

# **POLICY ON PRIVATE SECTOR PARTICIPATION FOR INSTALLATION OF SOPHISTICATED MEDICAL TECHNOLOGY IN PUBLIC SECTOR HOSPITALS**

GOVERNMENT OF RAJASTHAN  
MEDICAL & HEALTH (GR.-1) DEPARTMENT

No.F.15(5)MPH/Gr.-2/99  
8.3.2004

Jaipur, Dated:

With a view to equip the government hospitals with latest diagnostic and treatment machines / equipment, it has been decided to involve the private sector to install these diagnostic/treatment machines/equipment in the hospitals as per the following procedure:

1. The Medicare Relief Society would decide the number and type of diagnostic / treatment machines required for efficient functioning of the hospital, Broad criteria for deciding the number and type of machines would be based on patient load and the capacity of the machines already installed in the hospital.
2. After the need is worked-out as above, the Machines/Equipment would be divided in two categories
  - (a) Investigative/diagnostic Machines and Equipment
  - (b) Treatment machines (e.g. Lithotripsy, Cath Lab. etc.)
3. For investigative/diagnostic machines, the licensee would be provided space in the hospital building to install the machine. The machine/equipment would be operated and maintained by the licensee as per the conditions detailed in the license (Appendix-1). The open tenders as per these terms and conditions would be invited by the Medicare Relief Society. The tenderer will quote the rates per test separately in his bid. At the time of quoting rates, the bidder shall keep in view that:
  - (i) He will have to pay a monthly rent of Rs. 5000/- PM for the premises to RMRS
  - (ii) Upto 20% of the tests shall be free of cost for the categories specified by the Government.
  - (iii) All expenses on account of electricity, water, maintenance and watch & ward etc of the rented premises shall be borne by the licensee during the lease period.
4. The offers would be evaluated by the Secretary of the Medical Relief Society and placed before the Governing Body for final decision.
5. The machines which are to be operated by doctors themselves (eg. Cath Lab etc) would be purchased by RMRS through bank loan for which necessary bank

guarantee would be made available by the Finance Department, These machines would be operated on self financing basis by RMRS and the rates for procedures would be fixed in such a manner that payment of loan and interest is made in time. However, such rates should be below the market rates. While fixing rates for procedure, the element of cross subsidization for exempted categories like BPL families/Widows/destitutes etc should also be kept in view.

6. In future no new diagnostic machines and equipment and investigative-machines as in para 2(a) above would be purchased from Government or from RMRS funds. Only in cases where private investment might not be feasible, cases for prior permission of the Government be moved for such purchases.
7. Existing machines in the hospitals would continue to be operated by the hospitals as in the past till they become obsolete or beyond economical repair/replacement. If a machine/equipment is underutilized, the Government would consider the transfer of facility to private sector so as to avoid its uneconomical operation and unnecessary burden on suite exchequer. All RMRS should work out the existing capacity and ensure full utilization.
8. For ensuring quality of tests, quality protocols would be developed and circulated for implementation

It is expected that this policy would benefit the patients largely as availability of ensured clientele in public hospitals would bring down the rates of various tests/procedure considerably as compared to the market rates. RMRS would keep this aspect in mind while finalising the rates. Once the machines are installed, the doctors would not be allowed to refer patients to other private centres for tests in the areas for which facilities are available in hospitals.

All concerned are requested to take immediate steps for implementation of this policy.

This order issues in partial modification of this department order of even number dated 2.2.2000 and with the concurrence of Finance Department vide their ID No, 993/PSF/2004 dated 21.2.2004.

These orders will come into force with immediate effect.

Sd/  
**(RAM LUBHAYA)**  
Secretary to the Govt.,  
Higher & Technical Education  
& Medical Education

Copy to forward to the following for information & necessary action.

1. Secretary to the Hon'ble Chief Minister, Rajasthan
2. PS to Chief Secretary, Rajasthan
3. PS to Principal Secretary, Finance Department
4. PS to Principal Secretary, Medical & Health
5. PS to Secretary, Medical & Health Department
6. All Divisional Commissioners, Rajasthan
7. All Collectors and Chairman, Medical Relief Societies
8. Director (PH/AIDS/FW/IEC), Medical & Health Services, Rajasthan, Jaipur
9. Principal, Medical College, Jaipur/Kota/Bikaner/Jodhpur/Udaipur/Ajmer
10. Principal, Govt. Dental College, Jaipur
11. All Joint Director Zone
12. All Superintends, Attached Hospitals, Rajasthan
13. All PMOs/CM&HOs, Rajasthan
14. Guard file

Sd/-  
**(MAHAVEER SINGH)**  
Dy. Secretary to the Govt.  
Technical Education  
& Medical Education