



Needs & Responses



Palestinian National Authority Budget

- The PNA monthly budget sources used to come from:

About 60 million from taxes collected by Israel on behalf of the PNA

About 30- 35 million from local revenues

About 30- 35 million from donors

The MOH budget Compose 10.5% of the PNA budget

MOH Budget and Fund since Sept. 2000

- Local revenues were severely declined
- Israel withholds transfer of Palestinian taxes revenues.

This has lead to severe shortage of the MoH budget

The Ministry of Health compensated by

2001-2002,

- Islamic Development Bank covered the non-salary budget
- Many in-kind donation came from friend countries

2002-2005

- The World Bank created special fund (Emergency Service Support Project ESSP) to cover the non-salary budget of the service provision ministries including MoH.

This fund was receiving contributions from various international countries.

- ESSPI, ESSP II,

Emergency Services Support Program

ESSP I

Start Date 1 March 2002
Close Date 30 June 2003

| | |
|--------------|---------------------|
| IDA | 9,294,486 |
| DFID | 6,541,191\$ |
| EC | 10,089,254\$ |
| Italy | 3,614,883\$ |
| Sweden | 779,550\$ |
| Total | 30,319,364\$ |

ESSP II

Start Date 1 July. 2003

Close Date 31 Dec. 2005

| | |
|--------------|---------------------|
| IDA | 21,801,275\$ |
| EC II | 19,729,660\$ |
| Finland | 1,367,454\$ |
| Switzerland | 2,560,087\$ |
| EC III | 18,921,296\$ |
| Sweden | 1,647,011\$ |
| Total | 66,026,783\$ |

MoH non salary budget 2005

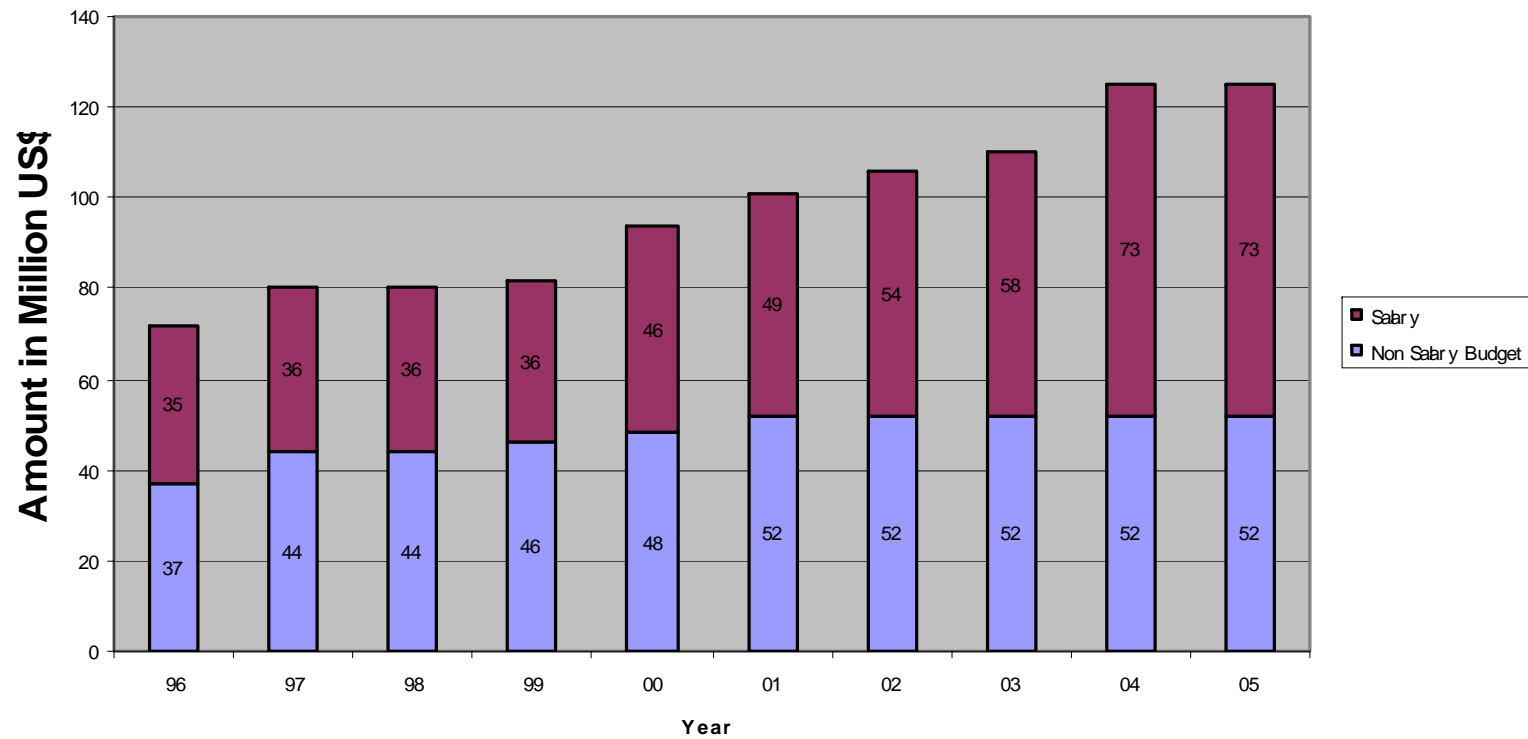
| Total Budget Approved | ESSP remained funds (EC & Sweden) | Budget deficit |
|-----------------------|--------------------------------------|-----------------------|
| 57 Million USD | 10 Million | 47 million USD |

Summary of MoH Arrears for Year 2005

| No. | Item | Cost in NIS |
|-----|--|--------------------|
| 1 | Drugs | 44,819,019 |
| 2 | Medical Disposables | 7,386,821 |
| 3 | Lab and Blood Bank Materials | 2,430,880 |
| 6 | Oxygen | 218,909 |
| 7 | Fuel | 234,883 |
| 9 | Equipment Maintenance + building maintenance | 2,290,106 |
| 10 | Hospital Food Contracts | 1,448,121 |
| 11 | Hospital/PHC Cleaning Contracts | 617,287 |
| 12 | Tertiary care | 113,859,628 |
| 13 | others | 3,059,998 |
| | Grand Total | 176,365,652 |

MOH Budget 1996-2005

Total MoH Budget From 1996 to 2005



MoH Needs of Drugs and Supply

| Item | Months needs for the non salary budget of MoH in USD | Three months urgent needs in USD | Annual needs for the non salary items in USD |
|--|---|---|---|
| Drugs and non EPI vaccines | 998 744 2 | 684,000 | 976 939 32 |
| Laboratory supplies | 822 189 | 569,466 | 864 277 2 |
| Disposables | 206 736 | 984,565 | 472 834 8 |
| Other items(including fuel, food and stationary... etc) | 762 974 | NA | 148 679 11 |
| Total | 4,645,780 | 2,238,031 | 55,731,460 |

MOH annual tender

- The MoH used to have bi-annual tenders.
- The first tender for the year 2006 was done and have no objection according to World Bank rules, waiting for availability of funds.
- We used part of this tender for the funds allocated by the Norwegian donation (1.3 million \$).

MoH staff salaries

- Ministry of health employing about 12,227
- Monthly salaries costs around 7,5 million dollars
- The MoH staff did not receive their salaries since March 2006.

Appeal

- The MOH has issued an urgent appeal to all international communities and donors, to take their responsibilities in view of the Siege imposed by the Israeli & the discontinuation of funding from the international Communities in order to prevent the collapse of the health services in Palestine.

Donor's responses to MOH Appeals

| Donors' Positive Responses to MOH Appeals for Assistance | | |
|--|-----------------------------------|---|
| No. | Country/Organization | Details |
| .1 | Islamic Development Bank | <ul style="list-style-type: none"> • 25/3 1 million US \$ / drugs , disposables & blood bank materials through PRCS |
| .2 | Norway/ WHO | <ul style="list-style-type: none"> • 9/5 0.4 million US \$ drugs & disposables through WHO |
| | Norway/NORWAC | <ul style="list-style-type: none"> • 23/5 1.3 m US \$ through NORWAC |
| .3 | Care International / USAID | <ul style="list-style-type: none"> • 17/5 0.8 million US \$ drugs and disposables for Renal Failure Patients for MOH hospitals |
| .4 | MDM | <ul style="list-style-type: none"> • 22/5 38,000 US \$ disposables & drugs for Shifa hospital in Gaza • 31,000 US \$ emergency medicines & disposables for Nablus hospital |
| .5 | MAP-UK | <ul style="list-style-type: none"> • 31/5 40,000 US \$ drugs and Disposables for Renal Failure Patients |
| .6 | UNFPA | <ul style="list-style-type: none"> • 31/5 58,000 US \$ Drugs • 85,000 US \$ Disposables |
| .7 | UNICEF | <ul style="list-style-type: none"> • 16/5 39,000 US \$ Iron Syrup and Tablets (20 pallets) • 19,000 US \$ Vitamin A |

Donor's responses to MOH Appeals..2

- Egypt, Jordan, Qatar and other Arab Countries had collected a lot of donations that could not reach the MoH due to Israeli restrictions

Donor's Who Expressed Commitment To Assist the MOH

| Donors' who expressed commitment to Assist the MOH | | |
|--|----------------------|--|
| No. | Country/Organization | Details |
| 2 | Care International | 17/5/2006 5 million US \$ for Essential Drugs & Disposables 250,000 US \$ drugs & disposables for Primary Health Care from ECHO 250,000 US \$ Essential Drugs through Paris Municipality drugs & disposables for Cancer Patients |
| 3 | Italy | 20/5 150.000 US \$ for Essential drugs & disposables through Italian Cooperation |
| 4 | India | 13/5 2.2 million US \$ for drugs & disposables |
| 5 | MAP-UK | 4/6 promised to provide Fuel and food for hospitals |

Donor's Who Expressed Commitment To Assist the MOH

| | | |
|----|----------------|---|
| 6 | UNFPA | Essential drugs and equipments for Women's Health Directorate Needs of fuels for MOH 24/5 essential needs for obstetric & Gynecology departments in Shifa & Nasser hospitals for one year. |
| 7 | Turkey | Drugs for 6 months |
| 8 | UNICEF | 4/6 129,000 US \$ for fuel & maintenance of MoH cars for 3 months |
| 9 | Austria | 1 million Euro for chronic diseases programs. |
| 11 | Sweden | 25/5 5.5 million US \$ for the MOH budget through ESSP |

Donor's Who Expressed Commitment To Assist the MOH

| | | |
|----|-------------|---|
| 12 | World Bank | أ) 3.5 million US \$ proposal for Avian Flue |
| 13 | Switzerland | ب) 29/5 1 million Frank for drugs, disposables & laboratory for Renal Failure , Chronic Diseases and Pediatrics through the Switzerland Government in cooperation with different UN agencies. |

Fact

- Salaries and non-salaries should be addressed simultaneously

Thank you

