



Financing the Healthcare System

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The primary role for financing in healthcare is to manage money and spent these funds for medical resources.



Where The Money Comes From

- ❖ Out-of-pocket
- ❖ Third-party payers
 - Private
 - Public

Out-of-pocket

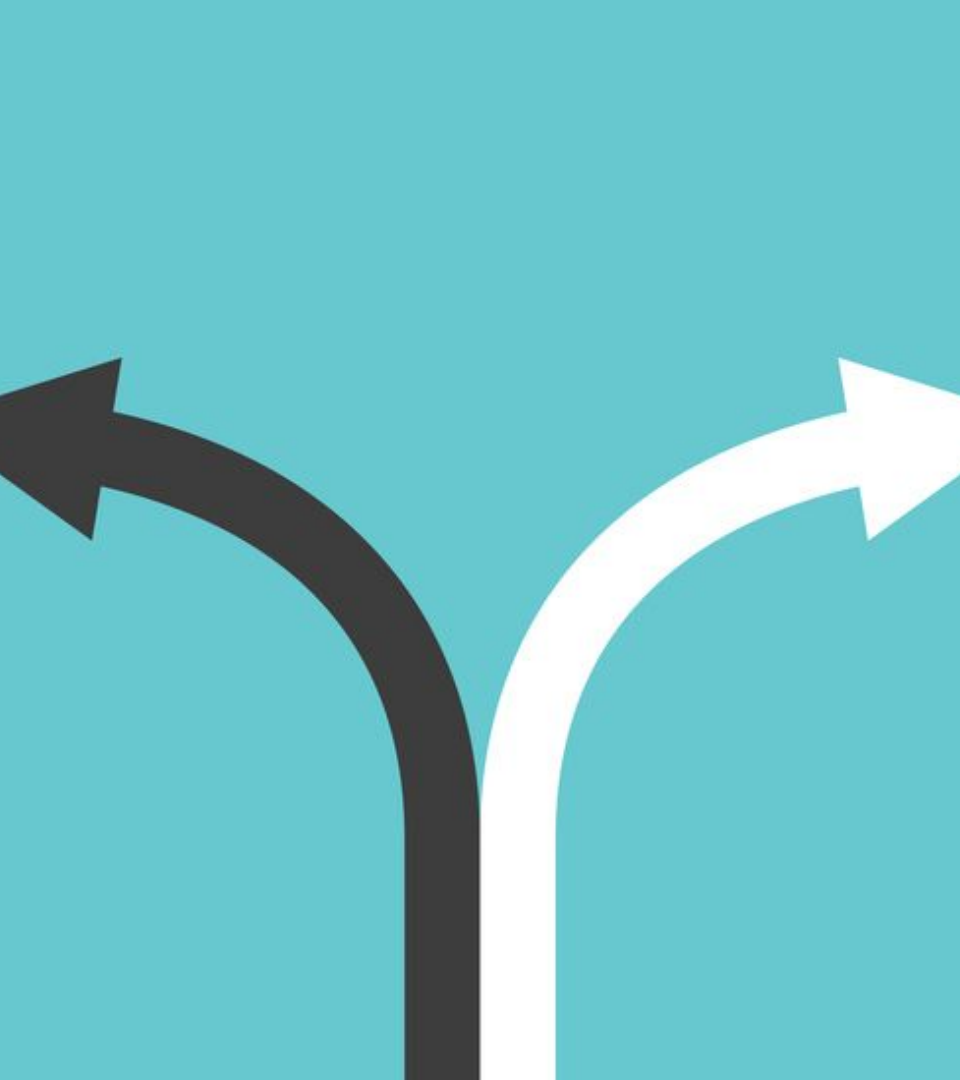
- ★ Without insurance: have to pay direct payments to provider
- ★ With insurance: have to pay additional amount that their insurance/managed care doesn't cover



Third-party payers

- Risk management
- Matching Different Provider and Patient Payment Approaches
- Maintaining a Network of Provider
- Price and Provider Expertise





Public VS. Private

- ★ Federal
- ★ State
 - Medicare
 - Medicaid
- ★ Insurance
- ★ Out-of-pocket



Government spending

- ❑ Medicare
 - ❑ Old age
 - ❑ Disable
 - ❑ Person with end-stage renal disease
- ❑ Medicaid
 - ❑ Low income
 - ❑ Children

Goldsteen, R. L., Goldsteen, K., Goldsteen, B., & Jonas, S. (2017). *Jonas' introduction to the U.S. Healthcare System*. New York.

