

Vote 14

Health

Adjusted budget summary

2009/10				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	17 058 094	18 423 459	-	1 365 365
of which:				
Current payments	937 927	1 149 674	-	211 747
Transfers and subsidies	16 091 839	17 247 364	-	1 155 525
Payments for capital assets	28 328	26 421	(1 907)	-
Executive authority	Minister of Health			
Accounting officer	Director-General of Health			
Website address	www.doh.gov.za			

Aim

The aim of the Department of Health is to promote the health of all people in South Africa through an accessible, caring and high quality health system based on the primary health care approach.

Mid-year performance status

Indicator	Programme	Annual performance		
		Projected for 2009/10 as published in the 2009 ENE	Achieved in the first six months of 2009/10 (April to September)	Change of estimate for 2009/10
As published in the 2009 ENE	Programme linked to the indicator			
Percentage of national immunisation coverage	Strategic Health Programmes	90%	88%	-
Number of health districts with more than 90% full immunisation coverage	Health Services	47/52 90%	31/52 59%	-
Percentage of primary health care facilities saturated with integrated management of childhood illnesses (IMCI) health workers (saturated = 60% of health workers who manage children have been trained in IMCI)	Strategic Health Programmes ¹	70%	60%	-
Tuberculosis cure rate	Strategic Health Programmes	65%	64%	-
Tuberculosis treatment defaulter rate	Strategic Health Programmes	6%	7%	-
Percentage of multi-drug resistant tuberculosis cases among new tuberculosis patients	Strategic Health Programmes	<1%	- ²	-
Percentage of extensively drug resistant cases among all multi-drug resistant patients	Strategic Health Programmes	3%	- ²	-
Number of malaria cases each year	Strategic Health Programmes	3 582	856 ³	-
Rate of malaria case fatality	Strategic Health Programmes	0.4%	0.58% ³	-

1. Programme name incorrect in ENE. Corrected here.

2. Data unavailable. Forthcoming national drug resistance survey will yield reliable data.

3. For the first quarter.

Adjusted Estimates of National Expenditure 2009

Programme	2009/10							Adjusted appropriation
	Main appropriation	Additional appropriation					Total additional appropriation	
R thousand		Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments		
1. Administration	236 596	2 493	19 348	2 000	-	-	23 841	260 437
2. Strategic Health Programmes	4 692 328	33 361	1 073 064	(7 500)	-	-	1 098 925	5 791 253
3. Health Planning and Monitoring	357 084	-	33 865	5 500	-	-	39 365	396 449
4. Health Human Resources Management and Development	1 786 224	10 000	2 750	-	-	-	12 750	1 798 974
5. Health Services	9 898 865	185 234	2 000	-	-	-	187 234	10 086 099
6. International Relations, Health Trade and Health Product Regulation	86 997	-	3 250	-	-	-	3 250	90 247
Total	17 058 094	231 088	1 134 277	-	-	-	1 365 365	18 423 459
Economic classification								
Current payments	937 927	11 334	199 213	1 200	-	-	211 747	1 149 674
Compensation of employees	299 901	-	19 213	10 018	-	-	29 231	329 132
Goods and services	638 026	11 334	180 000	(8 818)	-	-	182 516	820 542
Transfers and subsidies	16 091 839	217 261	935 064	3 200	-	-	1 155 525	17 247 364
Provinces and municipalities	15 578 392	194 107	930 000	-	-	-	1 124 107	16 702 499
Departmental agencies and accounts	329 586	-	5 064	1 200	-	-	6 264	335 850
Universities and technikons	1 000	-	-	-	-	-	-	1 000
Non-profit institutions	182 861	23 154	-	-	-	-	23 154	206 015
Households	-	-	-	2 000	-	-	2 000	2 000
Payments for capital assets	28 328	2 493	-	(4 400)	-	-	(1 907)	26 421
Machinery and equipment	28 328	2 493	-	(4 400)	-	-	(1 907)	26 421
Total	17 058 094	231 088	1 134 277	-	-	-	1 365 365	18 423 459

Details of adjustments to Estimates of National Expenditure 2009

Roll-overs – R231.088 million

Programme 1: Administration

R2.493 million has been rolled over for equipment for the Civitas building.

Programme 2: Strategic Health Programme

R21 million has been rolled over for loveLife for HIV and Aids prevention among youth, R2 million for the South African AIDS Vaccine Initiative for research, R154 000 for the South African Community Epidemiology Network on Drug Use to monitor the prevalence of methamphetamine (Tik) related admissions at psychiatric hospitals, and R10.207 million for the forensic pathology services conditional grant to the Northern Cape for three forensic mortuaries.

Programme 4: Human Resource Management and Development

R10 million has been rolled over for the recapitalisation of the nursing colleges.

Programme 5: Health Services

R183.9 million has been rolled over for the hospital revitalisation conditional grant for projects in Western Cape and Mpumalanga and R1.334 million for the district health information system.

Unforeseeable and unavoidable expenditure – R1.134 billion

Of the total additional allocation for unforeseeable and unavoidable expenditure, R24.277 million is for higher salary increases than the main budget provided for.

Programme 1: Administration

An additional R12 million is allocated towards the response to the influenza pandemic.

An additional R7.348 million is allocated for higher salary increases than the main budget provided for.

Programme 2: Strategic Health Programmes

An additional R20 million is allocated for the countrywide measles and polio mass immunisation campaign,

An additional R900 million is allocated to the antiretroviral component of the comprehensive HIV and Aids plan.

An additional R148 million is allocated for antiviral treatment and vaccines for the influenza pandemic.

An additional R5.064 million is allocated to the National Health Laboratory Services for higher salary increases than the main budget provided for.

Programme 3: Health Planning and Monitoring

An additional R30 million is allocated for the new conditional grant to complete emergency and health services for the 2010 FIFA World Cup.

An additional R3.865 million is allocated for higher salary increases than the main budget provided for

Programme 4: Human Resource Management and Development

An additional R2.75 million is allocated for higher salary increases than the main budget provided for

Programme 5: Health Services

An additional R2 million is allocated for higher salary increases than the main budget provided for.

Programme 6: International Relations, Health Trade and Health Product Regulation

An additional R3.25 million is allocated for higher salary increases than the main budget provided for

Virements

Programmes					
1. Administration					
2. Strategic Health Programmes					
3. Health Planning and Monitoring					
4. Health Human Resources Management and Development					
5. Health Services					
6. International Relations, Health Trade and Health Product Regulation					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(2 200)	Programme 1		2 200
Goods and services	Reduction in travel and subsistence and advisory services	(1 700)	Compensation of employees	For filling critical posts to meet operational obligations	1 600
			Machinery and equipment	For computer equipment and office furniture for critical posts	100
	Reduction in consultancy service	(500)	Compensation of employees	For reinforcing the financial management establishment	500

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 2		(19 918)	Programme 2		7 918
Goods and services	Incorrectly classified in the 2009 ENE	(941)	Compensation of employees	Incorrectly classified in the 2009 ENE	941
	Incorrectly classified in the 2009 ENE	(1 777)	Compensation of employees	Incorrectly classified in the 2009 ENE	1 777
	Reduction mainly in travel and subsistence, and venues and facilities	(5 200)	Compensation of employees	For historical overspending on personnel	5 200
	Reduction mainly in communications, and venues and facilities	(5 500)	Programme 3		5 500
	Reduction in professional fees	(2 000)	Goods and services	For the National Control Laboratory for testing and quality verification of vaccines	5 500
Machinery and equipment	Reduction due to delays in procurement	(2 500)	Programme 2		2 000
	Reduction in office equipment and furniture	(2 000)	Households (current)	For the University of Stellenbosch for a joint TB campaign	2 000
Programme 5		(1 200)	Programme 2		2 500
Goods and services	Reduction mainly in travel and subsistence	(1 200)	Goods and services	For urgently needed supplies for the forensic chemistry laboratories	2 500
			Programme 1		2 000
			Goods and services	For relocating and refurbishment	2 000
Programme 5		(1 200)	Programme 5		1 200
Goods and services	Reduction mainly in travel and subsistence	(1 200)	Departmental agencies and accounts (current)	For the Compensation Commissioner for Occupational Diseases for obligations to ex-mineworkers	1 200
Total		(23 318)			23 318

Gifts, donations and sponsorships – R2 million

The department will provide a sponsorship of R2 million to the University of Stellenbosch for a joint campaign to raise awareness of TB among school children.

Expenditure for 2008/09 and preliminary expenditure for 2009/10

Programme	2008/09 Expenditure outcome					2009/10 Preliminary expenditure		
	Adjusted appropriation	Apr 08 - Sep 08	% of adjusted appropriation	Apr 08 - Mar 09	% of adjusted appropriation	Adjusted appropriation	Apr 09 - Sep 09	% of adjusted appropriation
R thousand								
1. Administration	244 914	149 343	61.0	241 013	98.4	260 437	133 779	51.4
2. Strategic Health Programmes	4 166 889	1 782 180	42.8	4 129 485	99.1	5 791 253	2 402 712	41.5
3. Health Planning and Monitoring	342 259	176 608	51.6	342 149	100.0	396 449	177 471	44.8
4. Health Human Resources Management and Development	1 716 190	846 722	49.3	1 705 345	99.4	1 798 974	891 002	49.5
5. Health Services	9 283 942	4 514 197	48.6	8 949 885	96.4	10 086 099	5 206 603	51.6
6. International Relations, Health Trade and Health Product Regulation	96 975	33 535	34.6	96 593	99.6	90 247	45 370	50.3
Total	15 851 169	7 502 585	47.3	15 464 470	97.6	18 423 459	8 856 937	48.1
Economic classification								
Current payments	935 412	426 080	45.5	916 970	98.0	1 149 674	453 642	39.5
Compensation of employees	292 574	137 016	46.8	292 507	100.0	329 132	160 342	48.7
Goods and services	642 838	289 062	45.0	624 265	97.1	820 542	293 294	35.7
Transactions in financial assets and liabilities	-	2	-	198	-	-	6	-

R thousand	2008/09					2009/10		
	Expenditure outcome					Preliminary expenditure		
	Adjusted appropriation	Apr 08 - Sep 08	Apr 08 - Sep 08 % of adjusted appropriation	Apr 08 - Mar 09	Apr 08 - Mar 09 % of adjusted appropriation	Adjusted appropriation	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted appropriation
Transfers and subsidies	14 867 838	7 049 680	47.4	14 506 138	97.6	17 247 364	8 397 583	48.7
Provinces and municipalities	14 362 786	6 839 407	47.6	14 028 675	97.7	16 672 499	8 124 892	48.7
Departmental agencies and accounts	315 917	165 634	52.4	315 916	100.0	335 850	167 913	50.0
Universities and technikons	1 000	500	50.0	733	73.3	1 000	500	50.0
Foreign governments and international organisations	–	47	–	–	–	–	–	–
Non-profit institutions	187 526	43 685	23.3	160 209	85.4	236 015	104 054	44.1
Households	609	407	66.8	605	99.3	2 000	224	11.2
Payments for capital assets	47 919	26 825	56.0	41 362	86.3	26 421	5 712	21.6
Buildings and other fixed structures	–	(14)	–	–	–	–	–	–
Machinery and equipment	47 919	26 839	56.0	41 362	86.3	26 421	5 605	21.2
Software and other intangible assets	–	–	–	–	–	–	107	–
Total	15 851 169	7 502 585	47.3	15 464 470	97.6	18 423 459	8 856 937	48.1

Main expenditure trends for the first half of 2009/10

Total expenditure for 2008/09 was 97.6 per cent of the 2008/09 adjusted appropriation. Expenditure in the first six months of 2009/10 was R8.857 billion, or 48.1 per cent of the adjusted appropriation of R18.423 billion for the year as a whole. In comparison, mid-year expenditure in 2008/09 was R7.503 billion, or 47.3 per cent of the 2008/09 adjusted appropriation. Expenditure in the first six months of 2009/10 increased by R1.354 billion or 18.1 per cent, compared to expenditure in the first six months of 2008/09.

The main expenditure increase compared to 2008/09 is due to the increased uptake by patients on the HIV and Aids programme and the increasing number of hospitals in the hospital revitalisation programme.

Departmental receipts

R thousand	2008/09					2009/10			
	Adjusted estimate	Audited outcome			Budget estimate	Actual receipts			
		Apr 08 - Sep 08	Apr 08 - Sep 08 % of adjusted estimate	Apr 08 - Mar 09		Apr 08 - Mar 09 % of adjusted estimate	Adjusted estimate	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted estimate
Departmental receipts	5 630	2 413	42.9	31 188	554.0	29 525	33 730	6 805	20.2
Sales of goods and services produced by department	4 717	2 055	43.6	29 747	630.6	28 614	28 614	2 235	7.8
Interest, dividends and rent on land	246	176	71.5	249	101.2	246	246	37	15.0
Financial transactions in assets and liabilities	667	182	27.3	1 192	178.7	665	4 870	4 533	93.1
Total	5 630	2 413	42.9	31 188	554.0	29 525	33 730	6 805	20.2

Main departmental revenue trends for the first half of 2009/10

Departmental revenue collection in the first six months of 2009/10 was R6.8 million, or 20.2 per cent of the adjusted revenue estimate of R33.7 million for the year as a whole. In comparison, mid-year revenue collection in 2008/09 was R2.4 million, or 42.9 per cent of the 2008/09 adjusted estimate. Departmental revenue collection in the first six months of 2009/10 increased by R4.4 million or 182.0 per cent, compared to revenue collected in the first six months of 2008/09.

The main revenue increase compared to 2008/09 is due to VAT refunds from the South African Revenue Service.

Changes to transfers and subsidies, and conditional grants

Summary of changes to transfers and subsidies

R thousand	2009/10						Total additional appropriation	Adjusted appropriation
	Main appropriation	Additional appropriation						
		Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments		
2. Strategic Health Programmes								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Current	3 967 848	10 207	900 000	-	-	-	910 207	4 878 055
Comprehensive HIV and Aids grant	3 476 186	-	900 000	-	-	-	900 000	4 376 186
Forensic pathology services grant	491 662	10 207	-	-	-	-	10 207	501 869
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	71 411	-	5 064	-	-	-	5 064	76 475
National Health Laboratory Services	71 411	-	5 064	-	-	-	5 064	76 475
Non-profit institutions								
Current	84 485	23 154	-	-	-	-	23 154	107 639
loveLife	73 000	21 000	-	-	-	-	21 000	94 000
Mental Health: Non-Governmental Organisations	285	-	-	(154)	-	-	(154)	131
South African Aids Vaccine Initiative	11 000	2 000	-	-	-	-	2 000	13 000
South African Community Epidemiology Network on Drug Use	200	154	-	154	-	-	308	508
Households								
Other transfers to households								
Current	-	-	-	2 000	-	-	2 000	2 000
Donation and Gifts	-	-	-	2 000	-	-	2 000	2 000
3. Health Planning and Monitoring								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Current	-	-	30 000	-	-	-	30 000	30 000
2010 World Cup Health Preparation Strategy grant	-	-	30 000	-	-	-	30 000	30 000
5. Health Services								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Capital	3 186 303	183 900	-	-	-	-	183 900	3 370 203
Hospital revitalisation grant	3 186 303	183 900	-	-	-	-	183 900	3 370 203
Departmental agencies and accounts								
Social security funds								
Current	2 479	-	-	1 200	-	-	1 200	3 679
Compensation Commissioner	2 479	-	-	1 200	-	-	1 200	3 679

Summary of changes to conditional grants: Provinces

R thousand	2009/10							Adjusted appropriation
	Main appropriation	Additional appropriation					Total additional appropriation	
		Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments		
2. Strategic Health Programmes								
Comprehensive HIV and Aids grant	3 476 186	-	900 000	-	-	-	900 000	4 376 186
Forensic pathology services grant	491 662	10 207	-	-	-	-	10 207	501 869
3. Health Planning and Monitoring								
2010 world cup health preparation strategy grant	-	-	30 000	-	-	-	30 000	30 000
5. Health Services								
Hospital revitalisation grant	3 186 303	183 900	-	-	-	-	183 900	3 370 203

