

Vote 15

Health

Adjusted budget summary

R thousand	2010/11			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	21 496 985	21 661 512	–	164 527
of which:				
Current payments	1 062 999	1 173 323	–	110 324
Transfers and subsidies	20 403 271	20 443 271	–	40 000
Payments for capital assets	30 715	44 918	–	14 203
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	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicator is linked to (if relevant)			
Percentage of national immunisation coverage	Strategic Health Programmes	A long and healthy life for all South Africans	90%	92.2%	–
Total number of health districts with more than 90% full immunisation coverage	Strategic Health Programmes ¹	A long and healthy life for all South Africans	90%	23% ²	–
Percentage of primary health care facilities saturated with integrated management of childhood illness health workers (saturated = 60% of health workers who manage children have been trained in integrated management)	Strategic Health Programmes ¹	A long and healthy life for all South Africans	75%	74%	–
Tuberculosis cure rate	Strategic Health Programmes	A long and healthy life for all South Africans	70%	65%	–
Tuberculosis treatment defaulter rate	Strategic Health Programmes	A long and healthy life for all South Africans	7.5%	6%	–
Percentage of multi-drug resistant tuberculosis among new tuberculosis patients	Strategic Health Programmes	A long and healthy life for all South Africans	<1%	– ³	–
Percentage of extensively drug resistant cases among all multi-drug resistant tuberculosis patients	Strategic Health Programmes	A long and healthy life for all South Africans	2%	– ³	–
Number of malaria cases diagnosed and treated per year	Strategic Health Programmes	A long and healthy life for all South Africans	6 639	1 513	–
Malaria case fatality rate	Strategic Health Programmes	A long and healthy life for all South Africans	0.7%	– ³	–
Toxicology backlog	Strategic Health Programmes	A long and healthy life for all South Africans	3 500	15 869	–
Alcohol blood test backlog	Strategic Health Programmes	A long and healthy life for all South Africans	4 000	19 178	–
Food testing backlog	Strategic Health Programmes	A long and healthy life for all South Africans	200	1 252	–

2010 Adjusted Estimates of National Expenditure

Indicator	Programme	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicator is linked to (if relevant)			
Percentage of facilities (public and private) with initial assessment based on national core standards	Strategic Health Programmes	A long and healthy life for all South Africans	15% (600/4 029)	0.07% (3/4 029)	–
Percentage of health facilities reporting a lack (stock out) antiretroviral drugs	Strategic Health Programmes	A long and healthy life for all South Africans	0%	4.5%	–

1. Error in 2010 ENE corrected

2. Does not include additional coverage through campaign conducted in first quarter

3. Data only available annually

Severe staff shortages in forensic chemistry laboratories have led to backlog targets not being met.

The number of malaria cases diagnosed and treated in the first half of 2010/11 reflects as significantly lower than the estimate for the year as a whole, because malaria is a seasonal disease and there are not many cases reported in the winter and spring.

Delays in filling posts in the national Department of Health have slowed the facilities accreditation process. However audit tools have been completed and piloted.

Mid-year progress

The child mortality rate has been decreased through the national immunisation programme, which has achieved 92.2 per cent coverage. The percentage of public health care facilities saturated with integrated management of childhood illness health workers increased to 74 per cent, further decreasing the child mortality rate. All these contribute to the achievement of a long and healthy life for all South Africans (outcome 2) through output 2 (decreasing maternal and child mortality rates). The tuberculosis cure rate increased to 65 per cent, decreasing the rate of the burden of disease (output 3 of outcome 2).

Adjusted Estimates of National Expenditure 2010

Programme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
Roll-overs		Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
R thousand							
1. Administration	264 834	11 000	–	3 600	2 700	17 300	282 134
2. Strategic Health Programmes	7 294 902	5 624	100 000	–	1 100	106 724	7 401 626
3. Health Planning and Monitoring	406 933	3 203	–	1 000	3 500	7 703	414 636
4. Health Human Resources Management and Development	1 897 051	–	–	–	500	500	1 897 551
5. Health Services	11 528 757	30 000	–	(3 600)	1 900	28 300	11 557 057
6. International Relations, Health Trade and Health Product Regulation	104 508	–	5 000	(1 000)	–	4 000	108 508
Total	21 496 985	49 827	105 000	–	9 700	164 527	21 661 512
Economic classification							
Current payments	1 062 999	35 624	65 000	–	9 700	110 324	1 173 323
Compensation of employees	369 704	–	3 500	1 500	9 700	14 700	384 404
Goods and services	693 295	35 624	61 500	(1 500)	–	95 624	788 919
Transfers and subsidies	20 403 271	–	40 000	–	–	40 000	20 443 271
Provinces and municipalities	19 852 773	–	40 000	–	–	40 000	19 892 773
Departmental agencies and accounts	355 616	–	–	–	–	–	355 616
Universities and technikons	1 060	–	–	–	–	–	1 060
Non-profit institutions	193 822	–	–	–	–	–	193 822
Payments for capital assets	30 715	14 203	–	–	–	14 203	44 918
Machinery and equipment	30 715	14 203	–	–	–	14 203	44 918
Total	21 496 985	49 827	105 000	–	9 700	164 527	21 661 512

Programme 1: Administration

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Minister	1 816	–	–	–	–	–	1 816
Deputy Minister	1 496	–	–	–	–	–	1 496
Management	28 948	–	–	–	–	–	28 948
Corporate Services	181 013	11 000	–	3 600	2 700	17 300	198 313
Office Accommodation	51 561	–	–	–	–	–	51 561
Total	264 834	11 000	–	3 600	2 700	17 300	282 134
Economic classification							
Current payments	257 677	–	–	3 600	2 700	6 300	263 977
Compensation of employees	111 709	–	–	–	2 700	2 700	114 409
Goods and services	145 968	–	–	3 600	–	3 600	149 568
Transfers and subsidies	370	–	–	–	–	–	370
Departmental agencies and accounts	370	–	–	–	–	–	370
Payments for capital assets	6 787	11 000	–	–	–	11 000	17 787
Machinery and equipment	6 787	11 000	–	–	–	11 000	17 787
Total	264 834	11 000	–	3 600	2 700	17 300	282 134

Programme 2: Strategic Health Programmes

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Maternal, Child and Women's Health	57 307	–	–	–	600	600	57 907
HIV and AIDS and STIs	6 489 300	–	100 000	–	–	100 000	6 589 300
Communicable Diseases	52 722	4 424	–	–	500	4 924	57 646
Non-Communicable Diseases	665 352	–	–	–	–	–	665 352
TB Control and Management	30 221	1 200	–	–	–	1 200	31 421
Total	7 294 902	5 624	100 000	–	1 100	106 724	7 401 626
Economic classification							
Current payments	441 323	5 624	60 000	–	1 100	66 724	508 047
Compensation of employees	89 483	–	–	–	1 100	1 100	90 583
Goods and services	351 840	5 624	60 000	–	–	65 624	417 464
Transfers and subsidies	6 837 256	–	40 000	–	–	40 000	6 877 256
Provinces and municipalities	6 568 719	–	40 000	–	–	40 000	6 608 719
Departmental agencies and accounts	77 709	–	–	–	–	–	77 709
Universities and technikons	1 060	–	–	–	–	–	1 060
Non-profit institutions	189 768	–	–	–	–	–	189 768
Payments for capital assets	16 323	–	–	–	–	–	16 323
Machinery and equipment	16 323	–	–	–	–	–	16 323
Total	7 294 902	5 624	100 000	–	1 100	106 724	7 401 626

Programme 3: Health Planning and Monitoring

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Health Information Research and Evaluation	304 044	-	-	-	-	-	304 044
Financial Planning and Health Economics	36 373	3 203	-	1 000	3 200	7 403	43 776
Pharmaceutical Policy and Planning	15 526	-	-	-	300	300	15 826
Office of Standards Compliance	50 990	-	-	-	-	-	50 990
Total	406 933	3 203	-	1 000	3 500	7 703	414 636
Economic classification							
Current payments	126 027	-	-	1 000	3 500	4 500	130 527
Compensation of employees	64 647	-	-	1 500	3 500	5 000	69 647
Goods and services	61 380	-	-	(500)	-	(500)	60 880
Transfers and subsidies	277 839	-	-	-	-	-	277 839
Departmental agencies and accounts	274 917	-	-	-	-	-	274 917
Non-profit institutions	2 922	-	-	-	-	-	2 922
Payments for capital assets	3 067	3 203	-	-	-	3 203	6 270
Machinery and equipment	3 067	3 203	-	-	-	3 203	6 270
Total	406 933	3 203	-	1 000	3 500	7 703	414 636

Programme 4: Health Human Resources Management and Development

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Human Resources Policy, Research and Planning	8 856	-	-	-	-	-	8 856
Sector Labour Relations and Planning	3 533	-	-	-	500	500	4 033
Human Resources Development and Management	1 884 662	-	-	-	-	-	1 884 662
Total	1 897 051	-	-	-	500	500	1 897 551
Economic classification							
Current payments	31 137	-	-	-	500	500	31 637
Compensation of employees	17 211	-	-	-	500	500	17 711
Goods and services	13 926	-	-	-	-	-	13 926
Transfers and subsidies	1 865 387	-	-	-	-	-	1 865 387
Provinces and municipalities	1 865 387	-	-	-	-	-	1 865 387
Payments for capital assets	527	-	-	-	-	-	527
Machinery and equipment	527	-	-	-	-	-	527
Total	1 897 051	-	-	-	500	500	1 897 551

Programme 5: Health Services

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
District Health Services	34 718	13 000	–	(1 700)	400	11 700	46 418
Environmental Health Promotion and Nutrition	20 185	–	–	–	–	–	20 185
Occupational Health	32 451	–	–	(900)	300	(600)	31 851
Hospitals and Health Facilities Management	11 441 403	17 000	–	(1 000)	1 200	17 200	11 458 603
Total	11 528 757	30 000	–	(3 600)	1 900	28 300	11 557 057
Economic classification							
Current payments	103 103	30 000	–	(3 600)	1 900	28 300	131 403
Compensation of employees	43 900	–	–	–	1 900	1 900	45 800
Goods and services	59 203	30 000	–	(3 600)	–	26 400	85 603
Transfers and subsidies	11 422 419	–	–	–	–	–	11 422 419
Provinces and municipalities	11 418 667	–	–	–	–	–	11 418 667
Departmental agencies and accounts	2 620	–	–	–	–	–	2 620
Non-profit institutions	1 132	–	–	–	–	–	1 132
Payments for capital assets	3 235	–	–	–	–	–	3 235
Machinery and equipment	3 235	–	–	–	–	–	3 235
Total	11 528 757	30 000	–	(3 600)	1 900	28 300	11 557 057

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

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Multilateral Relations	50 736	–	–	–	–	–	50 736
Food Control and Non-medical Health Product Regulation	7 174	–	–	(1 000)	–	(1 000)	6 174
Pharmaceutical and Related Product Regulation and Management	46 598	–	5 000	–	–	5 000	51 598
Total	104 508	–	5 000	(1 000)	–	4 000	108 508
Economic classification							
Current payments	103 732	–	5 000	(1 000)	–	4 000	107 732
Compensation of employees	42 754	–	3 500	–	–	3 500	46 254
Goods and services	60 978	–	1 500	(1 000)	–	500	61 478
Payments for capital assets	776	–	–	–	–	–	776
Machinery and equipment	776	–	–	–	–	–	776
Total	104 508	–	5 000	(1 000)	–	4 000	108 508

Details of adjustments to Estimates of National Expenditure 2010**Roll-overs – R49.827 million**

Programme 1: Administration

R11 million has been rolled over for IT infrastructure for the Civitas building.

Programme 2: Strategic Health Programmes

R1.2 million has been rolled over for the World Tuberculosis Day event.

R4.424 million has been rolled over for H1N1 influenza vaccines.

Programme 3: Health Planning and Monitoring

R3.203 million has been rolled over for the 2010 FIFA World Cup emergency medical services unit.

Programme 5: Health Services

R12 million has been rolled over for improved programme management and R5 million for health technology and management audits for hospital revitalisation.

R5 million has been rolled over for the audit of primary health care facilities.

R8 million has been rolled over on district health information systems for the audit of primary health care facilities.

Unforeseeable and unavoidable expenditure – R105 million

Programme 2: Strategic Health Programmes

An additional R60 million is allocated for condoms, and R40 million for the comprehensive HIV and AIDS conditional grant: for male circumcision.

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

An additional R5 million is allocated for the Medicines Control Council: for its turnaround and to address the backlog in medicines registration.

Virements and shifts

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 3		(1 500)	Programme 3		1 500
Goods and services	Reduction on consultant and special services in the 2010 FIFA World Cup unit	(1 500)	Compensation of employees	For overtime during the 2010 FIFA World Cup	1 500
Percentage of programme budget		0.4%			
Programme 5		(3 600)	Programme 1		2 600
Goods and services	Reduction on consultant and special services in the district and development cluster	(2 600)	Goods and services	For audit costs and skills development	2 600
	Reduction on consultants in hospital services	(1 000)	Programme 3		1 000
Goods and services			Goods and services	For the hospital reimbursement tool	1 000
Percentage of programme budget		0.0%			
Programme 6		(1 000)	Programme 1		1 000
Goods and services	Reduction on operating expenditure in the food control unit	(1 000)	Goods and services	For audit costs	1 000
Percentage of programme budget		1.0%			
Total		(6 100)			6 100

Other adjustments – R9.7 million**Adjustments due to significant and unforeseeable economic and financial events**

An additional R9.7 million has been allocated for higher personnel remuneration increases than the main budget provided for, including the increased housing allowance, as follows:

Programme 1: Administration

R2.7 million

Programme 2: Strategic Health Programmes

R1.1 million

Programme 3: Health Planning and Monitoring

R3.5 million

Programme 4: Human Resource Management and Development

R500 000

Programme 5: Health Services

R1.9 million

Expenditure for 2009/10 and preliminary expenditure for 2010/11

Programme	2009/10 Expenditure outcome					2010/11 Preliminary expenditure		
	Adjusted appropriation	Apr 09 - Sep 09	% of adjusted appropriation	Apr 09 - Mar 10	% of adjusted appropriation	Adjusted appropriation	Apr 10 - Sep 10	% of adjusted appropriation
R thousand								
1.Administration	260 437	133 779	51.4	269 923	103.6	282 134	108 779	38.6
2.Strategic Health Programmes	5 791 253	2 402 712	41.5	5 752 199	99.3	7 401 626	3 501 707	47.3
3.Health Planning and Monitoring	396 449	177 471	44.8	403 265	101.7	414 636	184 100	44.4
4.Health Human Resources Management and Development	1 798 974	891 002	49.5	1 793 990	99.7	1 897 551	970 041	51.1
5.Health Services	10 086 099	5 206 603	51.6	9 671 358	95.9	11 557 057	5 806 780	50.2
6.International Relations, Health Trade and Health Product Regulation	90 247	45 370	50.3	75 475	83.6	108 508	27 646	25.5
Total	18 423 459	8 856 937	48.1	17 966 210	97.5	21 661 512	10 599 053	48.9
Economic classification								
Current payments	1 149 674	453 636	39.5	1 089 694	94.8	1 173 323	409 086	34.9
Compensation of employees	329 132	160 342	48.7	333 023	101.2	384 404	166 214	43.2
Goods and services	820 542	293 294	35.7	756 671	92.2	788 919	242 872	30.8
Transfers and subsidies	17 247 364	8 397 583	48.7	16 863 440	97.8	20 443 271	10 180 153	49.8
Provinces and municipalities	16 702 499	8 124 892	48.6	16 321 348	97.7	19 892 773	9 968 143	50.1
Departmental agencies and accounts	335 850	167 913	50.0	335 850	100.0	355 616	177 095	49.8
Universities and technikons	1 000	500	50.0	500	50.0	1 060	530	50.0
Public corporations and private enterprises	–	–	0.0	37	0.0	–	–	0.0
Non-profit institutions	206 015	104 054	50.5	202 781	98.4	193 822	33 825	17.5
Households	2 000	224	11.2	2 924	146.2	–	560	0.0

Programme	2009/10 Expenditure outcome					2010/11 Preliminary expenditure		
	Adjusted appropriation	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted appropriation	Apr 09 - Mar 10	Apr 09 - Mar 10 % of adjusted appropriation	Adjusted appropriation	Apr 10 - Sep 10	Apr 10 - Sep 10 % of adjusted appropriation
R thousand								
Payments for capital assets	26 421	5 712	21.6	13 046	49.4	44 918	9 495	21.1
Machinery and equipment	26 421	5 605	21.2	11 730	44.4	44 918	9 495	21.1
Software and other intangible assets	–	107	0.0	1 316	0.0	–	–	0.0
Payments for financial assets	–	6	–	30	–	–	319	–
Total	18 423 459	8 856 937	48.1	17 966 210	97.5	21 661 512	10 599 053	48.9

Main expenditure trends for the first half of 2010/11

Total expenditure for 2009/10 was R18 billion or 97.5 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 was R10.6 billion, or 48.9 per cent of the adjusted appropriation of R21.7 billion for the year as a whole. In comparison, mid-year expenditure in 2009/10 was R8.9 billion, or 48.1 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 increased by R1.7 billion or 19.7 per cent, compared to expenditure in the first six months of 2009/10.

The main expenditure increase compared to 2009/10 is due to increased conditional grant spending.

Departmental receipts

	2009/10 Audited outcome					2010/11 Actual receipts			
	Adjusted estimate	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted estimate	Apr 09 - Mar 09	Apr 09 - Mar 09 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr 10 - Sep 10	Apr 10 - Sep 10 % of adjusted estimate
R thousand									
Departmental receipts	33 730	6 805	20.2	45 190	134.0	31 457	31 457	12 547	39.9
Sales of goods and services produced by department	28 534	2 235	7.8	38 355	134.4	30 451	30 451	12 188	40.0
Sales of scrap, waste, arms and other used current goods	80	–	–	57	71.3	84	84	34	40.5
Interest, dividends and rent on land	246	37	15.0	1 012	411.4	252	252	105	41.7
Transactions in financial assets and liabilities	4 870	4 533	93.1	5 766	118.4	670	670	220	32.8
Total	33 730	6 805	20.2	45 190	134.0	31 457	31 457	12 547	39.9

Main departmental revenue trends for the first half of 2010/11

Departmental revenue collection in the first six months of 2010/11 was R12.5 million, or 39.9 per cent of the adjusted revenue estimate of R31.5 million for the year as a whole. In comparison, mid-year revenue collection in 2009/10 was R6.8 million, or 20.2 per cent of the 2009/10 adjusted estimate. Departmental revenue collection in the first six months of 2010/11 increased by R5.7 million or 84.4 per cent, compared to revenue in the first six months of 2009/10.

The main revenue increase compared to 2009/10 is due mainly to monthly instead of annual administrative fees and interest received from the Medicines Control Council.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
2. Strategic Health Programmes							
Provinces and municipalities							
Provinces							
Provincial Revenue Funds							
Current	6 011 757	-	40 000	-	-	40 000	6 051 757
Comprehensive HIV and AIDS grant	6 011 757	-	40 000	-	-	40 000	6 051 757

Summary of changes to conditional grants: Provinces

		2010/11					
		Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
2. Strategic Health Programmes							
	6 568 719	-	40 000	-	-	40 000	6 608 719
Comprehensive HIV and AIDS Grant	6 011 757	-	40 000	-	-	40 000	6 051 757

