Not just another acronym: NGOs in the Health and Disability sector

A Presentation on behalf of

The Health and Disability Sector NGO – MoH Forum

### What / Who is an NGO??

### THE THIRD SECTOR

- Organisations whether formal or informal
- Private not part of the apparatus of government
- No profit distribution does not distribute profits to the owners
- Self Governing
- Voluntary non compulsory

# What's your non-work experience of NGOs?

Are you a volunteer?

• Are you on a governance board, school committee, etc?

Why??

### **The Third Sector**

**Not for Profit** 

The Private Sector

**Government/ Public Sector** 

### **FUNDING**



Health and Disability Sector NGO-MoH Forum

NGOs work collaboratively to achieve best outcomes, which means working across other sectors as well as health.

- Our networks are sizeable and reach across all sectors
- NGOs share skill and knowledge
- NGOs often have to work with little resource
- VAVA

NGOs are values driven, not-for-profit, and built by passionate people. They see their role as wider than just fulfilling health contracts.

### NGOs are:

- Passionate about serving our communities
- Often under-resourced
- Highly specialised and contracts need to reflect this

# Government Policy directives

 "Statement of Government Intentions for an Improved Community-Government Relationship" (2001)

 Treasury's "Guidelines for contracting with NGOs for services sought by the Crown"

# Statement of Government Intentions

### Recognises NGOs having:

- unique and vital role in NZ society
- Essential contribution to healthy civil society

States will be an active partner, based on honesty, trust and integrity, compassion and integrity; recognising diversity



## Treasury Guidelines - Principles

- Services purchased should:
  - contribute to the achievement of Government outcomes and objectives
  - reflect the needs of the ultimate users or recipients of the service
  - provide appropriate accountability for public money
  - represent value for the public money
- The crown and its organisations should:
  - act in good faith
  - understand the nature of the organisations they contract with
  - be consistent with the relationship the Government seeks to have with the community and voluntary sector

# CONTRIBUTION OF NGOS TO HEALTH & DISABILITY SECTOR

1. NGOs are committed to the social and economic wellbeing of the communities they work for, and to reducing social inequalities.

### NGOs:

- Work towards community outcomes
- Have a wider view of health
- Are well placed to advise on funding choices
- Are a useful resource to help DHBs in communicating with local stakeholders

## 2. NGOs employ experienced and expert staff.

- Staff know their communities and product.
- They are motivated by outcomes, not profit.
- NGO staff are a resource for DHBs.
- Recruitment and retention still a challenge.
- NGO sector actively involved in workforce development.

3. NGOs are committed to meeting their obligations under the Treaty of Waitangi.

- Many NGOs are Maori organisations operating under tino rangatiratanga
- NGOs are committed to building a "Treatydriven society"
  - Kawanatanga / Governance
  - Tino Rangatiratanga Mäori control and self determination; and
  - Oritetanga Equity

4. NGOs have significant influence. They represent substantial economic value in the health sector and mobilise powerful networks.

- Our influence comes from:
  - Funding share -- one third of DHB budgets go to non-DHB providers
  - Expertise of staff
  - Magnitude of local networks
- DHBs have transferred risks to NGOs
- NGOs deserve more influence over issues relating to these risks

5. NGOs have flexibility that promotes innovation and tenacity in decision making.

- NGOs provide "social glue" at local level
- We are highly responsive
- We successfully balance risk and innovation

## 6. NGOs deliver skilled and cost effective services.

- NGOs highly skilled and committed
- Excellent value for money
- Our value comes from
  - Our networks
  - The goodwill of our people
  - Efficient and responsive governance and management systems

# Challenges facing the NGO sector

### Paradox of Now

Market Model	Unable to operate supply and demand
Community promotes innovation, etc	More time on paperwork monitoring
Social values driven workforce	Verification/credential creep
A vision of recovery in our grasp	Strangled by service specs and no money
Passionate activists	Efficiency driven Managers

## Challenges (cont'd)

- Contracting delays
- Pricing
- Consultation limitations
- Cost of Compliance requirements (eg HPC Act)
- Financial pressures (inflation, MECA, etc)
- Advocacy and lobbying
- Co-ordination of service:
  - Contracting
  - Development
  - Delivery

# Working Group activities 10. date and Promotion of NGO sector

- 6 monthly meetings for NGOs and invited speakers (themes incl: working with PHOs, SOGI/Treasury Guidelines, working with DHBs, quality and risk, etc)
- Scoping of NGO H&D sector (size, funding)
- Surveys of H&D sector on relationships with DHBs and MoH
- Consultations on government policy/legislation
- Sector feedback to MoH
- Membership of MoH working groups (eg PHO Steering Group, NZHIS Steering Group, etc)

### **Future Tasks**

- Further work on audits and risk management
- Continued input to legislation and draft policies
- Sector capacity and capability support
- Sector leadership/best practice
- Enhanced NGO sector relationship with feedback to MoH