

**PUBLIC PRIVATE PARTNERSHIP IN
HEALTH SECTOR: OPPORTUNITIES AND CHALLENGES
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USAID, APAC-VHS, IITM, MSG



Key Challenges in PPP:

- 1. Lack of shared understanding of the role of private sector in meeting national health priorities (Trust)**
- 2. Inadequate Capacity to Manage PPPs**
- 3. Inadequate Regulation of PPPs**
- 4. Weak Enabling Environment**

Key Challenges in PPP: Key Recommendations: Academia's Role.

<div style="display: flex; justify-content: space-between;"> Recommendations Key challenges </div>	Lack of shared understanding of role of private sector in meeting national health priorities	Inadequate capacity to manage PPPs	Inadequate regulation of PPPs	Weak enabling environment
I. Evidence based advocacy at central and state levels				
1. Third party evaluation of select PPP initiatives each year	✓			
2. Creation of resources like handbook for parliamentarians and PRI functionaries	✓			
3. Development of e –learning centre for PPP	✓	✓		
4. Development of PPP policy for health	✓	✓	✓	✓
5. Well thought out vision, strategy and schemes for PPPs to achieve public health goals	✓	✓	✓	✓
6. Clear market segmentation for NGOs and for profit agencies	✓	✓		✓

Key Challenges in PPP: Key Recommendations: Academia's Role.

Recommendations / Key challenges	Lack of shared understanding of role of private sector in meeting national health priorities	Inadequate capacity to manage PPPs	Inadequate regulation of PPPs	Weak enabling environment
ii. Strengthen process for design, contracting, implementation and monitoring of PPPs				
7. Mapping of private sector		✓	✓	
8. Defining service package with indicators and method of verification		✓	✓	
9. Structured costing of service package & policy on fair rate of return (systems for technical and commercial viability)		✓	✓	
10. Creation of web based standard toolkit for PPP on health for states		✓		
11. Creation of database of model documents (contracts/MOU/SOP) for PPP and making it online		✓		
12. Development of standard MIS formats for PPP.		✓		
13. Norms for payment to PSP laid down and closely monitored				

Key Challenges in PPP: Key Recommendations: Academia's Role.

iii. Establish PPP management structures					
Recommendations	Key challenges	Lack of shared understanding of role of private sector in meeting national health priorities	Inadequate capacity to manage PPPs	Inadequate regulation of PPPs	Weak enabling environment
14. PPP cell at centre/ states			✓		
15. Establish nodal agency for research and capacity building of state and national functionaries working on PPP			✓		
16. Identification and empanelment of transaction advisors for PPP initiatives			✓		
17. Mandatory use of transaction advisors for large scale PPP initiatives			✓		

Key Challenges in PPP: Key Recommendations: Academia's Role.

IV. Strengthen regulation of private sector					
Recommendations	Key challenges	Lack of shared understanding of role of private sector in meeting national health priorities	Inadequate capacity to manage PPPs	Inadequate regulation of PPPs	Weak enabling environment
18. Promote implementation of clinical establishment Act				✓	✓
19. Accreditation of facilities			✓	✓	

Key Challenges in PPP: Key Recommendations: Academia's Role.

v. Strengthen regulatory environment for PPPs					
Recommendations	Key challenges	Lack of shared understanding of role of private sector in meeting national health priorities	Inadequate capacity to manage PPPs	Inadequate regulation of PPPs	Weak enabling environment
20. Creation of regulatory body for PPP initiatives including those on health				✓	
21. Compulsory social audit for PPP initiatives				✓	
22. Compulsory enrolment in online database for license of new establishment				✓	
23. CAG as nodal agency for capacity building of state level functionaries on auditing of PPP			✓		

Key Challenges in PPP: Key Recommendations: Academia's Role.

VI. Strengthen enabling environment					
Recommendations	Key challenges	Lack of shared understanding of role of private sector in meeting national health priorities	Inadequate capacity to manage PPPs	Inadequate regulation of PPPs	Weak enabling environment
24. Creation of separate fund for promotion of large scale PPP for super specialty hospitals and medical education.					✓
25. Viability gap funding for creation of health infrastructure under PPP					✓
26. Incorporation of PPP into the course for hospital administrators		✓			✓
27. Raising tax waiver limit to 10 years for hospital creation in non tier 1 cities					✓
28. Make special provision for promotion and involvement of faith based organization (having required medical infrastructure) in PPP initiatives on health					✓