

# Vote: 116 National Medical Stores

## Vote Summary

### VI: Vote Overview

This section sets out the Vote Mission, Strategic Objectives, and provides a description of the vote's services

#### (i) Snapshot of Medium Term Budget Allocations

Table V1 below summarises the Medium Term Budget allocations for the Vote:

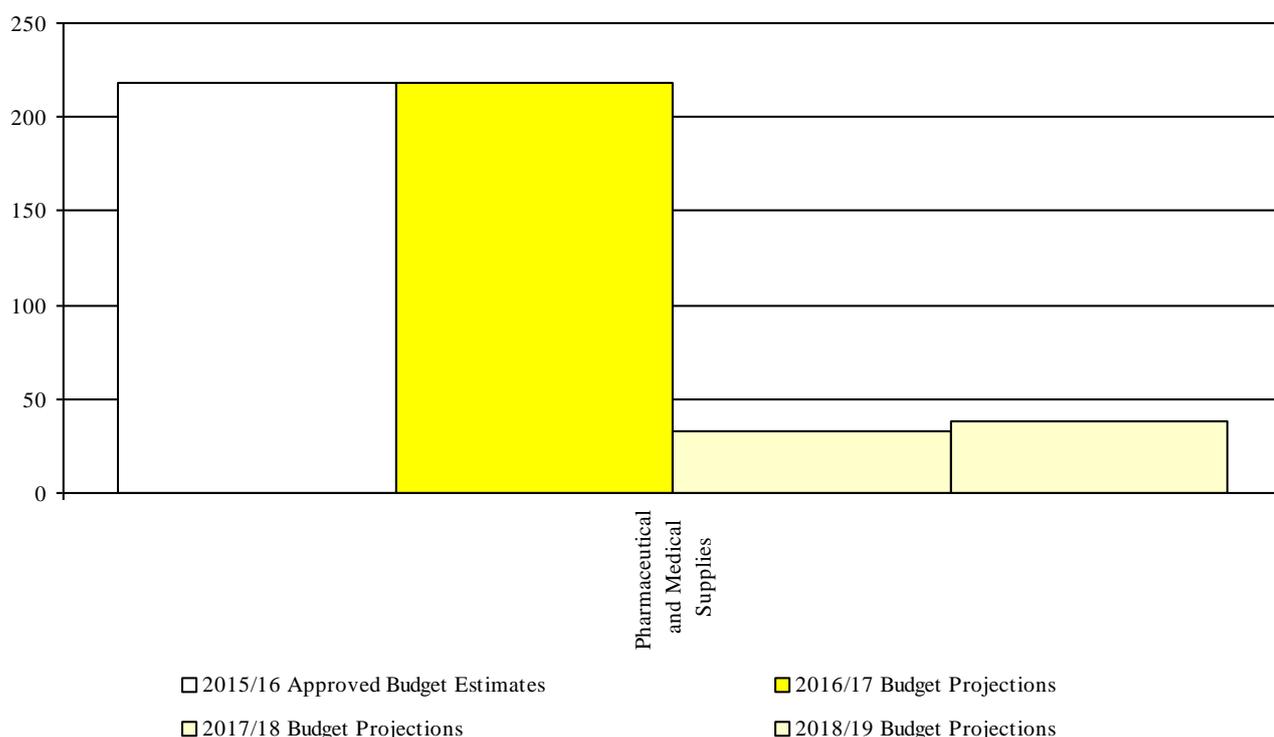
**Table V1.1: Overview of Vote Expenditures (UShs Billion)**

		2014/15 Outturn	2015/16		MTEF Budget Projections		
			Approved Budget	Spent by End Sept	2016/17	2017/18	2018/19
<i>(i) Excluding Arrears, Taxes</i>							
Recurrent	Wage	0.000	0.000	0.000	0.000	0.000	0.000
	Non Wage	219.374	218.614	54.573	218.614	32.721	38.611
Development	GoU	0.000	0.000	0.000	0.000	0.000	0.000
	Ext. Fin	0.000	0.000	0.000	0.000	0.000	0.000
<b>GoU Total</b>		<b>219.374</b>	<b>218.614</b>	<b>54.573</b>	<b>218.614</b>	<b>32.721</b>	<b>38.611</b>
<b>total GoU + Ext Fin. (MTEF)</b>		<b>219.374</b>	<b>218.614</b>	<b>54.573</b>	<b>218.614</b>	<b>32.721</b>	<b>38.611</b>
<i>(ii) Arrears and Taxes</i>							
	Arrears	0.000	0.000	0.000	0.000	N/A	N/A
	Taxes	0.000	0.000	0.000	0.000	N/A	N/A
<b>Total Budget</b>		<b>219.374</b>	<b>218.614</b>	<b>54.573</b>	<b>218.614</b>	<b>N/A</b>	<b>N/A</b>

\*\* Non VAT taxes on capital expenditure

The chart below shows total funding allocations to the Vote by Vote Function over the medium term:

**Chart V1.1: Medium Term Budget Projections by Vote Function (UShs Bn, Excluding Taxes, Arrears)**



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### (ii) Vote Mission Statement

The Vote's Mission Statement is:

*To effectively and efficiently supply Essential medicines and medical supplies to health facilities in Uganda.*

### (iii) Vote Outputs which Contribute to Priority Sector Outcomes

The table below sets out the vote functions and outputs delivered by the vote which the sector considers as contributing most to priority sector outcomes.

**Table V1.2: Sector Outcomes, Vote Functions and Key Outputs**

Sector Outcome 1:	Sector Outcome 2:	Sector Outcome 3:
<i>Increased deliveries in health facilities</i>	<i>Children under one year old protected against life threatening diseases</i>	<i>Health facilities receive adequate stocks of essential medicines and health supplies (EMHS)</i>
<b>Vote Function: 08 59 Pharmaceutical and Medical Supplies</b>		
<i>Outputs Contributing to Outcome 1:</i>	<i>Outputs Contributing to Outcome 2:</i>	<i>Outputs Contributing to Outcome 3:</i>
None	None	<p><i>Outputs Provided</i></p> <p>085901 Health Supplies to LG Units, General &amp; Regional Hospitals</p> <p>085902 Health Supplies to National Referral Hospitals</p> <p>085903 Pharmaceutical Products - GF Support</p> <p>085906 Supply of EMHS to HC 11 ( Basic Kit)</p> <p>085907 Supply of EMHS to HC 111 ( Basic Kit)</p> <p>085908 Supply of EMHS to HC 1V</p> <p>085909 Supply of EMHS to General Hospitals</p> <p>085910 Supply of EMHS to Regional Referral Hospitals</p> <p>085911 Supply of EMHS to National Referral Hospitals</p> <p>085912 Supply of ARVs to accredited facilities</p> <p>085913 Supply of EMHS to Specialised Units</p> <p>085914 Supply of Emergency and Donated Medicines</p> <p>085915 Supply of Reproductive Health Items</p>

## V2: Past Vote Performance and Medium Term Plans

*This section describes past and future vote performance, in terms of key vote outputs and plans to address sector policy implementation issues.*

### (i) Past and Future Planned Vote Outputs

#### 2014/15 Performance

NMS executed a budget of shs 218.6 billion to cater for the procurement storage and distribution of medicines and health services to Health centres II, Health centres III, Health centres IV, General hospitals, Regional Referral Hospitals, National Referral Hospitals, Specialised Institutes (UHI, UCI, UBT). In addition, NMS was the procurement agent for Health Partners like World Bank for the procurement of Safe

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Delivery Kits,Supply of Reproductive health supplies,Medroxyprogeterone Acetate .

### Preliminary 2015/16 Performance

NMS procured and distributed drugs and pharmaceutical products worth US\$ 54.573 billion[including ARVs and ACTs worth US\$ 18 billion] to public health facilities i.e LG units , Regional Referral Hospitals,National Referral Hospitals ans Specialised units.

**Table V2.1: Past and 2016/17 Key Vote Outputs\***

<i>Vote, Vote Function Key Output</i>	<b>Approved Budget and Planned outputs</b>	<b>2015/16 Spending and Outputs Achieved by End Sept</b>	<b>2016/17 Proposed Budget and Planned Outputs</b>
<b>Vote: 116 National Medical Stores</b>			
<i>Vote Function: 0859 Pharmaceutical and Medical Supplies</i>			
<b>Output:085906</b>	<b>Supply of EMHS to HC 11 ( Basic Kit)</b>		
<i>Description of Outputs:</i>	To procure, store and distribute EMHS basic kit amounting to shs 11.16billion to health centres ii.	EMHS basic kit amounting to shs 1.72 billion procured, stored and distributed to health centres II.	To procure, store and distribute EMHS basic kit amounting to shs 11.16billion to Health centres 11.
<i>Performance Indicators:</i>			
Value of EMHS basic kits supplied to HC II			11.163
<i>Output Cost: US\$ Bn:</i>	11.163	<i>US\$ Bn:</i> 1.721	<i>US\$ Bn:</i> 11.163
<b>Output:085907</b>	<b>Supply of EMHS to HC 111 ( Basic Kit)</b>		
<i>Description of Outputs:</i>	To procure, store and distribute EMHS basic kit amounting to shs 18.36 billion to health centres iii.	EMHS basic kit amounting to shs 3 billion procured, stored and distributed to health centres III.	To procure, store and distribute EMHS basic kit amounting to shs 18.36 billion to Health centres iii.
<i>Performance Indicators:</i>			
Value of EMHS basic kits supplied to HC III			18.360
<i>Output Cost: US\$ Bn:</i>	18.360	<i>US\$ Bn:</i> 3.000	<i>US\$ Bn:</i> 18.360
<b>Output:085908</b>	<b>Supply of EMHS to HC 1V</b>		
<i>Description of Outputs:</i>	To procure, store and distribute EMHS orders amounting to shs 7.992 billion to Health centres iv.	EMHS Orders amounting to shs 2 billion procured, stored and distributed to health centres IV.	To procure, store and distribute EMHS orders amounting to shs 7.992 billion to Health centres IV.
<i>Performance Indicators:</i>			
Value ( shs Billions) of EMHS supplied to HC IV			7.992
<i>Output Cost: US\$ Bn:</i>	7.992	<i>US\$ Bn:</i> 2.000	<i>US\$ Bn:</i> 7.992
<b>Output:085909</b>	<b>Supply of EMHS to General Hospitals</b>		
<i>Description of Outputs:</i>	To procure, store and distribute EMHS orders amounting to shs 13.106billion to General hospitals.	EMHS Orders amounting to shs 4.36 billion procured, stored and distributed to General hospitals.	To procure, store and distribute EMHS orders amounting to shs 13.106 billion to General hospitals.
<i>Performance Indicators:</i>			
Value ( shs Billions) of EMHS procured and supplied to General Hospitals			13.106
<i>Output Cost: US\$ Bn:</i>	13.106	<i>US\$ Bn:</i> 4.369	<i>US\$ Bn:</i> 13.106
<b>Output:085910</b>	<b>Supply of EMHS to Regional Referral Hospitals</b>		
<i>Description of Outputs:</i>	To procure, store and distribute EMHS orders amounting to shs 13.024billion to Regional	EMHS orders amounting to shs 4.341 billion procured, stored and distributed to Regional	To procure, store and distribute EMHS orders amounting to shs 13.024billion to Regional

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<i>Vote, Vote Function Key Output</i>	<b>Approved Budget and Planned outputs</b>	<b>2015/16 Spending and Outputs Achieved by End Sept</b>	<b>2016/17 Proposed Budget and Planned Outputs</b>
	Referral Hospitals	Referral Hospitals.	Referral Hospitals.
<i>Performance Indicators:</i>			
Value ( shs Billions) of EMHS supplied to Regional Referral Hospitals			13.024
<i>Output Cost: US\$ Bn:</i>	13.024	<i>US\$ Bn:</i> 4.341	<i>US\$ Bn:</i> 13.024
<b>Output:085911</b>	<b>Supply of EMHS to National Referral Hospitals</b>		
<i>Description of Outputs:</i>	To procure, store and distribute EMHS orders amounting to shs 12.366 billion to National Referral Hospitals	EMHS Orders amounting to shs 4.12 billion procured, stored and distributed to National Referral Hospitals.	To procure, store and distribute EMHS orders amounting to shs 12.366 billion to National Referral Hospitals.
<i>Performance Indicators:</i>			
Value ( shs Billions) of EMHS supplied to National Referral Hospitals			12.366
<i>Output Cost: US\$ Bn:</i>	12.366	<i>US\$ Bn:</i> 4.122	<i>US\$ Bn:</i> 12.366
<b>Output:085912</b>	<b>Supply of ACTs and ARVs to accredited facilities</b>		
<i>Description of Outputs:</i>	To procure, store and distribute ACTs, ARVS and Anti TB medicines amounting to shs 100 billion to health facilities and accredited centres in case of ARVS.	ACTS, ARVS and Anti TB medicines amounting to shs 25.93 billion procured, stored and distributed to health facilities and accredited centres in case of ARVS.	To procure, store and distribute ACTs, ARVS and Anti TB medicines amounting to shs 100 billion to health facilities and accredited centres in case of ARVS.
<i>Performance Indicators:</i>			
Value ( Shs billions) of ACTs, ARVs and TB Medicines supplied to health Facilities			100
<i>Output Cost: US\$ Bn:</i>	100.000	<i>US\$ Bn:</i> 25.934	<i>US\$ Bn:</i> 100.000
<b>Output:085913</b>	<b>Supply of EMHS to Specialised Units</b>		
<i>Description of Outputs:</i>	To procure, store and distribute specialised items amounting to shs 18.104 billion to UHI, UCI, UBTS and treatment of jiggers.	Specialised items amounting to shs 4 billion procured, stored and distributed to UHI, UCI, UBTS and treatment of jiggers.	To procure, store and distribute specialised items amounting to shs 18.104 billion to UHI, UCI, UBTS and treatment of jiggers.
<i>Performance Indicators:</i>			
Value ( shs Billions) of specialised medicines supplied to specialized units			18.104
<i>Output Cost: US\$ Bn:</i>	18.104	<i>US\$ Bn:</i> 4.000	<i>US\$ Bn:</i> 18.104
<b>Output:085914</b>	<b>Supply of Emergency and Donated Medicines</b>		
<i>Description of Outputs:</i>	To coordinate clearing and certification of emergency and donated items amounting to shs 2.5 billion	Emergency and donated items amounting to shs 0.49 billion procured, stored and distributed.	To coordinate clearing and distribution of emergency and donated items amounting to shs 2.5 billion
<i>Performance Indicators:</i>			
Value ( shs Billions) spent on emergencies, donations and related costs			2.5
<i>Output Cost: US\$ Bn:</i>	2.500	<i>US\$ Bn:</i> 0.494	<i>US\$ Bn:</i> 2.500
<b>Output:085915</b>	<b>Supply of Reproductive Health Items</b>		

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<i>Vote, Vote Function Key Output</i>	<b>Approved Budget and Planned outputs</b>	<b>2015/16 Spending and Outputs Achieved by End Sept</b>	<b>2016/17 Proposed Budget and Planned Outputs</b>
<i>Description of Outputs:</i>	To procure, store and distribute Reproductive health supplies amounting to shs 8 billion to health facilities.	Reproductive health supplies amounting to shs 0.926 billion procured, stored and distributed to health facilities.	To procure, store and distribute Reproductive health supplies amounting to shs 8 billion to health facilities.
<i>Performance Indicators:</i>			
Value (Shs billions) of Reproductive health commodities distributed to health Facilities			8
<i>Output Cost: US\$ Bn:</i>	8.000	<i>US\$ Bn:</i> 0.926	<i>US\$ Bn:</i> 8.000
<b>Output: 085916</b>	<b>Immunisation Supplies</b>		
<i>Description of Outputs:</i>	To procure, store and distribute immunisation supplies amounting to shs 9 billion to health facilities.	Immunisation supplies amounting to shs 2 billion procured, stored and distributed to health facilities.	To procure, store and distribute immunisation supplies amounting to shs 9 billion to health facilities.
<i>Performance Indicators:</i>			
Value of vaccines supplied to health facilities	9	2	9
<i>Output Cost: US\$ Bn:</i>	9.000	<i>US\$ Bn:</i> 2.000	<i>US\$ Bn:</i> 9.000
<b>Vote Function Cost</b>	<b><i>US\$ Bn:</i> 218.614</b>	<b><i>US\$ Bn:</i> 54.573</b>	<b><i>US\$ Bn:</i> 218.614</b>
<b>Cost of Vote Services:</b>	<b><i>US\$ Bn:</i> 218.614</b>	<b><i>US\$ Bn:</i></b>	<b><i>US\$ Bn:</i> 218.614</b>

\* Excluding Taxes and Arrears

### 2016/17 Planned Outputs

National Medical Stores in liaison with the Ministry of Health will continue to implement and improve on the contents of Basic EHMS Kits for Health Centres II and Health Centres III. There is dire need to formulate essential medicines and medical supplies kits that suit specific regions with their varied needs and peculiar disease burdens. The funding for medicines and medical supplies has been maintained at shs 218.614 for the FY 2016/17 and this will be executed according to levels of care. EMHS Basic kits will be dispatched every 2 months to each HCII and HCIII all totalling to shs 11.163 billion and shs 18.36 billion respectively. HC IV will be served with EMHS orders valued at shs 7,992 billion. General hospitals will be served with EMHS orders amounting to shs 13.1 billion. Regional Referral hospitals will be served with EMHS orders on a monthly basis the EMHS orders are valued at shs 13.024 billion. NMS will continue to procure and distribute Essential medicines and Health supplies for National Referral Hospitals (Mulago and Butabika) valued at shs 12,365 billion. Specialised items will be procured and distributed to UHI, UCI, UBTS valued at shs 18.103 billion. All medicines and medical supplies will be ordered for and served in accordance with the allocated resources and procurement plans available by the health facilities. ACTS, ARVS and Anti-TB drugs have been valued at shs 100 billion. Handling of emergency and donated medicines is valued at shs 2.5 billion whereas procurement of reproductive supplies, immunisation supplies and laboratory items is valued at shs 8 billion, shs 9 billion and shs 5 billion respectively. The last mile service delivery will continue to be implemented to strengthen service delivery. Concerted efforts towards 100% embossment of medicines and health supplies will continue to in drug delivery operations. The Corporation will continue to distribute all vaccines to all districts in the country.

**Table V2.2: Past and Medium Term Key Vote Output Indicators\***

<i>Vote Function Key Output Indicators and Costs:</i>	2015/16		MTEF Projections			
	<b>2014/15 Outturn</b>	<b>Approved Plan</b>	<b>Outturn by End Sept</b>	<b>2016/17</b>	<b>2017/18</b>	<b>2018/19</b>
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Vote Function Key Output Indicators and Costs:	2014/15 Outturn	2015/16		MTEF Projections		
		Approved Plan	Outturn by End Sept	2016/17	2017/18	2018/19
<b>Vote Function:0859 Pharmaceutical and Medical Supplies</b>						
Value of EMHS basic kits supplied to HC II				11.163	0	0
Value of EMHS basic kits supplied to HC III				18.360	0	0
Value ( shs Billions) of EMHS supplied to HC IV				7.992	0	0
Value ( shs Billions) of EMHS procured and supplied to General Hospitals				13.106	0	0
Value ( shs Billions) of EMHS supplied to Regional Referral Hospitals				13.024	0	0
Value ( shs Billions) of EMHS supplied to National Referral Hospitals				12.366	0	0
Value (Shs billions) of ACTs, ARVs and TB Medicines supplied to health Facilities				100	0	0
Value ( shs Billions) of specialised medicines supplied to specialized units				18.104	0	0
Value ( shs Billions) spent on emergencies, donations and related costs				2.5	0	0
Value (Shs billions) of Reproductive health commodities distributed to health Facilities				8	0	0
Value of vaccines supplied to health facilities		9	2	9	0	0
<b>Vote Function Cost (US\$ bn)</b>	<b>219.374</b>	<b>218.614</b>	<b>54.573</b>	<b>218.614</b>	<b>32.721</b>	<b>38.611</b>
<b>Cost of Vote Services (US\$ Bn)</b>	<b>219.374</b>	<b>218.614</b>	<b>54.573</b>	<b>218.614</b>	<b>32.721</b>	<b>38.611</b>

### Medium Term Plans

The Corporation has embarked on formulation of a 5 year NMS Corporate Plan(2016-21).The plan will take into consideration the expanded mandate of the corporation, the critical mission activities that are necessary for the achievement of Corporation goals and Health sectors wide area goals as drawn from the National Development plan. Activities for the Corporation plan include construction of a state of the art warehouse with full installation of an intergrated business management solution system. 100% coverage of embossment of all medicines will continue as well as the implementation of the last-mile distribution of medicines. Commodity Management Platform(CMP) to synchronise facility procurement plans and orders is being developed.Plans are underway to leverage on internet of things driven from data/information sharing from inbound(NMS) to outbound(Health facilities).Feedback mechanisms have been strengthened to enhance better engagement to make better informed procurement and stocking decision in real time.

### (ii) Efficiency of Vote Budget Allocations

The Corporation has continued to attain economies of scale by buying in bulk all medicines and medical supplies as aligned with the aggregated procurement plans of health facilities.Efforts have been buttressed by review of business processes to remove non value adding activities this has enhanced performance of the corporation and improved service delivery in relation to medicines and medical supplies. Continuous engagement with key stakeholders especially District health officials of Local Government units and

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Medical superintendents of Hospitals has helped to identify gaps in the supply chain and proposing of appropriate solutions for challenges identified. A new Commodity Management Platform (CMP) has been developed with support of Clinton Health Access Initiative to better quantification and ordering of medicines and medical supplies. This will go a long way in reducing stock outs at the health facilities and mitigate the risk of drug wastage.

**Table V2.3: Allocations to Key Sector and Service Delivery Outputs over the Medium Term**

Billion Uganda Shillings	(i) Allocation (Shs Bn)				(ii) % Vote Budget			
	2015/16	2016/17	2017/18	2018/19	2015/16	2016/17	2017/18	2018/19
Key Sector	213.6	213.6	0.0		97.7%	97.7%	0.0%	0.0%
Service Delivery	213.6	213.6	0.0		97.7%	97.7%	0.0%	

The costing assumptions for key service delivery outputs is guidance obtained from appropriate authorities like PPDA. This is used in sourcing for the best evaluated service providers of medicines and medical supplies as well as other service providers like the outsourced last mile transport providers. Efforts are geared towards attaining efficiency gains and value for money when making procurement of medicines and medical supplies.

**Table V2.4: Key Unit Costs of Services Provided and Services Funded (Shs '000)**

Unit Cost Description	Actual 2014/15	Planned 2015/16	Actual by Sept	Proposed 2016/17	Costing Assumptions and Reasons for any Changes and Variations from Plan
<i>Vote Function: 0859 Pharmaceutical and Medical Supplies</i>					
Mama Kits unit	13,000	25,550	25,550	30,000	Maama Kit contents include a range of medical items to manage maternal conditions; and sundry items such as soap, polythene sheet, towe pads, gloves, baby sheets, cotton wool, cord ligature, gauze, blade, child growth card is estimated at USD 7.0 (3650/=)
Basic EHMS Kit* for HCIII	3,200,000	4,000,000	4,000,000	4,200,000	Planned package of essential items [antibiotics, painkillers, nonACT antimalarials, IV fluids & canulars, gauze, wool, plasters, gloves, iodine etc] to be delivered every 2 months to HCIIIs estimated on FY 2016/17 budget
Basic EHMS Kit* for HC II	1,200,000	1,400,000	1,400,000	1,600,000	Planned package of essential items [antibiotics, painkillers, canulars antimalarials, IV fluids gauze, wool, plasters, gloves, iodine etc ] to be delivered every 2 months to HCIIIs and HCIII estimated on FY 2016/17. In the Basic Kit are medical records.
Artemisin-based Combination Therapies (ACTs) per dose of 6 blister pack .	5,200	6,935	6,935	7,500	Local Manufacturer Price Quote for Artemether-Lumenfantrine (tab-cap) catering for one dose (strip) of 6 blister pack. The cost estimate is USD 1.9 per dose; supply is by 30 doses in a pack at USD 52
Anti Retroviral therapies (ARVS) for patients on a 2 Regime monthly dose.	40,200	69,350	69,350	70,000	Specific cost of Duovir N (ZDV/3TC/NPV) for a pack size of 60 doses, at the local manufacturer's price of USD 19.00 [est 1USD=3650 Ushs] per pack

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### (iii) Vote Investment Plans

N/A

**Table V2.5: Allocations to Capital Investment over the Medium Term**

Billion Uganda Shillings	(i) Allocation (Shs Bn)				(ii) % Vote Budget			
	2015/16	2016/17	2017/18	2018/19	2015/16	2016/17	2017/18	2018/19
Consumption Expenditure(Outputs Provided)	218.6	218.6	32.7	38.6	100.0%	100.0%	100.0%	100.0%
Grants and Subsidies (Outputs Funded)	0.0	0.0			0.0%	0.0%		
Investment (Capital Purchases)	0.0	0.0			0.0%	0.0%		
<b>Grand Total</b>	<b>218.6</b>	<b>218.6</b>	<b>32.7</b>	<b>38.6</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

N/A

**Table V2.6: Major Capital Investments**

### (iv) Vote Actions to improve Priority Sector Outcomes

Plans to engage more with stakeholders who are involved in the supply chain for medicines and medical supplies have been drawn through implementation of stakeholder management strategy. Efforts to prepare and review procurement plans with the health facilities is a key factor in getting procurement plans right as well as a corner stone in the efficient and effective delivery of medicines and medical supplies. The innovation of Commodity Management Platform will improve on the alignment of facility orders with the procurement plans and also help in monitoring of facility budgets. Another two Regional offices have been opened in West Nile(Arua) and Karamoja(Moroto) to improve service delivery in these regions. Better communication and liason with stakeholders will inform better service delivery. Published delivery schedules done at the beginning of the year is the promise of delivery to health facilities and adherence to the schedule is of paramount importance in service realisation.

**Table V2.7: Priority Vote Actions to Improve Sector Performance**

2015/16 Planned Actions:	2015/16 Actions by Sept:	2016/17 Planned Actions:	MT Strategy:
<b>Sector Outcome 3: Health facilities receive adequate stocks of essential medicines and health supplies (EMHS)</b>			
Vote Function: 08 59 Pharmaceutical and Medical Supplies			
<i>VF Performance Issue: Absence of regional infrastructre (stores and administrative space) to establish regional distributional hubs</i>			
Embark on the construction of the state of the art warehouse on the Land bought at Kajjansi which will improve on the proximity of the warehouse to distribution points.	Construction of Perimeter wall on the Land bought at Kajjansi is work in progress.	Complete the construction of the Perimeter wall for the Warehouse and embark on the construction of the state of the art warehouse on the Land bought at Kajjansi which will avail adequate capacity for storage of Essential medicines and health supplies.	Buttress performance of the Nine Regional offices of the Corporation spread out in the country to attain fast and more efficient service delivery (manpower and other resources allocated)
<i>VF Performance Issue: Existance of multiple parallel procurement funding and implementation mechanisms</i>			
Lobby for harmonisation of fragmented medicines and medical supplies funds to facilitate proper planning.	Lobby for harmonisation of fragmented medicines and medical supplies funds to facilitate proper planning.	Study and establish modalities for the Joint Action Fund for pooling of government and partner funding.	Integration of Donor resources into budget support; Implementation of a Comprehensive National Procurement Plan; Capacity improvement and strengthening infrastructure of the National Medical Stores.
<i>VF Performance Issue: Inadequate budget of essential medicines and health supplies for health facilities.</i>			
Continue the review of EMHS kits to make them District specific.To enhance	Review of EMHS kits to make them District specific and engagement with incharges of	Continue the review of EMHS kits to make them Region specific.To enhance	Development and Implementation of EHMS Kit for General Hospitals and

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2015/16 Planned Actions:	2015/16 Actions by Sept:	2016/17 Planned Actions:	MT Strategy:
engagement with incharges of health facilities,medical superitendants and directors of health facilities.Innovate around having appropriate basic kits for the higher levels of care	health facilities,medical superitendants and directors of health facilities is an ongoing process.Regular meetings are held to ascertain the effectiveness of the Kits in place.	engagement with incharges of health facilities,medical superitendants and directors of health facilities.Innovate around having appropriate EMHS kits for the higher levels of care	Regional Referral Hospitals in accordance with their specific needs.

### V3 Proposed Budget Allocations for 2016/17 and the Medium Term

This section sets out the proposed vote budget allocations for 2016/17 and the medium term, including major areas of expenditures and any notable changes in allocations.

**Table V3.1: Past Outturns and Medium Term Projections by Vote Function\***

	2014/15 Outturn	2015/16		MTEF Budget Projections		
		Appr. Budget	Spent by End Sept	2016/17	2017/18	2018/19
<b>Vote: 116 National Medical Stores</b>						
0859 Pharmaceutical and Medical Supplies	219,374	218,614	54,573	218,614	32,721	38,611
<b>Total for Vote:</b>	<b>219,374</b>	<b>218,614</b>	<b>54,573</b>	<b>218,614</b>	<b>32,721</b>	<b>38,611</b>

#### (i) The Total Budget over the Medium Term

The allocation of funds to Health facilities is in accordance with the levels of care from Health Centre II ,Health Centre III,Health Centre IV,General hospitals ,Regional Referral hospitals ,National Referral Hospitals and specialised units. Other funds are for procurement and distribution of ARVS,ACTs,Anti- TB drugs,Reproductive health supplies, Immunisation supplies,Laboratory commodities.These are made available in accordance with each facility's need and to the extent of funds availability.

#### (ii) The major expenditure allocations in the Vote for 2016/17

The Major expenditure allocations are in accordance with levels of care at the various health facilities. This stretches from Health centre II and Health centres III where EMHS basic Kits are served every two months in accordance with the published delivery schedules. From Health centre IV through to General Hospital, Regional Referral Hospitals to National Referral Hospitals(Mulago and Butabika), EMHS orders are served in accordance with the need and budget allocation.Other vote outputs are given prominence because of their significance . These include ACTs, ARVs,Anti-TB drugs, and specialised items that are served to specialised units i.e UHI,UCI,UBTS. Other major function output include the provision of reproductive supplies, immunisation supplies and laboratory items which have been given prominence for better tracibility and monitoring.

#### (iii) The major planned changes in resource allocations within the Vote for 2016/17

There is need to avail more funds for Laboratory items and reagents to address the gap which was created when donors cut their funding of these very critical supplies required in the diagnosis of diseases.Currently the budget that is available was a reallocation of only shs 5 billion from the medicines and medical supplies budget.The need for these supplies total to approximately USD 14,000(Approximate to shs 50 billion)

**Table V3.2: Key Changes in Vote Resource Allocation**

### V4: Vote Challenges for 2016/17 and the Medium Term

This section sets out the major challenges the vote faces in 2016/17 and the medium term which the vote has been unable to address in its spending plans.

The sustained depreciation of the Shilling against the USD dollar and other major currencies.This has

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caused inflationary pressures and ultimately a rise in the cost of medicines and medical supplies. There is need to avail a budget for Laboratory items, (shs 50 billion) beds and mattresses (shs 30 billion) and stationery items (shs 2 billion) which are very much required by all health facilities. Availability of these items is a game changer in the Health sector's service delivery.

**Table V4.1: Additional Output Funding Requests**

Additional Requirements for Funding and Outputs in 2016/17:	Justification of Requirement for Additional Outputs and Funding
<i>Vote Function: 0801 Pharmaceutical and Medical Supplies</i>	
<b>Output: 0859 01 Health Supplies to LG Units, General &amp; Regional Hospitals</b>	
<b>UShs Bn:</b> 262.000	The existing financing gap of shs 262 billion is to cater for the identified unfunded priorities comprising of shs 50 billion for laboratory items which are currently not funded by the Government of Uganda. There is need to avail funding for procurement of medical stationery (shs 3 billion) and Uniforms for all health workers (12 billion). An additional shs 100 billion is required to increase the availability of ARVS and ACTS for an additional 300 patients. Shs 68 billion will cater for the depreciation of the Uganda shilling against other major currencies especially the dollar that causes a reduction in the available essential medicines and health supplies from the allocated budget.
To cater increase in ARVS and ACTS and other medicines and medical supplies as cases that warrant change may emerge. Funding for Laboratory items by Government of Uganda.	
<b>Output: 0859 02 Health Supplies to National Referral Hospitals</b>	
<b>UShs Bn:</b>	To provide additional non EHMS items (including ARVs, ACTs and insulin) and medical instruments to Health Facilities. This will help in reducing the mortality arising from HIV, malaria as well as contributing to the attainment of NDP.
To review the medicines and medical supplies requirements and provide funding for the identified gaps in the National Referral Hospitals.	

This section discusses how the vote's plans will address and respond to the cross-cutting policy, issues of gender and equity; HIV/AIDS; and the Environment, and other budgetary issues such as Arrears and NTR..

### (i) Cross-cutting Policy Issues

#### (i) Gender and Equity

<b>Objective:</b> The Corporation plans to procure and distribute maama kits to every delivering mother in public health facilities to reduce on maternal motarlity rate. The corporation equitably distributes medicines and medical supplies to all health facilities in uganda.
<b>Issue of Concern :</b> There should be enough mama kits to cater for every delivering mother in public health facilities.
<b>Proposed Interventions</b>
Sensitise expecting mothers to attend Antenatals and deliver from health facilities.
<b>Budget Allocations</b> UGX billion 9
<b>Performance Indicators</b> Adequate funds to procure enough mama kits in accordance with expecting mothers.

#### (ii) HIV/AIDS

<b>Objective:</b> Funds have been allocated for the Procurement of ARVS amounting to shs 84 billion and these are available to accredited centres to avert the HIV/Aids scourge. The lowering of ART accredited centres from HC IV to HCIII will enable increased accesibility
<b>Issue of Concern :</b> Medicines and medical supplies budget is sufficient to cover the intended lowering of ART centers to accommodate more patients.

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#### *Proposed Interventions*

Increase number of patients on ARTS by getting them early on treatment this has been enhanced by availing health centres with more 300 CD4 count machines.

*Budget Allocations* UGX billion      84

*Performance Indicators*    ARVs worth 84 billion procured stored and delivered to accredited centers.

#### *(iii) Environment*

**Objective:** The Corporation takes centre role in incineration of non viable stock accumulated by health facilities. This has fostered the environment preservation and enhanced proper stock management in health facilities.

*Issue of Concern* : There should be proper transition before change of medicine regimes can be executed.

#### *Proposed Interventions*

Sensitisation of health workers on proper drug management to avoid wastages and safe disposal of non viable medicines and medical supplies.

*Budget Allocations* UGX billion      2.5

*Performance Indicators*    Reducing number of non viable medicines and medical supplies.

#### **(ii) Payment Arrears**

The table below shows all the payment arrears outstanding for the Vote:

#### **(ii) Non Tax Revenue Collections**

The table below shows Non-Tax Revenues that will be collected under the Vote: