



Minute of Decision

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Achieving Savings in Primary Health Care for Budget 2010

Portfolio: Health

On 19 April 2010, Cabinet:

- 1 **noted** that \$12.5 million of savings are to be achieved from Care Plus and the Primary Health Organisation (PHO) Performance Programme;
- 2 **approved** the following reduction in Vote Health baselines, to reflect savings from the PHO Performance Programme and the Care Plus programme, with a corresponding impact on the operating balance:

Vote Health Minister of Health	\$m – increase/(decrease)				
	2009/10	2010/11	2011/12	2012/13	2013/14 & outyears
Non-departmental Output Expense:					
Primary Healthcare Strategy	-	(12.500)	(12.500)	(12.500)	(12.500)
Total Operating	-	(12.500)	(12.500)	(12.500)	(12.500)

- 3 **approved** the following changes to appropriations, to fund the implementation of *Better, Sooner, More Convenient Primary Health Care*, with no impact on the operating balance:

Vote Health Minister of Health	\$m – increase/(decrease)				
	2009/10	2010/11	2011/12	2012/13	2013/14 & outyears
Non-departmental Output Expense:					
Primary Healthcare Strategy	-	4.800	4.800	4.800	4.800
Total Operating	-	4.800	4.800	4.800	4.800

- 4 **approved** the following changes to appropriations to increase the funding to manage risks within the Health sector, with no impact on the operating balance:

Vote Health Minister of Health	\$m – increase/(decrease)				
	2009/10	2010/11	2011/12	2012/13	2013/14 & outyears
Non-departmental Output Expense:					
Health Services Funding	-	7.700	7.700	7.700	7.700
Total Operating	-	7.700	7.700	7.700	7.700

- 5 **agreed** that recommendations to give effect to the above paragraphs will be included as part of Budget 2010.

Secretary of the Cabinet
