?



### Private Delivery

## documents show

Discrepancy raises questions about plans t public hospitals



Mike Crawley · CBC News · Posted: Nov 14, 2023



The Ontario government has never before made public thousands of outpatient day surgeries each year. Throu obtained documents that reveal those funding rates for

Doug Ford government pa Alberta expanding use of private more than hospitals for O Surgical centre in Calgary in bid to reduce wait times

#### ALANNA SMITH >

This article was published more

PUBLISHED JANUARY 23, 2023

**CALGARY** 



'It's a big concern': Privat health care grows yet ag Published Jul 25, 2022 · 3 minute read



Alberta Health Minister Jason Copping says mere are about 70,000 Albertans correning wanting for surgeness - dipping from a high of more than 85,000 in November 2021, according to the Alberta Surgical Initiative dashboard.

JASON FRANSON/THE CANADIAN PRESS

#### Saskatchewan will pay private clinics to help close surgery gap

Privately run orthopedic surgery clinic to be built in Saskatoon intended to help clear the province's surgical backlog.

Join the conversation



Prairieview Surgical Centre in Saskatoon is owned by Calgary-based Surgical Centres Inc. Photo taken in Saskatoon, SK on Tuesday, May 31, 2022. PHOTO BY MATT SMITH /Saskatoon StarPhoenix

- Increased mortality
- For-profit LTC homes in Ontario had 78% more resident deaths during the first two waves of the pandemic, compared to not-for-profit homes<sup>1</sup>
- USA: for-profit hospitals were associated with a higher mortality rate compared to not-for-profit hospitals<sup>2</sup>
- NHS: Private sector outsourcing corresponded with significantly increased rates of treatable mortality, potentially as a result of a decline in the quality of health-care services<sup>3</sup>

<sup>1.</sup> https://covid19-sciencetable.ca/sciencebrief/covid-19-and-ontarios-long-term-care-homes-2/

<sup>.</sup> https://pubmed.ncbi.nlm.nih.gov/12054406/

B. <a href="https://pubmed.ncbi.nlm.nih.gov/35779546/">https://pubmed.ncbi.nlm.nih.gov/35779546/</a>

Public funds going towards private investor-owned clinics

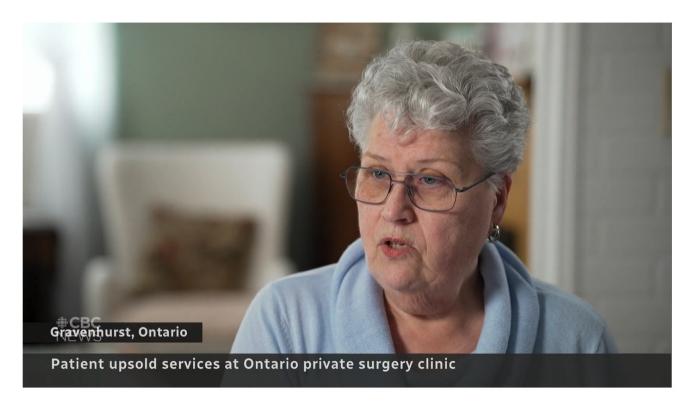


- Draining resources from the public system
  - "Cream-skimming"



"Do something Barney...we're being siphoned in broad daylight"

Upselling



She paid thousands more than she needed to at a private clinic

#### Single-entry models

#### Confronting the COVID-19 surgery crisis: time for transformational change

David R. Urbach and Danielle Martin

CMAJ May 25, 2020 192 (21) E585-E586; DOI: https://doi.org/10.1503/cmaj.200791



- The coronavirus disease 2019 (COVID-19) pandemic has profoundly reduced the capacity of health systems to provide scheduled services such as elective surgery and other nonemergency procedures.
- The combination of single-entry models and team-based care is an efficient, fair and ethical approach to addressing the pent-up demand for surgery in the presence of constrained resources.
- Even beyond the COVID-19 pandemic, single-entry models and team-based care are effective strategies to reduce wait times, enhance the patient experience of care and improve surgeons' professional work environments.



Team-based care

Utilization and cost of a new model of care for managing acute knee injuries: the Calgary acute knee injury clinic

Breda HF Lau, Mark R Lafave, Nicholas G Mohtadi, and Dale J Butterwick and Dale J Butterwick

► Author information ► Article notes ► Copyright and License information PMC Disclaimer

Abstract Go to: •

#### Background

Musculoskeletal disorders (MSDs) affect a large proportion of the Canadian population and present a huge problem that continues to strain primary healthcare resources. Currently, the Canadian healthcare system depicts a clinical care pathway for MSDs that is inefficient and ineffective. Therefore, a new inter-disciplinary team-based model of care for managing acute knee injuries was developed in Calgary, Alberta, Canada: the Calgary Acute Knee Injury Clinic (C-AKIC). The goal of this paper is to evaluate and report on the appropriateness, efficiency, and effectiveness of the C-AKIC through healthcare utilization and costs associated with acute knee injuries.

• Expand OR time

#### Ontario expanding private clinics while hospital ORs sit idle, health care advocates say

**JEFF GRAY** > QUEEN'S PARK REPORTER PUBLISHED FEBRUARY 6, 2023

This article was published more than 6 months ago. Some information may no longer be current.



Health care advocates and the Opposition NDP say the pivot to private clinics makes little sense when Ontario hospitals have ORs that are underused because of funding or staffing shortages.

CHRIS YOUNG/THE CANADIAN PRESS

#### Improved access to primary care

#### a Primary care for all: lessons for Canada from peer countries with high primary care attachment

Heba Shahaed, Richard H. Glazier, Michael Anderson, Erica Barbazza, Véronique L.L.C. Bos, Ingrid S. Saunes, Juha Auvinen, Maryam Daneshvarfard and Tara Kiran CMAJ December 04, 2023 195 (47) E1628-E1636; DOI: https://doi.org/10.1503/cmaj.221824





- Removing wage restraint legislation
- Paid sick days
- Pharmacare
- Dental care
- E-consults
- Many more...



### CDM Privatization Myth-Buster

## Myth: "Privatization" can help everyone access health care



In Canada's single-payer, publicly-funded health care system, government is the sole payer for hospital and physician services covered under each of the 13 provincial and territorial publicly-funded insurance plans

Health care services are <u>delivered</u> in facilities with a variety of ownership structures, including:

- "Publicly-owned facilities": ex. community health centers, public health clinics, most hospitals outside of Ontario.
- "Privately-owned not-for-profit facilities": ex. most hospitals in Ontario.
- "Physician-owned small businesses": ex. most doctor's offices.
- "Private for-profit investor-owned corporations": ex. some walk-in clinics, high-volume virtual care platforms, and private surgical clinics.

# Questions?

