### Asia-Pacific Forum: Bangkok

**Smart Health Schemes** 

An Australian Perspective



### Mr James Kelaher Director of Smart*net*

www.s-net.com.au



### About Smartnet

 Smartnet is a specialist business and technology adviser

 Our focus is on business integration in the emerging digital world



## My Background

- Managing government services in health and homeland security
- Chair of government PKI authority
- Adviser on service delivery in the digital economy

#### **Quick Overview of Australia's Health Sector**

 Very early adoption of cards to manage health identity and access (1978)

- Quite contentious
  - National legislation, focused on new rules for health benefit access and special privacy provisions
  - Significant doctor resistance to government involvement in patient relationship



#### **Quick Overview of Australia's Health Sector**

System has evolved to support:



- Concessional medications, organ donation, child immunisation records, veterans' benefits, various co-payment safety net arrangements
- Introduction of a public-private transaction exchange to streamline private health insurance claims for services in private and state hospitals
- Defacto use of health card for identity verification beyond health immunisation organ donor



#### **Current Challenges**

- Financial priorities
- Overcoming fragmentation of the 'system'
  - Very inefficient transaction processes and data flows
  - Avoidable fraud, waste and errors
- Government role in facilitating digital health economy
  - e-prescribing, e-referrals, telemedicine, resolving data quality and efficiency issues (eg standards)



#### **Current Challenges**

- Pressures to move from 'input' management to health policies that target outcomes
- History of public (and professional) resistance to mandatory health access and information initiatives
- Mooted changes to Australia's privacy laws
  - There are presently some 9 separate, major pieces of legislation, that create a confusing array of definitions and rules



#### In the Past . . .

- Past tendency to create a 'system' using :
  - Legislation
  - Mandatory participation and registration processes
  - Arbitrary deadlines for transition to reduce 'legacy' options



#### Now - The Role of Technology

- Technology can now overcome many of these problems in ways that:
  - Do not necessitate radical changes to current legislation
  - Can avoid creating new privacy threats, by leaving data where it is
    - > we have passed the point of needing monolithic data bases
    - the rise of peer to peer networking
  - Enable more flexible registration
  - Blend government and private infrastructure
    - new generation transaction exchanges
    - leveraging of new generation EMV/POS technology
  - Make PKI invisible and more ubiquitous



### Implications for our discussions

- For those who have made significant progress with ehealth already
  - New, lower policy risk opportunities to make better use of information for outcome targeting
  - Using technology to resolve transaction management issues that previously required legislation, standards, mandatory approaches
  - Accommodating appropriate public-private collaboration, without creating the need for changes to privacy legislation



#### Implications for our discussions

- For those who have been encountering obstacles
  - Technology presenting viable, pro-choice options that reduce the need for mandatory, legislative approaches
  - Enabling voluntary adoption by motivated users and reducing the costs and complexities that accompany forced solutions
  - Transaction exchanges and peer to peer technologies allow legacy systems to co-exist
- Enabling projects to focus on supporting positive clinical interactions and the shift towards outcome-based health systems



# Thank you



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