

Vote 18

Health

Adjusted budget summary

R thousand	2022/23			Adjusted appropriation
	Appropriation	Adjustments appropriation		
		Decrease	Increase	
Amount to be appropriated	64 530 977	(4 105)	4 105	64 530 977
<i>of which:</i>				
Current payments	4 772 177	(4 105)	–	4 768 072
Transfers and subsidies	58 329 780	–	1 100	58 330 880
Payments for capital assets	1 429 020	–	3 005	1 432 025
Executive authority	Minister of Health			
Accounting officer	Director-General of Health			
Website	www.health.gov.za			

Vote purpose

Lead and coordinate health services 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.

Performance

Indicator	Programme	MTSF priority	Annual performance		
			Projected for 2022/23	Achieved in the first half of 2022/23 (April to September)	Changed target for 2022/23
Total number of health facilities reporting stock availability at the national surveillance centre	National Health Insurance	Priority 3: Education, skills and health	3 825	3 857	3 850 ¹
Total number of patients registered to receive medicines through the centralised chronic medicine dispensing and distribution system	National Health Insurance		5 million	5.3 million	5.5 million ¹
Total clients remaining on antiretroviral treatment at the end of the year	Communicable and Non-communicable Diseases		5.7 million	5.3 million	5.5 million ¹
Proportion of adults 50 years and older vaccinated against COVID-19 (at least one dose) ²	Communicable and Non-communicable Diseases		75%	70% (7 203 811/ 10 322 753)	–
Proportion of adults 35-49 years vaccinated against COVID-19 (at least one dose) ²	Communicable and Non-communicable Diseases		65%	55% (6 436 318/ 11 686 937)	–
Number of health facilities implementing the national quality improvement programme per year	Primary Health Care Services		100 primary health care facilities and 80 hospitals	227 primary health care facilities and 153 hospitals	–
Number of primary health care facilities that qualify as ideal clinics per year	Primary Health Care Services		2 200	1 804	–
Number of points of entry compliant with international health regulations per year	Primary Health Care Services		25	14	–

1. Target changed to align with the department's 2022/23 annual performance plan.

2. Indicator changed to align with the department's 2022/23 annual performance plan.

Progress

The annual target for the number of health facilities reporting stock availability at the national surveillance centre has already been exceeded. This achievement was as a result of more sites that store medicines – particularly general practitioners, pharmacies and medical depots – providing data.

70 per cent of adults aged 50 and older have received at least one COVID-19 vaccine dose, although this is 5 per cent lower than the annual target of 75 per cent. Coverage among adults aged between 35 and 49 is lower at 55 per cent. Demand for COVID-19 vaccinations has declined considerably since the beginning of the year. The department will continue its efforts to improve coverage, but there is a possibility that the annual targets might not be achieved.

The national quality improvement programme is being implemented in 227 primary health care facilities and 153 hospitals. This is considerably above the annual target as provincial health departments implemented the programme in more facilities than planned.

Adjusted estimates

Programme	2022/23							Adjusted appropriation
	Appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		
R thousand								
Administration	781 734	–	–	–	–	–	–	781 734
National Health Insurance	1 527 402	–	–	–	–	–	–	1 527 402
Communicable and Non-communicable Diseases	26 913 122	–	–	(1 100)	–	–	(1 100)	26 912 022
Primary Health Care	5 150 249	–	–	–	–	–	–	5 150 249
Hospital Systems	22 639 088	–	–	–	–	–	–	22 639 088
Health System Governance and Human Resources	7 519 382	–	–	1 100	–	–	1 100	7 520 482
Total	64 530 977	–	–	–	–	–	–	64 530 977
Economic classification								
Current payments	4 772 177	–	–	(4 105)	–	–	(4 105)	4 768 072
Compensation of employees	787 298	–	–	–	–	–	–	787 298
Goods and services	3 984 879	–	–	(4 105)	–	–	(4 105)	3 980 774
Transfers and subsidies	58 329 780	–	–	1 100	–	–	1 100	58 330 880
Provinces and municipalities	56 251 536	–	–	–	–	–	–	56 251 536
Departmental agencies and accounts	1 889 244	–	–	1 100	–	–	1 100	1 890 344
Non-profit institutions	189 000	–	–	–	–	–	–	189 000
Payments for capital assets	1 429 020	–	–	3 005	–	–	3 005	1 432 025
Buildings and other fixed structures	1 083 497	–	–	–	–	–	–	1 083 497
Machinery and equipment	345 523	–	–	1 805	–	–	1 805	347 328
Software and other intangible assets	–	–	–	1 200	–	–	1 200	1 200
Total	64 530 977	–	–	–	–	–	–	64 530 977

1. Other adjustments include funds shifted within a vote following a function shift, funds shifted between votes, adjustments due to significant and unforeseeable economic and financial events, self-financing expenditure, and the use of funds in terms of section 16 of the Public Finance Management Act (1999).

Programme 1: Administration

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation			
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		Other adjustments		
Ministry	43 954	-	-	-	-	-	-	-	43 954	
Management	10 186	-	-	-	-	-	-	-	10 186	
Corporate Services	389 226	-	-	-	-	-	-	-	389 226	
Property Management	163 701	-	-	-	-	-	-	-	163 701	
Financial Management	174 667	-	-	-	-	-	-	-	174 667	
Total	781 734	-	-	-	-	-	-	-	781 734	
Economic classification										
Current payments	763 964	-	-	(460)	-	-	-	(460)	763 504	
Compensation of employees	245 734	-	-	-	-	-	-	-	245 734	
Goods and services	518 230	-	-	(460)	-	-	-	(460)	517 770	
Transfers and subsidies	2 530	-	-	-	-	-	-	-	2 530	
Departmental agencies and accounts	2 530	-	-	-	-	-	-	-	2 530	
Payments for capital assets	15 240	-	-	460	-	-	-	460	15 700	
Machinery and equipment	15 240	-	-	460	-	-	-	460	15 700	
Total	781 734	-	-	-	-	-	-	-	781 734	

Programme 2: National Health Insurance

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation			
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		Other adjustments		
Programme	2 719	-	-	-	-	-	-	-	2 719	
Management										
Affordable Medicine	55 987	-	-	-	-	-	-	-	55 987	
Health Financing and National Health Insurance	1 468 696	-	-	-	-	-	-	-	1 468 696	
Total	1 527 402	-	-	-	-	-	-	-	1 527 402	
Economic classification										
Current payments	779 254	-	-	(1 200)	-	-	-	(1 200)	778 054	
Compensation of employees	45 236	-	-	-	-	-	-	-	45 236	
Goods and services	734 018	-	-	(1 200)	-	-	-	(1 200)	732 818	
Transfers and subsidies	693 747	-	-	-	-	-	-	-	693 747	
Provinces and municipalities	693 747	-	-	-	-	-	-	-	693 747	
Payments for capital assets	54 401	-	-	1 200	-	-	-	1 200	55 601	
Machinery and equipment	54 401	-	-	-	-	-	-	-	54 401	
Software and other intangible assets	-	-	-	1 200	-	-	-	1 200	1 200	
Total	1 527 402	-	-	-	-	-	-	-	1 527 402	

Programme 3: Communicable and Non-communicable Diseases

Subprogramme		2022/23							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments		
Programme Management	5 699	–	–	–	–	–	–	–	5 699
HIV, AIDS and STIs	24 566 163	–	–	–	–	–	–	–	24 566 163
Tuberculosis Management	27 608	–	–	–	–	–	–	–	27 608
Women's Maternal and Reproductive Health	16 919	–	–	–	–	–	–	–	16 919
Child, Youth and School Health	28 255	–	–	–	–	–	–	–	28 255
Communicable Diseases	2 151 315	–	–	–	–	–	–	–	2 151 315
Non-communicable Diseases	84 995	–	–	(1 100)	–	–	–	(1 100)	83 895
Health Promotion and Nutrition	32 168	–	–	–	–	–	–	–	32 168
Total	26 913 122	–	–	(1 100)	–	–	–	(1 100)	26 912 022
Economic classification									
Current payments	2 552 697	–	–	(2 445)	–	–	–	(2 445)	2 550 252
Compensation of employees	135 746	–	–	–	–	–	–	–	135 746
Goods and services	2 416 951	–	–	(2 445)	–	–	–	(2 445)	2 414 506
Transfers and subsidies	24 342 901	–	–	–	–	–	–	–	24 342 901
Provinces and municipalities	24 134 521	–	–	–	–	–	–	–	24 134 521
Departmental agencies and accounts	19 380	–	–	–	–	–	–	–	19 380
Non-profit institutions	189 000	–	–	–	–	–	–	–	189 000
Payments for capital assets	17 524	–	–	1 345	–	–	–	1 345	18 869
Machinery and equipment	17 524	–	–	1 345	–	–	–	1 345	18 869
Total	26 913 122	–	–	(1 100)	–	–	–	(1 100)	26 912 022

Programme 4: Primary Health Care

Subprogramme		2022/23							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Special appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		
Programme Management	4 754	–	–	–	–	–	–	–	4 754
District Health Services	4 909 181	–	–	–	–	–	–	–	4 909 181
Environmental and Port Health Services	227 923	–	–	–	–	–	–	–	227 923
Emergency Medical Services and Trauma	8 391	–	–	–	–	–	–	–	8 391
Total	5 150 249	–	–	–	–	–	–	–	5 150 249
Economic classification									
Current payments	259 130	–	–	–	–	–	–	–	259 130
Compensation of employees	227 644	–	–	–	–	–	–	–	227 644
Goods and services	31 486	–	–	–	–	–	–	–	31 486
Transfers and subsidies	4 888 597	–	–	–	–	–	–	–	4 888 597
Provinces and municipalities	4 888 597	–	–	–	–	–	–	–	4 888 597
Payments for capital assets	2 522	–	–	–	–	–	–	–	2 522
Machinery and equipment	2 522	–	–	–	–	–	–	–	2 522
Total	5 150 249	–	–	–	–	–	–	–	5 150 249

Programme 5: Hospital Systems

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments			
Programme	2 797	-	-	-	-	-	-	-	2 797	
Management Health Facilities Infrastructure Management	8 320 569	-	-	-	-	-	-	-	8 320 569	
Hospital Systems	14 315 722	-	-	-	-	-	-	-	14 315 722	
Total	22 639 088	-	-	-	-	-	-	-	22 639 088	
Economic classification										
Current payments	219 296	-	-	-	-	-	-	-	219 296	
Compensation of employees	27 681	-	-	-	-	-	-	-	27 681	
Goods and services	191 615	-	-	-	-	-	-	-	191 615	
Transfers and subsidies	21 085 605	-	-	-	-	-	-	-	21 085 605	
Provinces and municipalities	21 085 605	-	-	-	-	-	-	-	21 085 605	
Payments for capital assets	1 334 187	-	-	-	-	-	-	-	1 334 187	
Buildings and other fixed structures	1 083 497	-	-	-	-	-	-	-	1 083 497	
Machinery and equipment	250 690	-	-	-	-	-	-	-	250 690	
Total	22 639 088	-	-	-	-	-	-	-	22 639 088	

Programme 6: Health System Governance and Human Resources

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments			
Programme	6 037	-	-	-	-	-	-	-	6 037	
Management Policy and Planning	7 140	-	-	-	-	-	-	-	7 140	
Public Entities Management and Laboratories	1 953 215	-	-	1 100	-	-	-	1 100	1 954 315	
Nursing Services	9 722	-	-	-	-	-	-	-	9 722	
Health Information, Monitoring and Evaluation	71 919	-	-	-	-	-	-	-	71 919	
Human Resources for Health	5 471 349	-	-	-	-	-	-	-	5 471 349	
Total	7 519 382	-	-	1 100	-	-	-	1 100	7 520 482	
Economic classification										
Current payments	197 836	-	-	-	-	-	-	-	197 836	
Compensation of employees	105 257	-	-	-	-	-	-	-	105 257	
Goods and services	92 579	-	-	-	-	-	-	-	92 579	
Transfers and subsidies	7 316 400	-	-	1 100	-	-	-	1 100	7 317 500	
Provinces and municipalities	5 449 066	-	-	-	-	-	-	-	5 449 066	
Departmental agencies and accounts	1 867 334	-	-	1 100	-	-	-	1 100	1 868 434	
Payments for capital assets	5 146	-	-	-	-	-	-	-	5 146	
Machinery and equipment	5 146	-	-	-	-	-	-	-	5 146	
Total	7 519 382	-	-	1 100	-	-	-	1 100	7 520 482	

Details of adjustments to the 2022 Estimates of National Expenditure

Virements and shifts within the vote

Programmes					
1. Administration					
2. National Health Insurance					
3. Communicable and Non-communicable Diseases					
4. Primary Health Care					
5. Hospital Systems					
6. Health System Governance and Human Resources					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(460)	Programme 1		460
Goods and services	Audit costs, communication	(460)	Machinery and equipment	ICT equipment	460
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(1 200)	Programme 2		1 200
Goods and services	Business and advisory services ¹	(1 200)	Software and other intangible assets	Software upgrades ¹	1 200
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 3		(2 445)	Programme 3		1 345
Goods and services	Agency and support/outsourced services, communication	(1 345)	Machinery and equipment	ICT equipment	1 345
	Business and advisory services ²	(1 100)	Programme 6		1 100
			Departmental agencies and accounts	Transfer payment to South African Medical Research Council for the Global Adult Tobacco Survey ²	1 100
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Total		(4 105)			4 105

1. Only Parliament may approve this virement.

2. National Treasury approval has been obtained.

Expenditure outcome for 2021/22 and mid-year expenditure for 2022/23

Programme	2021/22					2022/23				
	Adjusted appropriation	Outcome		Apr 21 - Mar 22 adjusted appropriation	Apr 21 - Sep 21 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/Total (%)	Actual expenditure		
Apr 21 - Sep 21		Apr 21 - Mar 22	Apr 22 - Sep 22					Adjusted Appropriation		
R thousand										
Administration	828 730	246 127	672 727	29.7	81.2	781 734	1.2	290 378	37.1	
National Health Insurance	1 032 075	505 372	838 153	49.0	81.2	1 527 402	2.4	733 279	48.0	
Communicable and Non-communicable Diseases	36 250 592	19 709 711	36 002 734	54.4	99.3	26 912 022	41.7	12 392 877	46.0	
Primary Health Care	250 112	121 794	251 526	48.7	100.6	5 150 249	8.0	2 570 451	49.9	
Hospital Systems	21 114 133	10 380 493	21 011 761	49.2	99.5	22 639 088	35.1	10 822 891	47.8	
Health System Governance and Human Resources	6 433 123	3 057 478	6 360 530	47.5	98.9	7 520 482	11.7	3 730 333	49.6	
Total	65 908 765	34 020 975	65 137 431	51.6	98.8	64 530 977	100.0	30 540 209	47.3	

Expenditure outcome for 2021/22 and mid-year expenditure for 2022/23 (continued)

Economic classification	2021/22					2022/23			
	Adjusted appropriation	Outcome			Adjusted appropriation/ Total (%)	Actual expenditure			
		Apr 21 - Sep 21	Apr 21 - Sep 21 % of adjusted appropriation	Apr 21 - Mar 22		Apr 21 - Mar 22 % of adjusted appropriation	Apr 21 - Sep 21	Apr 21 - Sep 21 % of Adjusted Appropriation	Apr 22 - Sep 22
R thousand									
Current payments	10 477 518	6 648 703	63.5	9 976 870	95.2	4 768 072	7.4	1 122 759	23.5
Compensation of employees	898 802	412 765	45.9	848 238	94.4	787 298	1.2	370 198	47.0
Goods and services	9 578 716	6 235 938	65.1	9 128 632	95.3	3 980 774	6.2	752 561	18.9
Transfers and subsidies	54 474 222	27 050 790	49.7	54 491 902	100.0	58 330 880	90.4	29 160 064	50.0
Provinces and municipalities	52 462 220	25 995 957	49.6	52 462 220	100.0	56 251 536	87.2	28 072 891	49.9
Departmental agencies and accounts	1 829 002	928 075	50.7	1 842 100	100.7	1 890 344	2.9	955 464	50.5
Non-profit institutions	183 000	122 726	67.1	181 401	99.1	189 000	0.3	128 776	68.1
Households	–	4 032	–	6 181	–	–	–	2 933	–
Payments for capital assets	957 025	321 482	33.6	660 304	69.0	1 432 025	2.2	257 360	18.0
Buildings and other fixed structures	838 674	275 628	32.9	591 320	70.5	1 083 497	1.7	243 535	22.5
Machinery and equipment	118 351	45 854	38.7	68 984	58.3	347 328	0.5	13 156	3.8
Software and other intangible assets	–	–	–	–	–	1 200	0.0	669	55.8
Payments for financial assets	–	–	–	8 355	–	–	–	26	–
Total	65 908 765	34 020 975	51.6	65 137 431	98.8	64 530 977	100.0	30 540 209	47.3

Expenditure trends

Total expenditure in 2021/22 was R65.1 billion, 98.8 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2021/22 was R34 billion, 51.6 per cent of the adjusted appropriation, whereas expenditure in the first half of 2022/23 was R30.5 billion, 47.3 per cent of the adjusted appropriation of R64.5 billion. Compared to the first half of 2021/22, expenditure over the same period in 2022/23 decreased by R3.5 billion, 10.2 per cent. This was mainly due to the procurement of COVID-19 vaccines during the first half of 2021/22. No vaccines were purchased over the same period in 2022/23.

Departmental receipts

Economic classification	2021/22					2022/23				
	Adjusted estimate	Outcome			Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts		
		Apr 21 - Sep 21	Apr 21 - Sep 21 % of adjusted estimate	Apr 21 - Mar 22				Apr 21 - Mar 22 % of adjusted estimate	Apr 21 - Sep 21	Apr 21 - Sep 21 % of adjusted estimate
R thousand										
Departmental receipts	1 373 249	171 516	12.5	521 023	37.9	8 247	3 010 783	100.0	831 047	27.6
Sales of goods and services produced by department	1 203 102	1 376	0.1	425 640	35.4	4 834	3 004 845	99.8	825 289	27.5
Sales of scrap, waste, arms and other used current goods	1	–	–	–	–	1	–	–	–	–
Interest, dividends and rent on land	15 826	15 826	100.0	17 469	110.4	3 000	3 938	0.1	3 938	100.0
Transactions in financial assets and liabilities	154 320	154 314	100.0	77 914	50.5	412	2 000	0.1	1 820	91.0
Total	1 373 249	171 516	12.5	521 023	37.9	8 247	3 010 783	100.0	831 047	27.6

Revenue trends

Mid-year revenue in 2021/22 was R171.5 million, 12.5 per cent of the adjusted estimate, whereas revenue for the same period in 2022/23 was R831 million, 27.6 per cent of the adjusted estimate of R3 billion. Compared to the first half of 2021/22, revenue over the same period in 2022/23 increased by R659.5 million, 384.5 per cent. This was mainly due to the sale of COVID-19 vaccines to the private sector.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

		2022/23							
		Adjustments appropriation					Total	Adjusted	
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments	adjustments appropriation	appropriation
Health System Governance and Human Resources Departmental agencies and accounts									
Departmental agencies (non-business entities)									
Current									
	779 523	–	–	1 100	–	–	–	1 100	780 623
South African Medical Research Council	779 523	–	–	1 100	–	–	–	1 100	780 623