

## *Table of contents*

<b>Executive summary .....</b>	<b>9</b>
<b>Key policy insights.....</b>	<b>17</b>
Recent macroeconomic developments and short-term prospects .....	20
Monetary, financial and fiscal policies to promote stability and well-being .....	26
Addressing longer-run challenges to well-being .....	36
References.....	54
<b>Annex A. Progress in structural reforms .....</b>	<b>59</b>
A. Strengthening the fiscal framework and fiscal sustainability .....	59
B. Fostering productivity growth and income convergence .....	59
C. Promoting competition and improving the business environment.....	61
D. Promoting a more effective public sector .....	62
E. Achieving efficiency in the energy system.....	63
<b>Improving the Czech health care system.....</b>	<b>65</b>
Overview of health outcomes in the Czech Republic .....	68
Improving the coherence and organisation of the health care system .....	75
Improving the delivery of health care .....	84
Managing health spending and strengthening financial sustainability .....	96
Promoting healthy lifestyle choices and preventive policies .....	109
Improving health literacy .....	114
References.....	117

## **Tables**

<b>Table 1. Macroeconomic indicators and projections.....</b>	<b>21</b>
<b>Table 2. Potential vulnerabilities of the Czech economy .....</b>	<b>26</b>
<b>Table 3. Past recommendations to strengthen the fiscal framework .....</b>	<b>31</b>
<b>Table 4. The fiscal situation is robust.....</b>	<b>32</b>
<b>Table 5. Scenarios of VAT rates to offset lowering social security contributions .....</b>	<b>35</b>
<b>Table 6. Financial assessment of fiscal recommendations .....</b>	<b>35</b>
<b>Table 7. Potential impact of structural reforms on GDP per capita after 10 years.....</b>	<b>38</b>
<b>Table 8. Type of reforms used in the structural reform simulations .....</b>	<b>38</b>
<b>Table 9. Past recommendations for improving innovation and skills mismatch .....</b>	<b>47</b>
<b>Table 10. Pension expenditure projections.....</b>	<b>49</b>
<b>Table 11. Past recommendations on pension reforms .....</b>	<b>49</b>
<b>Table 12. Expenditure projections as shares of the government budget .....</b>	<b>50</b>
<b>Table 1.1. Determinants that drive regional variations in health outcomes .....</b>	<b>71</b>
<b>Table 1.2. Responsibility for public health in the Czech Republic .....</b>	<b>83</b>