
Health Budget Analysis 2016/17

DPG Health Meeting



Information on the analysis

- Health sector budget for Ministry of Defense, Police Force not included.
- The figures compiled by MOHCDGEC from Approved Government supply vote books.
- Changes that has happened after budget approval are not inclusive.
- Details of budget in Regional Administration and Local Government Authorities not examined.
- Details are provided in respective MTEFs for MOHCDGEC and Local Government Authorities.

Budget (in 000,000)

Budget Vote 52	FY 15/16	FY 16/17
Development Foreign (Donor)		
Health Basket	12,567	6,920
Outside Health Basket	362,051	191,456
Development Local (+GBS)	66,024	320,135
Total OC and PE (Recurrent)		
PE	236,355	219,629
OC	103,744	57,974
Overall MOHSW (vote 52)	780,741	796,114
Vote 56 Regional and Local Government Authorities health sector		
	1,040,315	1,191,884
Total Govt budget(excluding govt debt).	16,319, 548	21,539,603
Share of govt budget	11%	0.09%



Observations

- Nominal increase of the budget to the health sector by 9%.
- Decline of the share of health budget from 11% in 2015/16 to 9% in 2016/17.
- Substantial increase of budget for pharmaceuticals from Tshs 60 billions in 2015/16 to Tshs 251 billions in 2016/17.
- Slight increase of shared of Regional and Local Government Authorities from 57% in 2015/16 to 60% in 2016/17.
- Continuing decline of external funding both health basket fund and those outside the basket.
- Devaluation of the Tshs has reduced the purchasing power by 10%. These includes; pharmaceuticals, medical supplies, reagents and equipment. The devaluation is higher than budget increase.
- Inflation rate of 5.1% in 2016 compared to 6.1% in 2015 provides some advantage to the budget in the procurement of fuel, reagents and other domestic supplies.



Review of 2015/16 Health budget

- 77% percent of government and 28% of external funds has been disbursed as of April 31.



Conclusions

- Funds are not adequate though there is no agreed method of establishing the financing
- There is government willingness to increase budget in the health sector
- External funds are going down.

