



## **Item 12. Reporting on capital formation in health accounts**

Meeting of SHA Experts 10-11 October 2002

## **Status of reporting on capital formation in OECD Health Data 2002**

- Share of reported capital formation ranges from 1.5% to 9.3% of total expenditure
- Many countries report on either public or private sector only, limiting the comparability of overall spending figures
- Several countries include only capital investment in hospitals and the like
- Several countries include only special government budget lines (may not correspond to gross fixed capital formation in the sense of economic accounting)

# Gross fixed capital formation, 1999

	Investment on medical facilities (% TEH)		
	Total	Public	Private
Australia (1998)	5.4	4.0	1.4
Austria	7.2	2.6	4.6
Belgium	5.9	0.4	5.5
Canada	3.4	2.8	0.6
Czech Republic	4.8	4.8	
Denmark	2.8	2.8	
Finland	2.8	2.8	
France	2.6	2.6	
Germany	2.9	2.9	0.1
Greece	4.4	1.1	3.3
Hungary	4.7	4.6	0.1
Iceland	2.8	2.8	
Ireland	8.6	4.1	4.5
Italy	5.2	2.5	2.7
Japan	6.0	2.3	3.6

Source: OECD Health Data 2002

# Gross fixed capital formation, 1999 (cont..)

	Investment on medical facilities (% TEH)		
	Total	Public	Private
Korea	5.1	1.4	3.8
Luxembourg			
Mexico	9.3	9.3	
Netherlands	4.8		4.8
New Zealand			
Norway	8.4	7.9	0.5
Poland (1998)	6.2	6.2	
Portugal (1998)	5.8	3.2	2.6
Slovak Republic			
Spain	2.8	2.4	0.4
Sweden (1996)	3.9	2.9	1.0
Switzerland	2.9	2.9	
Turkey			
United Kingdom	4.8	2.4	2.4
United States	1.5	0.3	1.1

Source: OECD Health Data 2002

# **Status of reporting in OECD Health Data 2002 ..and in SHA pilots**

- Accounting rules for estimating this item differ widely
- Some pilots do not include estimates on capital formation
- Range of (health)industries covered in SHA pilots differs widely (as do current estimates reported in HD 2002)

## **Which roadmap ahead?**

- Co-ordinate SHA pilots with industry statistics and colleagues in national accounts
- As a first step: what do annual industry statistics tell about industry ISIC 851 "Human health activities"
- Consult input-output tables to better understand the structure of goods under gross fixed capital formation