

# VOTE 7

## Health

Operational budget	R 15 042 052 000
MEC remuneration	R 774 000
<b>Total amount to be appropriated</b>	<b>R 15 042 826 000</b>
Responsible MEC	Mrs N. P. Nkonyeni, MEC for Health
Administrating department	Health
Accounting officer	Head: Health

### 1. Overview

#### Vision

The vision of the Department of Health is: *To achieve the optimal health status for all persons in the Province of KwaZulu-Natal.*

#### Mission statement

The mission statement of the department is to develop a sustainable, co-ordinated, integrated and comprehensive health system at all levels of care, based on the primary health care approach through the District Health System.

#### Strategic objectives

The main strategic objectives of the Department of Health for the 2008/09 MTEF, which are in synergy with National goals and are in line with the provincial priorities, are as follows:

- Strengthening governance and service delivery – this includes the improvement of health care in the province, effective resource mobilisation and allocation, the strengthening of Primary Health Care (PHC) and Emergency Medical Services (EMS), the improvement of staff capacity at all levels and the striving for improved communication within the Health sector;
- Fighting poverty and protecting vulnerable groups in society – this will be achieved through the continued enhancement of PHC services via the District Health System (DHS) approach, with emphasis on the underserved areas and providing nutritional support to vulnerable groups, patients on Tuberculosis (TB) treatment, patients on anti-retroviral treatment and malnourished children;
- Integrating investment in community infrastructure – this entails the facilitation and co-ordination of processes for the acquisition of land, and the design and construction of new buildings inclusive of the co-ordination of activities to equip newly constructed buildings for commissioning in accordance with the department's Service Transformation Plan. Also included will be the assurance that major capital maintenance projects and the Hospital Revitalisation programme are implemented, and innovative methods are used in clearing the backlog in infrastructure development;
- Developing human capability – this requires a review of the Human Resource (HR) processes to ensure the effective recruitment and retention of appropriately skilled staff across occupational groups, as well as providing a service platform for high quality training, development and clinical research that is responsive to the needs of the country;

- Implementing a comprehensive provincial response to HIV and AIDS and priority health programmes – it is intended to continue with the implementation of the Comprehensive HIV and AIDS strategy, through initiatives aimed at preventing and reducing new HIV infections and sexually transmitted infections (STIs), as well as providing HIV and AIDS comprehensive care and treatment including Anti-Retroviral Treatment (ART) in all sub-districts, by 2009. The department will also ensure the effective management of tuberculosis (TB), including Multiple Drug Resistant (MDR) and Extreme Drug Resistant (XDR) TB in the province; and
- Promoting sustainable economic development and job creation – to contribute to the economic development of the province through providing jobs for community care-givers and lay counsellors, the continued utilisation of the Expanded Public Works Programme (EPWP) in infrastructure development, and the procurement of identified services and supplies from second economy based suppliers such as co-operatives, women's groups, youth groups and the disabled.

### **Core functions**

Section 27 of the Constitution of the Republic of South Africa, 1996 (Act 108 of 1996), states that 'everyone has the right to have access to health care services, including reproductive health care, and no-one may be refused emergency medical treatment'. In carrying out this mandate, the state must take reasonable legislative and other measures within its available resources, to achieve the progressive realisation of these rights.

The primary purpose for the existence of the Department of Health is to develop and implement a sustainable, co-ordinated, integrated and comprehensive health system utilising the primary health care approach, which is based on accessibility, equity, cost-effectiveness, community participation, use of appropriate technology and inter-sectoral collaboration.

The optimal organisational configuration of the department is critical to ensure the economical utilisation of allocated resources, so as to achieve effective and efficient health service delivery in the pursuit of the objectives set in the Strategic Plan, the Service Transformation Plan and the Annual Performance Plan of the department.

The department is responsible for providing health services primarily to the uninsured population of the province, (i.e. approximately 88 per cent of the total population of 9.9 million, which amounts to 8.7 million people). In addition to this, there is an obligation to provide tertiary health services to people beyond the provincial boundaries.

Four main categories of services are provided by the department, namely:

#### ***Primary Health Care Services***

This category focuses on the prevention of illness and the provision of basic curative health services. These services include immunisation, health promotion, HIV and AIDS awareness, nutrition, mother and child health, communicable disease control, environmental health, oral and dental health, rehabilitation support, occupational health and chronic disease support.

#### ***Hospital Services***

District hospitals and provincial hospitals cater for those patients who require admission to hospital for treatment at general practitioner level, and at specialist level, respectively.

Tuberculosis hospitals, psychiatric hospitals and chronic medical hospitals (long-term) provide hospitalisation for patients suffering from tuberculosis, mental illnesses and those patients requiring long-term nursing care. Central and tertiary hospitals provide facilities and expertise needed for sophisticated medical procedures.

#### ***Forensic Pathology Services***

The aim is to ensure integrity of forensic evidence and provide Inspector of Anatomy Services.

**Emergency Medical Services**

The aim of this category is to provide emergency care and transport for victims of trauma, road traffic accidents, and emergency medical and obstetric conditions. Planned patient transport is provided for inter-hospital transfer, while indigent patients are transported between clinics and hospitals.

**Legislative mandate**

In carrying out its functions, the department is governed mainly by the following Acts and regulations:

- Provincial Health Act, 2000 (Act 4 of 2000)
- The Constitution of the Republic of South Africa (Act No. 108 of 1996)
- National Health Act (Act No. 61 of 2003)
- Mental Health Care Act (Act No. 17 of 2002)
- Public Finance Management Act (Act No. 1 of 1999 as amended) and the Treasury Regulations
- KZN Provincial Supply Chain Management Policy Framework of 2006
- Preferential Procurement Policy Framework Act (Act No. 5 of 2000)
- Division of Revenue Act
- Public Service Act (Act No. 103 of 1994) and the Public Service Regulations
- Public Service Bargaining Council Resolutions
- Medicines and Related substances Act (Act No. 101 of 1965 as amended)
- Pharmacy Act (Act No. 53 of 1974 as amended)
- Nursing Act (Act No. 50 of 1978 as amended)
- Nurses and Midwives Act (Act No. 4 of 2003)
- Choice of Termination of Pregnancy Act (Act No. 92 of 1996, as amended)
- Labour Relations Act (Act No. 66 of 1995)
- Basic Conditions of Employment Act (Act No. 75 of 1997)
- Skills Development Act (Act No. 97 of 1998)
- Skills Levy Act (Act No. 9 of 1999)
- National Health Laboratories Services Act (Act No. 37 of 2000)
- Occupational Health and Safety Act (Act No. 85 of 1993)
- Traditional Health Practitioners Act (Act No. 35 of 2004)
- Health Professions Act (Act No. 56 of 1974)
- Human Tissue Act (Act No. 65 of 1983)

**2. Review of the 2007/08 financial year**

Section 2 provides a review of 2007/08, outlining the main achievements and progress made by the department during the year, as well as providing a brief discussion of challenges and new developments.

The department continued to invest in primary health care as a means of producing better health outcomes, with greater user satisfaction, at a lower cost. The ultimate goal is to ensure equity, efficiency, effectiveness and responsiveness in the provision of services. The quality of care is, in turn, influenced by the availability of staff, infrastructure, medicines and other critical inputs, especially at Community Health Centres and Primary Health Care Clinics.

In addition to providing services in the 10 districts and the metro in the province, the department had to contend with the cross-border flow of patients from the Eastern Cape into Sisonke and Ugu in KwaZulu-Natal, estimated to exceed 100 000. This represents 1.7 per cent of the total Eastern Cape population. The Mozambique and Swaziland population served by KwaZulu-Natal is estimated at 30 000 patients. The department will continue to cater for these patients in line with NEPAD agreements. The fees will be recovered in line with the department's policies, based on the various categories of patients.

The department faces many service delivery challenges that require specific strategies to address them. Some of the main challenges are:

- The increased number of patients with Tuberculosis, MDR/XDR Tuberculosis;
- Management of the HIV and AIDS pandemic, and management of TB, HIV and AIDS co-infection;
- Improving the management of maternal and childhood conditions;
- Effective management of diseases of lifestyle (e.g. hypertension, diabetes, etc.);
- Recruitment and retention of health workers;
- Improving quality of care at all health institutions; and
- Health Sector readiness for the 2010 World Cup Soccer event in terms of EMS and related services.

Within the funds made available, and in line with the national priorities cited for 2007/08, the Department of Health will achieve the following by the end of 2007/08:

***Strengthening service delivery, fighting poverty and protecting vulnerable groups in society***

- Organisational design was carried out as part of the service delivery transformation process, aimed at strengthening service delivery capacity, resulting in the completion of revised structures for Head Office, the District Offices, Tertiary Hospitals, Regional Hospitals, Community Health Centres and Community Clinics;
- Clinic and Community Health Centre visits continued to show a steady growth, with approximately 21 079 790 visits to Primary Health Care facilities during the year;
- The utilisation of emergency medical services increased from 690 322 cases in 2006/07, to a projected figure of 752 465 cases for 2007/08. About 95 Basic Life Support Officers and 56 Intermediate Support Officers were trained during the year, together with 25 students enrolled for the two year Emergency Care Practitioner course;
- Service Level Agreements were concluded and additional funds provided to Non-government Organisations (NGOs), including 17 day care centres, which were used mainly to improve the care of psychiatric patients within the communities;
- A clinical governance framework was developed; and
- The provision for telemedicine was enhanced at the 37 sites providing tele-education, tele-dermatology and tele-opthamology.

***Implementing a comprehensive provincial response to HIV and AIDS and related diseases***

- The roll-out of the anti-retroviral treatment was expanded, with more than 124 000 patients expected to be on anti-retroviral therapy by the end of 2007/08. This programme is supported by the department's nutrition programme, mainly through the provision of macro and micro-nutrients;
- The prevention programme was expanded through the introduction of eight new non-medical Voluntary Counselling and Testing (VCT) sites, resulting in the service being provided at 100 per cent of provincial health facilities and 65 other sites, including NGO facilities and municipal clinics;
- About 72 National Integrated Plan sites were funded and the Non-Occupational Post-Exposure Prophylaxis (NOPEP) programme was strengthened, with 57 provincial hospitals and seven Community Health Centres offering trauma services to victims of sexual assault;

- The Home Based Carers' programme was continued, with Health and Welfare SETA accredited training being provided to 5 488 home-based carers currently engaged by the department through an NGO;
- The TB management plan was enhanced, with 47 000 patients on TB treatment, 57 on XDR treatment and 650 on MDR treatment. The cure rate improved from 35 per cent to 48 per cent and the default rate decreased by 1 per cent to 13 per cent. Five facilities for the accommodation of TB patients were completed and 64 additional TB beds were commissioned at King George V Hospital. TB sensitivity tests increased from 8 500 a month to 13 500 a month, and 51 vehicles for tracer teams were acquired;
- A total of 117 PHC facilities continued to provide youth-friendly services, while 100 per cent of districts offered the first phase of School Health Services and 72 schools implemented the Health Promoting Schools Programme in partnership with the department;
- All Cervical Cancer Screening services were available at all facilities; and
- To improve the management of women and children's health, a policy on Ante-natal Care and Post-Natal Care was developed, which will form the basis for strategies and programmes aimed at accelerating awareness, nine institutions implemented the Child Health Problem Identification Programme, 29 sites were registered under the Peri-natal Problem Identification Programme, 22 public and nine private online facilities provided Termination of Pregnancy services, two districts entered into Service Level Agreements with private service providers to improve access to Termination of Pregnancy services, and family planning services were available in all facilities.

***Development of human capability and sustainable economic development and job creation***

- The Employee Wellness Programme was strengthened to ensure improved productivity through the provision of programmes such as life skills, VCT facilities and cancer screening;
- About 869 bursaries were provided to assist with the recruitment of doctors, pharmacists, therapists and other health professionals;
- The recruitment of persons from disadvantaged communities for training as community health workers, nurses and emergency medical service recruits through the district offices continued; and
- The department awarded contracts for the provision of patient catering, hospital linen, gardens and grounds, cleaning services, paper products and minor renovations, valued at R191 million, to emerging enterprises in the form of SMMEs and co-operatives, which include women, the youth and the disabled among their members.

***Investment in infrastructure***

- A total of 47 Primary Health Care facilities were under construction during the current year with three Community Health Centres and five Community Health Clinics completed;
- Work at Rietvlei Hospital under the Hospital Revitalisation Grant programme was taken over from the Eastern Cape province, construction work under the Revitalisation Programme continued at Hlabisa, Lower Umfolozi Memorial Hospital, and King George V, environmental impact assessments were completed for the Dr Pixley kaSeme, Dr John Dube and Madadeni Hospitals and the maintenance drive which commenced in 2006/07 continued; and
- The replacement of obsolete medical equipment, including incubators, ventilators and x-ray equipment, continued during the 2007/08 financial year.

### 3. Outlook for the 2008/09 financial year

Section 3 looks at the key focus areas of 2008/09, outlining what the department is hoping to achieve, as well as briefly looking at the challenges facing the department, and proposed new developments.

A notable factor influencing the outlook for 2008/09 is the very high level of spending projected for 2007/08. The department is anticipating to over-spend its 2007/08 budget by more than R646 million. The primary reasons for this are, according to the department:

- the higher than budgeted cost of the Occupational Specific Dispensation (OSD) for professional nurses which was implemented in the latter part of the financial year; and
- a strong increase in the number of patients receiving treatment for HIV and AIDS (Anti-retrovirals) and Tuberculosis.

This over-spending will impact strongly on the department's ability to fully deliver on its main objectives in 2008/09. The full extent of the over-spending and its underlying causes are currently under review by the department, in conjunction with the Provincial Treasury.

The outlook for the 2008/09 financial year is set out below listed by national priority as defined in the department's main strategic objectives.

#### ***Strengthening service delivery, fighting poverty and protecting vulnerable groups in society***

- The main-streaming of Primary Health Care Services will continue, with a view to improving the nurse/doctor clinical workload, improving PHC utilisation and supervision and strengthening community-based PHC services;
- Clinical governance, including quality of care and infection prevention and control, will be improved through the development and implementation of a clinical governance framework at all facilities. This will ensure the provision of quality care to all patients at Tertiary and Regional Hospitals, based on a defined package of services;
- The implementation of interventions aimed at the improvement of access to Emergency Medical Services in the province will continue, with a special focus on ensuring preparedness for the 2010 World Cup; and
- Collaboration with stakeholders and service providers involved in the Health sector will be strengthened to ensure community awareness on available business opportunities, to ensure adherence by the Private Health Care industry to National Health Standards and to promote collaboration between the department and Traditional Medical Practitioners.

#### ***Implementing a comprehensive provincial response to HIV and AIDS and priority health groups***

- The roll-out of the Comprehensive HIV and AIDS Plan will be continued, with strengthening of home-based care services;
- The department will continue to implement the TB Crisis Management Plan, focussing on improving Laboratory diagnostic services, improving case finding and clinical management, improving patient adherence, strengthening surveillance and management of MDR and XDR TB and maintaining reporting systems;
- Preventable causes of maternal, child and women's morbidity and mortality will be decreased, by strengthening maternal and neonatal health services, improving integrated child health services, improving integrated youth health services and improving integrated women health services;
- The implementation of health programmes to reduce non-communicable diseases will be enhanced with the integrated healthy lifestyles programme, the operationalisation of the imperatives set out by the Mental Health Act, the implementation of the integrated disability and rehabilitations strategy, the implementation of the comprehensive programme for chronic diseases and geriatrics, together with the reorientation of oral health from a curative to preventative approach; and

- Mental health, chronic disease and rehabilitation programmes will be improved through the enhancement of the package of services offered by designated hospitals, the provision of 72 hour assessment service at District Hospitals, training of PHC nurses in mental health protocols, enhanced provision of detoxifying services at designated health facilities, and the establishment of community partnerships to combat substance abuse.

***Development of human capability and sustainable economic development and job creation***

- The health work force will be expanded within current budget constraints and retained through the implementation of innovative human resources management strategies;
- A performance management and coaching programme will be implemented;
- The Employee Wellness Programme will be strengthened to ensure improved productivity;
- The capacity of hospital management teams will be strengthened;
- Bursaries to assist with the recruitment of doctors, pharmacists, therapists and other health professionals will continue to be provided;
- The recruitment of persons from the disadvantaged communities for training as community health workers, nurses and emergency medical service recruits will continue; and
- The department will continue to support sustainable economic growth of the targeted enterprises, such as BEEs, SMMEs and co-operatives, through its procurement practices.

***Investment in infrastructure***

- Infrastructure development will be accelerated through the construction of additional clinics, community health centres, village health posts, and staff accommodation facilities;
- EMS bases will be erected in line with the Service Delivery Plan and the Provincial Spatial Economic Development Strategy (PSEDS), and the maintenance of health facilities will be continued;
- The construction and upgrading of Hospital Revitalisation grant projects, including King George V, Hlabisa, Ngwelezane and Rietvlei hospitals, will continue;
- The department will commence with planning at Madadeni, Edendale, John Dube and Pixley Ka Seme hospital revitalisation projects; and
- The replacement of obsolete medical equipment will continue under the Medical Equipment Replacement Programme.

## **4. Receipts and financing**

### **4.1 Summary of receipts**

Table 7.1 below gives the source of funding for Vote 7 over the seven-year period 2004/05 to 2010/11. The table also compares actual and budgeted receipts against actual and budgeted payments.

The department ended the 2004/05 financial year with a deficit of R79.6 million after financing, mainly as a result of the ever increasing disease burden that exerted pressure on its budget. The deficit increased to R131.2 million during 2005/06, whereas there was a surplus of R155.3 million during 2006/07, mainly due to a slow pace of spending on the Hospital Revitalisation and the Forensic Pathology Services grants, for which roll-overs to 2007/08 were approved. The Estimated Actual for 2007/08 reflects a projected deficit of R647 million, largely because of increased spending in *Compensation of employees* in respect of the implementation of the OSD and in *Goods and services* as a result of the implementation of measures to combat HIV and AIDS and MDR/XDR TB. As was mentioned earlier, this deficit is

currently under review. The department is committed to ensuring that a balanced budget is achieved by the end of 2008/09 and over the MTEF period.

Total receipts are expected to increase from R13.9 billion in the 2007/08 Adjusted Budget to R15 billion in 2008/09, rising to R19.5 billion in 2010/11. It should be noted that, during the 2007/08 Adjustments Estimate process, the department received additional allocations totaling R512.6 million.

**Table 7.1: Summary of receipts and financing**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Provincial allocation	7 560 885	8 906 640	10 033 130	11 275 323	11 599 699	11 599 699	12 589 488	13 910 775	16 315 192
Conditional grants	1 153 168	1 575 538	1 786 121	2 137 492	2 325 729	2 325 729	2 453 338	2 932 995	3 208 731
<i>Health Professionals Training &amp; Development</i>	180 629	192 373	192 373	201 992	201 992	201 992	212 092	222 425	235 771
<i>Integrated Nutrition Programme</i>	24 513	26 954	-	-	-	-	-	-	-
<i>Hospital Revitalisation</i>	-	206 977	205 171	268 433	360 194	360 194	285 666	422 907	432 608
<i>National Tertiary Services</i>	619 462	691 451	732 167	789 578	789 578	789 578	903 297	980 406	1 090 250
<i>Comprehensive HIV and AIDS Grant</i>	186 348	251 468	344 304	466 922	466 922	466 922	629 694	828 174	927 793
<i>Infrastructure Grant to Provinces</i>	127 168	157 561	174 098	259 758	259 758	259 758	294 832	344 545	369 903
<i>Hospital Management Improvement</i>	15 048	23 778	-	-	-	-	-	-	-
<i>Forensic Pathology Services</i>	-	24 976	138 008	150 809	247 285	247 285	127 757	134 538	152 406
<b>Total receipts</b>	<b>8 714 053</b>	<b>10 482 178</b>	<b>11 819 251</b>	<b>13 412 815</b>	<b>13 925 428</b>	<b>13 925 428</b>	<b>15 042 826</b>	<b>16 843 770</b>	<b>19 523 923</b>
<b>Total payments</b>	<b>8 950 609</b>	<b>10 555 752</b>	<b>11 663 951</b>	<b>13 412 815</b>	<b>13 925 428</b>	<b>14 572 383</b>	<b>15 042 826</b>	<b>16 843 770</b>	<b>19 523 923</b>
Surplus/(Deficit) before financing	(236 556)	(73 574)	155 300	-	-	(646 955)	-	-	-
Financing									
of which									
Provincial roll-overs	99 482	16 962	-	-	-	-	-	-	-
Provincial cash resources	57 433	(74 624)	-	-	-	-	-	-	-
Suspension to ensuing year	-	-	-	-	-	-	-	-	-
<b>Surplus/(deficit) after financing</b>	<b>(79 641)</b>	<b>(131 236)</b>	<b>155 300</b>	<b>-</b>	<b>-</b>	<b>(646 955)</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Provincial allocation

The allocation shows a sustained real growth from 2004/05 to 2007/08, with the highest rate in 2005/06 when there was a substantial increase in the baseline. The increase in the 2008/09 MTEF period relates mainly to funding received for two national priorities, namely ‘Tuberculosis – MDR/XDR’ and ‘Provincial Health baseline adjustment’. The department also received additional funding for the ‘Personnel inflation adjustment’ aimed at addressing the pressure from the cost of living adjustments in 2007/08, as well as funding for impact of the Government Employees Medical Scheme implementation.

The provincial allocation is expected to increase from R11.6 billion in 2007/08 to R12.6 billion in 2008/09, and continues to increase over the MTEF to R13.9 billion in 2009/10 and R16.3 billion in 2010/11.

### Conditional grants

Conditional grant transfers increase from R2.3 billion in 2007/08 to R2.5 billion in 2008/09, further increasing to R2.9 billion in 2009/10 and R3.2 billion in 2010/11. The department has been allocated six national conditional grants over the MTEF, as discussed below:

**Health Professionals Training and Development grant** – This grant supports the department in providing the funding for the training and development of health professionals, and the increase over the MTEF is related mainly to inflationary pressures.

**Hospital Revitalisation grant** – This grant provides funding to enable provinces to plan, manage, modernise, rationalise and transform the infrastructure, health technology, monitoring and evaluation of hospitals and to transform hospital management and improve quality of care in line with national policy objectives.

The varying trend in this grant over the MTEF can mainly be ascribed to a reduction in funding from National Health, particularly in 2008/09. This cut in funding is related to the department’s history of poor spending, due to lack of capacity to implement infrastructure projects within the province. Additional allocations have been made over the 2008/09 MTEF to boost funding for the projects funded under this

programme. Furthermore, R91.8 million in committed funds from 2006/07 was successfully rolled over to 2007/08, resulting in a substantial increase in 2007/08, and a corresponding decrease in 2008/09.

**National Tertiary Services grant** – This grant is used to fund provinces to plan, modernise, rationalise and transform the tertiary hospital service delivery platform in line with national policy objectives, as identified and costed by the National Department of Health. The higher than inflation increase in this grant can mainly be ascribed to the agreement to establish equity between provinces.

**Comprehensive HIV and AIDS grant** – This grant is provided to enable the sector to develop effective and integrated management of HIV and AIDS, and to support the implementation of the HIV and AIDS and Sexually Transmitted Infections (STI) Strategic Plan for South Africa. This grant continues to grow strongly, particularly in the first two years of the MTEF, and will continue to support the roll-out of the Prevention of Mother to Child Transmission (PMTCT), VCT and ARV therapy programmes, the home-based and step-down care programmes, and the increased demand for these services.

**Infrastructure Grant to Provinces** – This grant is aimed at accelerating the construction, maintenance, upgrading and rehabilitation of new and existing health infrastructure. The increase is mainly due to the special programme of maintenance and upgrading of health facilities, as well as the fast tracking of the clinic construction programme.

**Forensic Pathology Services grant** – This grant is used to continue the development and provision of a comprehensive Forensic Pathology Service in the province, to ensure impartial professional evidence for the criminal justice system concerning death due to unnatural causes. The high increase in funding in 2006/07 is due to unspent funds being rolled over from 2005/06. A similar trend occurred between 2006/07 and 2007/08. Growth is negative from the 2007/08 Main Budget to 2008/09, as the start-up costs for this grant will be completed and the growth thereafter is from the new operational baseline.

## 4.2 Departmental receipts collection

A summary of revenue collected by the Department of Health over the seven-year period under review is reflected in Table 7.2. Details of these departmental receipts are given in *Annexure - Vote 7: Health*.

It should be noted that the only meaningful revenue collected by this department is that from patient fees. Most of the remaining revenue items do not follow a predictable trend, and are not received on a regular basis. As a result, projections for these items for future years were formulated based on the information available. Other factors which have an influence on the collection of revenue are as follows:

- As much as 97 per cent of patients attending the department's health facilities are unable to make a meaningful contribution for the services provided;
- The provision of free services at clinics and to women, children under 12 years of age, pensioners, the disabled and patients on the ART programme;
- The ongoing review of the Uniform Patient Fee Structure (UPFS), resulting in more groups being included under the categories exempt from the payment of fees and the reduction in fees payable by certain categories of patients; and
- The department will, however, continue to strive to maximise revenue collection, and in this regard, training at the institutions is ongoing.

Income from the *Sale of goods and services other than capital assets* increases from R128.1 million in 2007/08 to R136.5 million in 2008/09, rising to R147.6 million in 2009/10 and R159.2 million in 2010/11. Revenue from patient fees is the largest contributor to this source, although commission on insurances and boarding services also contribute. Patient fees show a positive growth, mainly as a result of measures being put in place to enhance revenue collection. More attention is now being paid to the assessment of patients' ability to pay, correct billing of patients and timeous recovery of debts from patients and other third parties such as medical aids. Revenue collection processes are, to a certain extent,

affected by the use of manual billing systems, with only six hospitals currently operating on computerised billing systems. The department is in the process of implementing the system in five more hospitals which fall under the Hospital Revitalisation Programme. The system will be implemented in the remaining hospitals as funds become available.

No substantial increases are expected in respect of receipts from *Interest, dividends and rent on land* over the MTEF which is earned from staff accommodation.

The category *Sales of capital assets*, comprising income generated from the sale of condemned/obsolete equipment/furniture is also expected to remain minimal over the MTEF as most of the redundant assets are donated in line with departmental policy.

*Financial transactions*, made up of income generated from the repayment of contract debt, salary overpayments and refunds of previous years' expenditure is expected to increase gradually over the MTEF. The unusually high collection in 2005/06 relates to the transfer, to the revenue fund account, of historical balances in the Pensions Recoverable account for which no beneficiaries could be traced.

**Table 7.2: Details of departmental receipts**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Tax receipts	-	-	-	-	-	-	-	-	-
Non-tax receipts	117 369	114 122	111 693	128 148	128 148	128 155	136 557	147 700	159 275
Sale of goods and services other than capital assets	116 915	114 095	111 065	128 102	128 102	128 102	136 508	147 647	159 218
Fines, penalties and forfeits	11	6	6	-	-	7	-	-	-
Interest, dividends and rent on land	443	21	622	46	46	46	49	53	57
Transfers received	-	-	-	-	-	-	-	-	-
Sales of capital assets	15	36	15	52	52	52	56	60	64
Financial transactions	4 619	23 531	9 581	5 250	5 250	6 721	5 565	5 982	6 430
<b>Total</b>	<b>122 003</b>	<b>137 689</b>	<b>121 289</b>	<b>133 450</b>	<b>133 450</b>	<b>134 928</b>	<b>142 178</b>	<b>153 742</b>	<b>165 769</b>

### 4.3 Donor funding

Table 7.3 below reflects donor funding received by the department. Donor funds are used to address infrastructure requirements, service delivery needs and technical support to enhance service delivery. Spending on donor funds occurs as per the agreements concluded with the various donors. The department has made arrangements for the incorporation of donor funded activities into its activities on termination of the agreements, to ensure sustainability of funded activities.

Although the majority of donations are small once-off allocations, the department has renewable contracts with two major donors, namely the Global Fund for HIV and AIDS, together with the European Union Primary Health Care Programme. The latter supports primary health care programmes including HIV and AIDS. Funds from these two donations are received on an intermittent basis and, for this reason, projections over the MTEF period have not been provided.

Phase 1 of the Global Fund was successfully implemented, coming to an end on 31 December 2006. Although approval has been granted for Phase 2, funds have not yet been received, pending the signing of the agreement. The funds reflected in 2007/08 are based on projections for disbursements under Phase 2 of the programme. The varying trend in receipts for the Global Fund relate to funding in 2003/04 being received late. These funds were spent mainly in 2004/05 and therefore additional funds were only required and provided for in 2005/06. The amounts reflected in 2007/08 are in respect of the funding towards sustaining certain critical activities under Phase 2 of the Global Fund Programme, pending final approval thereof. The projections over the 2007/08 MTEF are in respect of the continuation of Phase 2 of the project.

The same pattern in the trend pertains to the European Union PHC funding.

Table 7.3: Donor funding

Name of Donor Organisation				Main budget	Adjusted budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
				2007/08					
<b>Donor funding</b>	<b>4 584</b>	<b>58 641</b>	<b>33 453</b>	<b>74 431</b>	<b>98 321</b>	<b>100 821</b>	<b>77 522</b>	<b>10 080</b>	<b>-</b>
Global fund for HIV/AIDS Patients	-	45 055	17 094	71 931	74 207	74 207	57 362	-	-
Bristol-Myers Squibb (Ladysmith)	378	3 691	307	2 500	(2 500)	-	-	-	-
European Union : PHC	-	9 000	12 816	-	21 500	21 500	20 160	10 080	-
Belgium Funding (Communcable Diseases)	-	500	-	-	800	800	-	-	-
Brussel English Primary School (Bethesda)	2	-	-	-	-	-	-	-	-
Zinc Study (Nu Health & Pfize)(Grey's)	89	-	-	-	-	-	-	-	-
Agouron A Pfizer (Grey's)	178	9	9	-	-	-	-	-	-
Siemed Services	10	-	-	-	-	-	-	-	-
HWSeta Learnership - St Aiden's	287	226	693	-	329	329	-	-	-
HWSeta Learnership - Mseleni and Mosvold	350	121	203	-	-	-	-	-	-
Johnson and Johnson (IALCH)	-	5	-	-	-	-	-	-	-
Dept of Water Affairs & Forestry (Environ HO)	2 500	-	-	-	-	-	-	-	-
Smith & Nephew (Library (IALCH)	300	-	-	-	-	-	-	-	-
Astra Zeneca (Grey's)	364	-	-	-	-	-	-	-	-
Impumelelo Innovations Trust (Bethesda)	70	-	-	-	-	-	-	-	-
RHRU ARV Clinic (Addington)	56	-	-	-	-	-	-	-	-
Orthomedics (IALCH)	-	2	1	-	-	-	-	-	-
Sabinet ONLINE (IALCH)	-	2	-	-	-	-	-	-	-
Mbonambi Municipality	-	10	-	-	-	-	-	-	-
Synthes(PTY)LTD	-	20	-	-	-	-	-	-	-
HWSeta Learnership - Pharmacy	-	-	201	-	-	-	-	-	-
Pfizer Laboratories (IALCH)	-	-	9	-	-	-	-	-	-
TB Global Fund	-	-	778	-	3 983	3 983	-	-	-
Canadian HIV Trials Network	-	-	301	-	-	-	-	-	-
Rashid Suliman & Associates	-	-	6	-	2	2	-	-	-
Braun IALCH	-	-	8	-	-	-	-	-	-
Braun Ngwelezana	-	-	1	-	-	-	-	-	-
Italian	-	-	1 026	-	-	-	-	-	-
<b>Total</b>	<b>4 584</b>	<b>58 641</b>	<b>33 453</b>	<b>74 431</b>	<b>98 321</b>	<b>100 821</b>	<b>77 522</b>	<b>10 080</b>	<b>-</b>

## 5. Payment summary

This section provides information pertaining to the vote as a whole at an aggregated level, including payments and budgeted estimates in terms of programmes and economic classification. Further details are given in Section 6 below, as well as in the *Annexure – Vote 7: Health*.

### 5.1 Key assumptions

The department applied the following broad assumptions when compiling the budget:

- Salary increases (and carry-through costs) of 7.1 per cent for 2008/09, and 5.2 per cent for 2009/10 and 5.1 per cent for 2010/11 were taken into account, as well as the pay progression of 1 per cent of the wage bill and the relevant carry-through costs;
- The above average inflation outlook has meant that the department pays substantially more than anticipated for goods and services, thereby impacting on affordability and forcing the department to postpone certain of the activities due to funding;
- The carry-through costs of the 7.5 per cent increase in 2007/08 has also been taken into account;
- Specific personnel interventions agreed to by the Health sector in the form of the Health Professional Remuneration Review were taken into account in the calculation of salaries for health professionals to the extent that funds were available;
- CPIX indicators were used to calculate inflation related items. Approximately 6 per cent was added to the current inflation rate to cover the higher than average inflationary cost for medicine;
- The need to move towards equity at district level, while at the same time balancing the levels of other services, was taken into consideration;

- The drive for improving the service delivery in respect of emergency medical services in Programme 3 was catered for, including addressing the 2010 World Cup readiness, even though no dedicated additional funding was provided for in the 2008/09 budget allocations; and
- Provision has been made for the upgrading of Primary Health Care Services to the departmental minimum standards, upon takeover of municipal clinics from municipalities.

## 5.2 Additional allocation for the 2006/07 to 2008/09 MTEF

Table 7.4 shows additional funding received by the department over the three MTEF periods: 2006/07, 2007/08 and 2008/09. Note that the table reflects only the provincial additional allocations, and excludes additional allocations in respect of conditional grants.

The purpose of such a table is two-fold. Firstly, it shows the quantum of additional funding allocated to the department in the past and current MTEF periods. Secondly, it indicates the policies and purposes for which the additional funding was allocated. The table serves as a reminder of the number of new priorities that are funded on an annual basis – with monitoring being undertaken by the department as part of the Quarterly Performance Reporting processes.

In formulating allocations for the outer year, the carry through effects of allocations in the base year are taken into account based on an incremental percentage for each of the outer years. This approach has been used consistently.

It is important to explain how this table should be read and interpreted. The total additional funding in any given year shows how much a department received in addition to the increases which already existed in its 2005/06 MTEF baseline. The sum of the total additional provincial allocations across the five financial years shows cumulative amounts received over and above the cumulative baseline budget for that period.

**Table 7.4: Summary of additional provincial allocations for 2006/07 to 2010/11**

R000	2006/07	2007/08	2008/09	2009/10	2010/11
<b>2006/07 MTEF period</b>	<b>95 650</b>	<b>90 200</b>	<b>164 000</b>	<b>176 300</b>	<b>186 878</b>
Improved maintenance in hospitals budgets	24 600	90 200	164 000	176 300	186 878
2006/07 Adj. Estimate - XDR-MDR TB, Umzimkhulu and HIV/AIDS function shift	71 050	-	-	-	-
<b>2007/08 MTEF period <sup>1 2</sup></b>	<b>-</b>	<b>834 891</b>	<b>513 137</b>	<b>702 582</b>	<b>744 737</b>
Carry-through costs of 2006/07 Adjustments Estimate - XDR-MDR TB	-	80 250	50 000	30 000	31 800
Net financial implication of demarcation (Net of Umzimkhulu and Matatiele)	-	143 858	149 937	160 354	169 975
National priorities:					
<i>Health Professional Remuneration Review</i>		237 600	313 200	432 000	457 920
<i>Additional posts for health personnel</i>		20 000	-	-	-
<i>Expansion of Emergency Medical Services in preparation for 2010</i>		30 000	-	50 000	53 000
Development of Oncology Services		-	-	30 228	32 042
2007/08 Adj. Estimates - XDR & MDR Tuberculosis, compensation of employees		323 183	-	-	-
<b>2008/09 MTEF period <sup>2</sup></b>	<b>-</b>	<b>-</b>	<b>490 741</b>	<b>753 735</b>	<b>2 368 768</b>
Emergency Medical Services			-	-	60 000
Modernisation of Tertiary Services			-	-	150 000
Infrastructure development			-	-	282 000
Implementation of Primary Health Care Structures			-	-	410 000
Personnel inflation adjustment			72 562	124 382	160 786
Government Employees Medical Scheme			129 722	152 532	316 490
National Priorities					
<i>Additional posts for health personnel (carry-through of 2007/08 allocation)</i>			21 200	22 472	23 820
<i>Tuberculosis - MDR/XDR</i>			74 155	97 640	242 597
<i>Provincial Health Baseline adjustment</i>			193 102	356 709	723 075
<b>Total</b>	<b>95 650</b>	<b>925 091</b>	<b>1 167 878</b>	<b>1 632 617</b>	<b>3 300 383</b>
1. Excludes function shift to Office of Premier i.r.o. HIV and AIDS		(10 500)	(11 800)	(12 700)	(13 462)
2. Excludes function shift from Provincial Treasury i.r.o banking and tax function		1 193	1 621	1 685	1 748

A summary of the additional funding allocated to the department over the 2008/09 MTEF is given below:

- Additional costs for health personnel: This allocation will mainly be used to fund the carry-through costs of allocations received during the previous financial year towards the recruitment of additional health personnel;
- Tuberculosis – MDR/XDR: This allocation is aimed at funding interventions to address the TB crisis. It includes funding for laboratory services, the construction and upgrade of facilities for the provision of hospital accommodation for MDR/XDR patients in line with National policy, the acquisition of machinery and equipment and the filling of posts of TB nurses and other personnel;
- Personnel inflation adjustment: This allocation is aimed primarily at addressing the carry-through costs of the above average cost of living adjustments from the 2007/08 financial year;
- Government Employees Medical Scheme: This allocation is aimed at addressing the impact on the department's budget of the implementation of the scheme;
- Provincial Health Baseline adjustment: This allocation is aimed at improved funding of health services over the MTEF to ensure that health service delivery challenges are addressed, and also takes into account medical inflation and maintenance; and
- The department also received funding in 2010/11 for Emergency Medical Services, Modernisation of Tertiary Services, Infrastructure development and the Implementation of Primary Health Care Structures. All of these allocations relate to provincial initiatives.

### 5.3 Summary by programme and economic classification

The department has eight budget programmes in total, with four of them directly linked to the core functions of the department. Tables 7.5 and 7.6 below provide a summary of payments and estimates according to these eight programmes, as well as per economic classification.

**Table 7.5: Summary of payments and estimates by programme**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
1. Administration	162 295	192 917	224 900	274 399	280 763	284 755	305 488	325 165	359 916
2. District Health Services	4 253 689	4 924 947	5 370 301	6 200 035	6 375 856	6 834 483	6 915 052	7 736 926	8 922 508
3. Emergency Medical Services	305 627	420 604	474 023	553 561	554 863	569 891	632 501	760 404	862 205
4. Provincial Hospital Services	2 513 935	2 796 081	3 138 945	3 512 310	3 614 550	3 766 286	3 899 492	4 237 869	4 772 204
5. Central Hospital Services	914 324	1 068 606	1 191 810	1 271 875	1 285 717	1 371 313	1 440 152	1 600 115	1 948 949
6. Health Sciences and Training	364 297	408 227	421 069	503 519	522 634	524 899	578 293	633 707	695 176
7. Health Care Support Services	10 600	7 600	29 560	12 649	12 649	12 649	34 130	25 162	21 072
8. Health Facilities Management	425 842	736 770	813 208	1 084 467	1 278 396	1 208 048	1 237 718	1 524 422	1 941 893
Special Functions	-	-	135	-	-	59	-	-	-
<b>Total</b>	<b>8 950 609</b>	<b>10 555 752</b>	<b>11 663 951</b>	<b>13 412 815</b>	<b>13 925 428</b>	<b>14 572 383</b>	<b>15 042 826</b>	<b>16 843 770</b>	<b>19 523 923</b>

Note: Programme 1 includes MEC remuneration payable. Salary: R618,566. Car allowance: R154,641

**Table 7.6: Summary of payments and estimates by economic classification**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	<b>8 087 868</b>	<b>9 312 160</b>	<b>10 359 501</b>	<b>11 848 938</b>	<b>12 131 929</b>	<b>12 831 033</b>	<b>13 381 350</b>	<b>14 792 144</b>	<b>16 990 886</b>
Compensation of employees	5 413 761	5 925 640	6 628 829	7 708 001	7 913 564	8 282 240	8 707 238	9 612 664	11 053 931
Goods and services	2 674 107	3 386 520	3 730 540	4 140 937	4 218 365	4 548 734	4 674 112	5 179 480	5 936 955
Other	-	-	132	-	-	59	-	-	-
<b>Transfers and subsidies to:</b>	<b>275 249</b>	<b>300 459</b>	<b>366 242</b>	<b>378 449</b>	<b>404 636</b>	<b>402 622</b>	<b>407 983</b>	<b>424 202</b>	<b>446 856</b>
Local government	71 648	85 107	76 148	80 947	81 355	81 546	43 027	46 767	50 705
Non-profit institutions	121 600	136 496	190 724	188 585	215 376	218 089	227 649	241 384	256 084
Households	64 633	71 256	65 841	92 302	90 786	85 868	98 933	106 327	114 159
Other	17 368	7 600	33 529	16 615	17 119	17 119	38 374	29 724	25 908
<b>Payments for capital assets</b>	<b>587 492</b>	<b>943 133</b>	<b>938 208</b>	<b>1 185 428</b>	<b>1 388 863</b>	<b>1 338 728</b>	<b>1 253 493</b>	<b>1 627 424</b>	<b>2 086 181</b>
Buildings and other fixed structures	221 316	421 838	549 366	495 415	769 284	809 250	586 365	775 803	1 001 239
Machinery and equipment	359 479	519 625	388 460	689 957	619 463	529 369	667 070	851 559	1 084 876
Other	6 697	1 670	382	56	116	109	58	62	66
<b>Total</b>	<b>8 950 609</b>	<b>10 555 752</b>	<b>11 663 951</b>	<b>13 412 815</b>	<b>13 925 428</b>	<b>14 572 383</b>	<b>15 042 826</b>	<b>16 843 770</b>	<b>19 523 923</b>

From 2004/05 to the 2007/08 Adjusted Budget, the budget grew by almost R5 billion, from R9 billion to R13.9 billion. Apart from Programme 7, there were significant increases across all programmes between 2004/05 and 2005/06 and an increase between the latter and 2006/07 of 12 per cent. These strong increases were largely due to improvements in the baseline figures for 2005/06 and 2006/07. The increase in the 2007/08 Main Budget pertains mainly to additional funding for the Health Professionals Remuneration Review, the inclusion of Umzimkhulu as a result of the provincial demarcation, and the additional funding provided for Emergency Medical Services for the 2010 World Cup.

The increase in Programme 1 in 2008/09 relates mainly to the provision for general price increases. The allocation to this programme also caters for the carry-through effect of the substantial increase in the 2007/08 Main Budget, aimed at funding the enhancement of management capacity as a basis for planning, implementing, monitoring and evaluating the provision of health care services throughout the province. The allocation to this programme is approximately two per cent of the total budget.

With regard to Programme 2, over the seven-year period, the allocation to District Health Services was maintained at approximately 46 per cent of the total allocation, in line with departmental policy. Over the same period, the department has seen a substantial real increase in funding for District Management, Community Clinics, Community Health Centres, Community Based Services and Other Community Services in an effort to strengthen Primary Health Care Services. Allocations towards the HIV and AIDS programme have also followed the same trends over the same period, in an effort to ensure the successful implementation of the Comprehensive HIV and AIDS management programme. The increase in the programme allocation for 2008/09 is largely due to increased conditional grant funding for HIV and AIDS, as well as additional funding for the Provincial Health Baseline Review.

The continued drive to improve Emergency Medical Services is reflected in the significant increases in Programme 3 in 2009/10 and 2010/11. There is only a slight increase in the allocated budget for 2008/09, as no additional funding was provided in that year for the preparation of the 2010 World Cup.

Programme 4: Provincial Hospital Services shows a decrease in the share of total funding from 2004/05 to 2010/11, in line with the department's policy of shifting funds from the higher levels of service to the more cost effective primary levels of service. There is nevertheless an increase in funds allocated over the MTEF, mainly as a result of increased funding for the management of MDR/XDR TB.

The budget for Programme 5: Central Hospital Services increases from 2004/05 to 2010/11, mainly due to the provision of funding for the development of tertiary services in uMgungundlovu and uThungulu, together with funds allocated for the enhancement of these services in line with the modernisation of tertiary services programme.

Programme 6: Health Sciences and Training shows consistent growth over the seven-year period. There is only a slight increase in 2008/09 due to no additional funding being provided for the 2010 Soccer World Cup. Additional funding resumes in 2009/10.

With regard to Programme 7: Health Care Support Services, funding is provided to enable the Provincial Medical Supply Centre to carry sufficient medical stock to meet demand. The increase in stock requirements as a result of the roll-out of the ART and the TB management programmes has placed extensive pressure on stockholding, resulting in a review thereof and a once-off above inflation increase during the 2006/07 Adjustments Estimate of R20 million. The amounts in the 2008/09 MTEF period have been increased to partially cover inflation and the provision of medication for MDR/XDR Tuberculosis.

Over the seven-year period, Programme 8: Health Facilities Management reflects a significant increase in share of total expenditure due to the focus on providing and improving infrastructure. The strong increase between 2004/05 and 2005/06 is mainly due to the increase in the baseline allocation for 2005/06 and 2006/07. This programme shows a slower increase over the MTEF, particularly because of the reduction in the Hospital Revitalisation grant in the 2007/08 MTEF. There has been some additional funding allocated in the 2008/09 MTEF, but not sufficient to eliminate the reduction of 2007/08. There is strong growth in 2010/11, due to additional equitable share funding.

*Compensation of employees* shows a strong upward trend from 2004/05 to 2010/11, mainly due to funding for improvements in conditions of service, and the introduction of the scarce skills and rural allowances in 2004/05. One of the priorities for the Health sector is the filling of approximately 30 000 vacant posts in respect of nurses, countrywide. In this regard, an additional amount of R20 million was provided for in the 2007/08 allocation, in line with the national priorities. The carry-through effects thereof have been provided for as part of the 2008/09 MTEF budget allocations.

It must be noted that the projected over-spending in 2007/08 impacts heavily on *Compensation of employees*. As mentioned earlier, the reason for this is mainly due to the OSD for Professional Medical staff. The underlying causes and the full impact of the over-spending are currently under review, in conjunction with the Provincial Treasury. The allocation for *Compensation of employees* increases from R7.9 billion in the 2007/08 Adjusted Budget to R8.7 billion in 2008/09, and continues to grow steadily to R11.1 billion in 2010/11. Included in this growth is the allocation over the MTEF of funding for the uptake of the Government Employees Medical Fund.

*Goods and services* is the other main category of expenditure affected by the projected over-expenditure in 2007/08. The underlying cause is the pressure in respect of additional numbers of patients receiving anti-retrovirals and TB treatment. This item is also receiving attention in the above-mentioned review. The increase in 2005/06 in *Goods and services* relates to the real increase in the baseline provision to the department, and the increased cost of contracts, medical services, as well as medical supplies, including ARV medicine due to the expansion of the Anti-retroviral programme. The allocation increases from R4.2 billion in the 2007/08 Adjusted Budget to R4.7 billion in 2008/09, and grows steadily over the remainder of the MTEF. These increases cater for inflation and for increased activities brought about by additional allocations for the Comprehensive HIV and AIDS Programme, Forensic Pathology Services, TB Hospitals, District Management, Tertiary Hospitals and Hospital Infrastructure Management. The increase in allocations also caters for increased costs for medicines and for above average increases in the utilisation of blood products and laboratory services, brought about by the changing morbidity and mortality patterns.

The decrease in *Transfers and subsidies to: Local government* in 2006/07 is mainly due to the discontinuation of the Regional Service Council Levy in that year. The further decrease in the trend in 2008/09 can be ascribed to the anticipated provincialisation of municipal clinics, whose costs will form part of *Current payments*.

The varying trend in *Transfers and subsidies to: Other* from 2004/05 to 2007/08 relates to payments to the Sector Education Training Authority (SETA) and an increase in 2006/07 for the Standard Stock Capital Account. Inflation related increases have been provided for over the 2008/09 MTEF period.

The category *Payments for capital assets* showed an increase, especially between 2004/05 and 2005/06, due to the ongoing focus on improving physical facilities. The significant increase in the 2007/08 Adjusted Budget relates mainly to roll-overs from 2006/07 for the Hospital Revitalisation and Forensic Pathology Services conditional grants. The allocation for investment in capital assets decreases in 2008/09, but increases significantly in 2009/10 and in 2010/11. These uneven trends over the MTEF are mainly as a result of variable allocations under the Hospital Revitalisation grant.

#### **5.4 Summary of expenditure by district municipal area**

Table 7.7 below summarises the departmental spending within district municipal area, excluding Head Office costs. The distribution of funds within the municipal areas is aligned to the Service Delivery Plan of the department, which is in line with the PSEDS and the department's 12 point plan, which includes the National Health priorities.

**Table 7.7: Summary of expenditure and estimates by district municipal area**

District Municipal Area	Outcome Audited 2006/07	Estimated Actual 2007/08	Medium-term estimates		
			2008/09	2009/10	2010/11
<b>R000</b>					
eThekwini	3 838 994	5 570 107	5 680 711	6 331 141	7 382 499
Ugu	554 775	793 015	821 061	925 067	1 079 052
uMgungundlovu	1 246 552	1 914 411	1 977 936	2 249 217	2 550 666
Uthukela	421 809	615 230	635 843	711 061	825 369
Umzinyathi	409 714	646 357	653 572	729 559	845 358
Amajuba	458 833	717 667	743 583	831 100	961 726
Zululand	625 779	887 804	998 989	1 033 723	1 204 822
Umkhanyakude	518 748	747 184	773 365	869 459	1 012 433
uThungulu	842 846	1 181 715	1 226 269	1 374 394	1 596 978
Ilembé	465 336	642 754	667 802	750 592	875 791
Sisonke	301 652	571 384	590 042	661 792	770 337
<b>Total</b>	<b>9 685 039</b>	<b>14 287 628</b>	<b>14 769 173</b>	<b>16 467 105</b>	<b>19 105 031</b>

Currently, eThekwini has the highest anticipated spatial spending, totalling more than 37 per cent of the budget. This district has a third of the population of KwaZulu-Natal, many of whom are indigent. It also provides high level health services to the rest of the province, including Central Hospital Services.

The spending in the uMgungundlovu area, which is the second highest share, includes costs relating to the main psychiatric services as well as regional and tertiary services for the Midlands region. The significant increase in the trend within the Sisonke District in 2007/08 relates mainly to the funding provided for the take-on of the Umzimkhulu institutions.

To meet the demand in the other districts, funding has been provided to continue to:

- Accelerate development in under-served areas. Specific funds were earmarked to enhance services in the Nkandla area in uThungulu, and the Msinga area in Umzinyathi, in terms of a Cabinet directive;
- Build and commission more community health centres and clinics, and expand more clinics to provide 24 hour availability;
- Strengthen mobile clinic services at district level;
- Provide an outreach service to enable doctors and medical personnel to visit clinics and hospitals in remote areas;
- Develop Multi-Drug Resistant Tuberculosis facilities in uMgungundlovu, uThungulu, Ugu and Zululand; and
- Continue to develop regional hospital services in all districts, and tertiary services at Ngwelezana (uThungulu) and Grey's (uMgungundlovu) Hospitals.

## 5.5 Summary of infrastructure expenditure and estimates

Table 7.8 below presents a summary of infrastructure expenditure and estimates by categories for Vote 7. Detailed information on infrastructure is given in the *Annexure – Vote 7: Health*.

**Table 7.8: Summary of infrastructure expenditure and estimates**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
<b>Capital</b>	<b>298 959</b>	<b>540 922</b>	<b>505 542</b>	<b>786 902</b>	<b>942 867</b>	<b>949 673</b>	<b>837 737</b>	<b>1 100 113</b>	<b>1 441 292</b>
New construction	115 472	173 970	129 034	286 859	434 627	358 896	293 561	446 031	693 649
Rehabilitation/upgrading	111 971	248 447	116 025	208 556	334 717	378 481	292 804	329 772	307 590
Other capital projects	71 516	118 505	260 483	291 487	173 523	212 296	251 372	324 310	440 053
Infrastructure transfer									
<b>Current</b>	<b>126 883</b>	<b>195 848</b>	<b>214 653</b>	<b>297 565</b>	<b>335 529</b>	<b>258 375</b>	<b>395 700</b>	<b>419 716</b>	<b>495 158</b>
<b>Total</b>	<b>425 842</b>	<b>736 770</b>	<b>720 195</b>	<b>1 084 467</b>	<b>1 278 396</b>	<b>1 208 048</b>	<b>1 233 437</b>	<b>1 519 829</b>	<b>1 936 450</b>

The overall infrastructure trend shows a substantial increase over the seven-year period, resulting from a focussed drive by the department to improve its physical facilities and medical equipment to an acceptable level.

Over the period under review, the department provided for the building of additional community health centres and community health clinics in line with its service delivery plan, as well as the upgrading or replacement of unsuitable clinics.

The marked difference between 2004/05 and 2005/06 relates mainly to the difficulties experienced with tender awards in 2004/05, which were addressed in 2005/06, as well as the increase in the baseline allocation to the department in 2005/06.

This increasing trend is evident up until 2007/08, where there was a significant increase in the Adjusted Budget compared with 2006/07 due to the roll-over of R94 million relating to the Hospital Revitalisation grant from the previous year. In 2008/09, there is a decrease from the Adjusted Budget, mainly due to the effect of this roll-over, and the reduction in the Hospital Revitalisation grant is particularly noticeable in 2008/09. Funding begins to grow steadily after 2008/09. It is anticipated that, with the placing of the Infrastructure Delivery Improvement Program (IDIP) Technical Assistant within the department, the roll-overs will reduce as better planning methods will be followed by the department.

Maintenance expenditure, which is reflected under *Current*, shows a progressive increase over the entire period, in line with the special project of improving day-to-day maintenance at the hospitals.

### 5.5.1 Departmental Public-Private Partnership projects

Table 7.9 below provides a summary of Public-Private Partnership projects in the department. In 2002/03, the department entered into a Public-Private Partnership with the Impilo Consortium (Pty) Ltd. The agreement covered the provision of equipment, information management and technology and facilities management for the Inkosi Albert Luthuli Central Hospital (IALCH). This agreement enables the department to focus on the clinical services at the hospital, and to promote the hospital as a central referral hospital, operating at the highest standards in terms of quality, efficiency, effectiveness and patient focused care.

**Table 7.9: Summary of departmental Public-Private Partnership projects**

Project description R000	Total cost of project			Main Budget	Adjusted Budget	Estimated Actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
<b>Projects under implementation</b>	<b>398 246</b>	<b>422 272</b>	<b>446 526</b>	<b>463 050</b>	<b>463 050</b>	<b>463 050</b>	<b>486 203</b>	<b>522 668</b>	<b>554 028</b>
PPP unitary charge	398 246	422 272	446 526	463 050	463 050	463 050	486 203	522 668	554 028
Advisory fees	-	-	-	-	-	-	-	-	-
Revenue generated (if applicable)									
Project monitoring cost									
<b>New projects</b>	<b>4 138</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
PPP unitary charge									
Advisory fees	4 138	-	-	-	-	-	-	-	-
Revenue generated (if applicable)									
Project monitoring cost									
<b>Total</b>	<b>402 384</b>	<b>422 272</b>	<b>446 526</b>	<b>463 050</b>	<b>463 050</b>	<b>463 050</b>	<b>486 203</b>	<b>522 668</b>	<b>554 028</b>

Note: Project monitoring cost - At present not separately monitored. Special posts to be filled.

The payments made for services rendered are index-linked and are therefore subject to movements in CPIX. Payments over the 2008/09 MTEF have been calculated, based on current estimates.

During October 2006, the National Health Laboratory Services took over the provision of laboratory services throughout the province, and the PPP agreement is being amended accordingly to reflect these changes. In future, the NHLS will therefore be responsible for the payment of the service fees relating to the provision of support services to the laboratory at IALCH, at R4.6 million per annum.

## 5.6 Transfers to other entities

Although the department does not transfer funds to any public entity *per se*, transfer payments are made to numerous other entities. Table 7.10 below provides a list of the non-public entities that receive funding from the department for the provision of general clinic services, HIV and AIDS services, district hospital services, general hospital services, and Tuberculosis services.

The increase over the 2008/09 MTEF is related to inflation, as well as anticipated improvements in conditions of service.

**Table 7.10: Summary of departmental transfers to other entities**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Austerville Halfway House	121	285	314	333	333	333	356	383	406
Azalea House	128	311	34	363	363	363	388	417	442
Bekulwandle Bekimpelo	3 756	4 000	4 245	4 487	4 487	5 444	5 771	6 117	6 484
Benedictine Clinic	211	225	260	275	275	275	294	316	335
Cheschire Home Educare	62	198	218	231	231	231	247	266	282
Claremont Day Care Centre	74	238	261	277	277	277	296	318	337
Day Care Club 91/92	74	198	127	230	230	230	246	264	280
Durban School for the Deaf	122	130	138	146	146	146	156	168	178
Ekuhanyeni Clinic	116	123	130	173	173	173	185	199	211
Elandskop Clinic	250	300	312	330	330	435	457	484	513
Enkumane Clinic	170	180	187	198	198	198	212	228	242
Happy Hour Various	326	1 180	1 297	1 376	1 376	1 376	1 472	1 582	1 677
Hlanganani Ngothando	44	103	113	92	92	92	98	105	111
Ikwezi Cripple Care/DNS	520	972	1 070	1 133	1 133	1 133	1 212	1 303	1 381
Jewel House	77	144	158	167	167	167	179	192	204
Joan Tennant House	81	130	143	152	152	152	162	174	184
John Peattie House	440	612	673	713	713	713	763	820	869
Jona Vaughn Centre	736	1 476	1 624	1 721	1 721	1 721	1 842	1 980	2 099
Lynn House	108	246	271	287	287	287	307	330	350
Madeline Manor	407	756	599	882	882	882	944	1 015	1 076
Masada Workshop	40	174	192	204	204	204	218	234	248
Masibambeni Day Care Centre	30	95	105	111	111	111	119	128	136
Matikwe Oblate Clinic	303	320	338	393	393	481	505	535	567
Mccords Hosp	40 222	42 300	45 471	47 479	61 902	61 902	64 378	68 241	72 335
Mhlumayo Clinic	340	360	400	424	424	424	453	487	516
Montebello Chronic Sick Home	2 938	3 115	3 378	3 496	3 496	3 496	3 739	4 019	4 260
Mountain View Hosp	4 041	4 315	5 592	5 930	7 226	6 357	6 675	7 075	7 500
Noyi Bazi Oblate Clinic	650	307	326	361	361	361	386	415	440
Oakford Clinic	481	-	-	-	-	-	-	-	-
PAAU/HO HIV/AIDS Support	2 932	5 634	1 696	39 228	39 228	39 228	40 797	43 245	45 840
Pongola Hospital/Pongola Jozini	1 481	1 580	1 722	2 118	2 118	2 173	2 265	2 435	2 581
Prenaid A L P	34	65	71	75	75	75	81	87	92
Rainbow Haven	154	252	277	294	294	294	314	338	358
Rosary Oblate Clinic	715	-	-	-	-	-	-	-	-
Santa Motivators Various	-	250	-	-	-	-	-	-	-
Scadifa Centre	308	594	653	692	692	692	741	797	845
Sibisisiwe home	124	396	436	212	212	212	227	244	259
Siloah Hospital	6 665	7 200	8 503	8 889	10 408	10 529	10 950	11 662	12 362
Sparkes Estate	429	828	911	966	966	966	1 033	1 110	1 177
St Lukes Home	176	342	376	399	399	399	426	458	485
St Mary's Hosp Marianhill	51 194	56 120	59 069	61 868	68 421	68 421	71 158	75 072	79 576
Sunfield Home	55	90	99	105	105	105	112	120	127
lthembaethu	-	-	-	-	3 000	4 923	5 169	5 479	5 808
Umlazi Halfway House	81	156	171	181	181	181	194	209	222
Philanjalo Hospice (Step down Centre)	-	-	787	1 115	1 115	1 448	1 520	1 612	1 708
Incorrect allocations of exp by Institutions	384	196	-	-	-	-	-	-	-
Earmarked for further negotiations	-	-	-	479	479	479	602	721	981
<b>Total</b>	<b>121 600</b>	<b>136 496</b>	<b>142 747</b>	<b>188 585</b>	<b>215 376</b>	<b>218 089</b>	<b>227 649</b>	<b>241 384</b>	<b>256 084</b>

## 5.7 Transfers to local government

Table 7.11 below indicates transfers to local government, including both specific allocations to individual municipalities, as well as provisional amounts still to be negotiated between the department and the municipalities. Table 7.12 below reflects the same transfers to local government by grant name.

Although these funds have been earmarked for transfer to municipalities, the transfer is dependant upon the provision of satisfactory services in line with the service level agreements.

Further details of amounts per grant type and per municipality are given in *Annexure – Vote 7: Health*.

**Table 7.11: Summary of departmental transfers to local government by category**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
	Category A	33 889	37 545				33 632	38 446	38 246
Category B	27 606	35 299	37 336	42 501	42 501	42 501	1 572	1 690	1 808
Category C	10 016	11 643	3 262	-	-	-	-	-	-
Unallocated/unclassified	137	620	1 918	-	608	799	318	854	2 038
<b>Total</b>	<b>71 648</b>	<b>85 107</b>	<b>76 148</b>	<b>80 947</b>	<b>81 355</b>	<b>81 546</b>	<b>43 027</b>	<b>46 767</b>	<b>50 705</b>

**Table 7.12: Summary of departmental transfers to local government by grant name**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
	Regional Service Council Levy (Salary related)	15 991	15 987				4 426	-	-
Subsidy: Environmental Health	1 911	1 907	630	2 494	2 494	2 494	2 668	2 868	3 068
Subsidy: Municipal Clinics	53 746	65 236	70 513	78 453	78 861	79 052	40 359	43 899	47 637
<b>Total</b>	<b>71 648</b>	<b>83 130</b>	<b>75 569</b>	<b>80 947</b>	<b>81 355</b>	<b>81 546</b>	<b>43 027</b>	<b>46 767</b>	<b>50 705</b>

The reduction in 2006/07 in Category A, which represents the eThekweni Metro, pertains mainly to the discontinuation of the Regional Services Council Levy (RSCL), and the gradual increase thereafter is due to inflation. The marked reduction in Category B from 2008/09 relates to the provincialisation of municipal clinics. eThekweni Metro will be the only municipality to continue rendering municipal clinical services. Category C represents the RSCL which was discontinued in July 2006.

Table 7.12 above reflects the same transfers by grant name, the purposes of which are as follows:

- The RSCL was a statutory payroll levy and was discontinued from July 2006;
- Subsidy: Environmental Health is provided to municipalities as a subsidy for personnel costs, as well as sampling for testing purposes; and
- Subsidy: Municipal Clinics is utilised to subsidise primary health care for personal services provided by local authorities/municipal clinics which, apart from eThekweni, will be taken over by the department in 2008/09, hence the decrease in the outer years.

## 6. Programme description

The services rendered by this department are categorised under eight programmes, further details of which are discussed below. The information for each programme is given in terms of sub-programmes and economic classification, with details of economic classification given in *Annexure – Vote 7: Health*.

### 6.1 Programme 1: Administration

Programme 1: Administration comprises two sub-programmes, namely Office of the MEC and Management, with the objectives of providing overall strategic leadership, co-ordination and management of activities towards the achievement of optimal health status of all the communities in the province, as well as the administration of the department in line with good governance practice. The programme also includes the formulation of policies and strategies in line with national and provincial priorities.

Tables 7.13 and 7.14 summarise information for the period 2004/05 to 2010/11. It is the department's policy to keep the allocation of this programme to a maximum of 2 per cent of total budget, which was achieved over the past four years and will be maintained over the 2008/09 MTEF.

Table 7.13: Summary of payments and estimates - Programme 1: Administration

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Office of the MEC Management	8 163	8 123	8 642	9 634	9 816	10 921	12 336	13 194	14 126
	154 132	184 794	216 258	264 765	270 947	273 834	293 152	311 971	345 790
<b>Total</b>	<b>162 295</b>	<b>192 917</b>	<b>224 900</b>	<b>274 399</b>	<b>280 763</b>	<b>284 755</b>	<b>305 488</b>	<b>325 165</b>	<b>359 916</b>

Table 7.14: Summary of payments and estimates by economic classification - Programme 1: Administration

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
<b>Current payments</b>	<b>157 272</b>	<b>181 622</b>	<b>216 925</b>	<b>270 860</b>	<b>277 213</b>	<b>280 225</b>	<b>299 792</b>	<b>319 071</b>	<b>353 455</b>
Compensation of employees	103 325	103 571	114 693	181 457	169 821	147 956	202 422	214 690	230 812
Goods and services	53 947	78 051	102 232	89 403	107 392	132 269	97 370	104 381	122 643
Other	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>1 095</b>	<b>1 014</b>	<b>3 756</b>	<b>600</b>	<b>611</b>	<b>1 627</b>	<b>642</b>	<b>690</b>	<b>731</b>
Local government	305	316	96	-	11	11	-	-	-
Non-profit institutions	-	(1)	200	-	-	-	-	-	-
Households	790	699	3 460	600	600	1 616	642	690	731
Other	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>3 928</b>	<b>10 281</b>	<b>4 219</b>	<b>2 939</b>	<b>2 939</b>	<b>2 903</b>	<b>5 054</b>	<b>5 404</b>	<b>5 730</b>
Buildings and other fixed structures	-	35	-	-	-	-	-	-	-
Machinery and equipment	3 909	9 501	4 219	2 883	2 883	2 898	4 996	5 342	5 664
Other	19	745	-	56	56	5	58	62	66
<b>Total</b>	<b>162 295</b>	<b>192 917</b>	<b>224 900</b>	<b>274 399</b>	<b>280 763</b>	<b>284 755</b>	<b>305 488</b>	<b>325 165</b>	<b>359 916</b>

Expenditure increased substantially from 2005/06 to 2007/08 mainly as a result of the continuous drive towards strengthening capacity. Growth in spending for the 2008/09 MTEF period is reduced with the focus mainly on maintaining existing capacity and catering for cost of living adjustments and inflation.

The category *Compensation of employees* increases substantially in 2007/08 and in 2008/09 to cater for the filling of critical posts identified from the revised organisational structure approved during May 2006. However, the pace of filling these posts was slower than anticipated resulting in reductions in the 2007/08 Adjusted Budget and Estimated actual. The 2008/09 MTEF also caters for the cost of living adjustments for 2008/09 and the carry-through costs of the 2007/08 increases.

Spending on *Goods and services* in 2007/08 was higher than expected, mainly as a result of spending on interventions aimed at countering the effects of the nurses' strike early in the financial year, together with additional costs related to new facilities for the accommodation of staff. Spending decreases slightly in 2008/09 to adjust for once-off unforeseen costs incurred in 2007/08 as a result of the strike actions.

The high 2005/06 Audited amount in respect of *Machinery and equipment* is due to the replacement and upgrading of office furniture and equipment. Spending was reprioritised to other areas in 2007/08 due to funding constraints, and is expected to resume during the 2008/09 MTEF.

### Service delivery measures – Programme 1: Administration

Table 7.15 illustrates the main service delivery measures relating to Programme 1: Administration

Table 7.15: Service delivery measures – Programme 1: Administration

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
<b>Administration:</b>	<b>Human Resources</b>		
To conduct the strategic management and overall administration of the Department of Health	<ul style="list-style-type: none"> <li>• Doctor clinical workload (PHC clinics)</li> <li>• Nurse clinical workload (PHC clinics)</li> </ul>	23 37	24 36

Table 7.15: Service delivery measures – Programme 1: Administration

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
	<b>Quality Assurance</b>		
	• Clinical audit rate	60%	70%
	• Complaints resolved rate	74%	76%
	<b>Annual Outputs</b>		
	Human Resources		
	• Number of Medical Officers	1 605	2 072
	• Number of medical officers per 100 000	19	21
	• Number of medical specialists	315	380
	• Number of medical specialists per 100 000	4	4
	• Number of dentists (including specialists)	99	110
	• Number of dentists (including specialists)per 100 000	1.2	3
	• Number of professional nurses	10 005	10 653
	• Number of professional nurses per 100 000	120	135
	• Number of student nurses (annually)	1 800	1 955
	• Number of student nurses (annually) per 100 000	18	15
	• Number of pharmacists	414	422
	• Number of pharmacists per 100 000	5	6
	• Number of physiotherapists	172	202
	• Number of physiotherapists per 100 000	2	3
	• Number of occupational therapists	100	110
	• Number of occupational therapists per 100 000	1	2
	• Number of psychologists	58	62
	• Number of psychologists per 100 000	0.7	0.8
	• Number of radiographers	411	428
	• Number of radiographers per 100 000	5	6
	• Number of emergency medical staff	2 377	2 529
	• Number of emergency medical staff per 100 000	25	30
	• Number of dieticians	74	80
	• Number of dieticians per 100 000	1	1
	• Number of community care givers	4 033	6 033
	• Number of community care givers per 100 000	40.73	60.33

## 6.2 Programme 2: District Health Services

The purpose of Programme 2: District Health Services is to render primary health care services and district hospital services. This programme comprises nine sub-programmes, which are used to facilitate identification of the different functions. The main aims of these sub-programmes are:

- To provide service planning, administration of services, managing personnel and financial administration and the co-ordination and monitoring of district health services, including those rendered by district councils and Non-government Organisations;
- To render primary health care services with a nurse-driven service at clinic level, including visiting points, mobile and local authority clinics;
- To render primary health care services with full-time medical officers in respect of mother and child, health promotion, geriatrics, occupational therapy, physiotherapy, psychiatry, speech therapy, communicable diseases, mental health;

- To render primary health care services for health service at non-health facilities in respect of home-based care, abuse victims, mental and chronic care, school health;
- To render primary health care services related to the comprehensive management of HIV and AIDS campaigns and special projects;
- To provide services directed at providing nutrition for the malnourished members of the population;
- To render forensic pathology services and medico-legal services in the province; and
- To render hospital services at general practitioner level.

Tables 7.16 and 7.17 summarise payments and estimates for Programme 2: District Health Services.

**Table 7.16: Summary of payments and estimates - Programme 2: District Health Services**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
District Management	67 053	81 393	113 596	132 323	134 679	141 404	187 882	199 154	227 164
Community Health Clinics	912 732	932 180	1 027 389	1 337 172	1 355 817	1 290 817	1 443 484	1 562 849	1 970 860
Community Health Centres	167 027	220 615	285 742	309 921	328 188	393 858	399 091	469 984	517 033
Community Based Services	69 438	70 977	84 505	145 173	117 757	113 284	130 815	139 959	175 810
Other Community Services	295 711	396 607	375 667	402 825	442 641	422 497	436 859	477 720	601 130
HIV and AIDS	348 537	528 093	703 970	988 522	1 006 120	1 013 087	1 190 243	1 434 801	1 635 051
Nutrition	25 013	31 820	31 594	33 113	33 113	33 113	35 338	37 819	41 727
Forensic Pathology Services	951	2 936	44 840	94 232	119 016	119 016	87 757	104 538	124 289
District Hospitals	2 367 227	2 660 326	2 702 998	2 756 754	2 838 525	3 307 407	3 003 583	3 310 102	3 629 444
<b>Total</b>	<b>4 253 689</b>	<b>4 924 947</b>	<b>5 370 301</b>	<b>6 200 035</b>	<b>6 375 856</b>	<b>6 834 483</b>	<b>6 915 052</b>	<b>7 736 926</b>	<b>8 922 508</b>

**Table 7.17: Summary of payments and estimates by economic classification - Programme 2: District Health Services**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
<b>Current payments</b>	<b>4 021 869</b>	<b>4 635 266</b>	<b>5 085 383</b>	<b>5 861 040</b>	<b>5 972 747</b>	<b>6 474 495</b>	<b>6 574 884</b>	<b>7 371 827</b>	<b>8 525 560</b>
Compensation of employees	2 783 035	3 012 772	3 331 158	3 877 609	3 979 577	4 262 303	4 308 430	4 831 901	5 671 241
Goods and services	1 238 834	1 622 494	1 754 225	1 983 431	1 993 170	2 212 192	2 266 454	2 539 926	2 854 319
Other	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>182 935</b>	<b>202 490</b>	<b>220 514</b>	<b>261 356</b>	<b>276 127</b>	<b>272 659</b>	<b>250 280</b>	<b>266 867</b>	<b>284 264</b>
Local government	63 998	76 491	73 793	80 947	81 036	81 312	43 027	46 767	50 705
Non-profit institutions	101 512	106 770	125 148	162 189	176 871	176 871	187 483	198 732	210 656
Households	17 421	19 229	21 573	18 220	18 220	14 476	19 770	21 368	22 903
Other	4	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>48 885</b>	<b>87 191</b>	<b>64 404</b>	<b>77 639</b>	<b>126 982</b>	<b>87 329</b>	<b>89 888</b>	<b>98 232</b>	<b>112 684</b>
Buildings and other fixed structures	446	96	-	-	-	59	-	-	-
Machinery and equipment	48 373	87 095	64 022	77 639	126 982	87 270	89 888	98 232	112 684
Other	66	-	382	-	-	-	-	-	-
<b>Total</b>	<b>4 253 689</b>	<b>4 924 947</b>	<b>5 370 301</b>	<b>6 200 035</b>	<b>6 375 856</b>	<b>6 834 483</b>	<b>6 915 052</b>	<b>7 736 926</b>	<b>8 922 508</b>

An increasing trend is reflected in this programme over the 2008/09 MTEF. This is mainly a result of the policy of providing access to less expensive, but the most important level of health services. This includes commissioning new clinics, the further development of district offices, and special emphasis on the comprehensive management of HIV and AIDS and the spread of related diseases, especially TB. Growth is stronger in the two outer years of the MTEF as a result of increased funding for the Provincial Health baseline adjustment (National priority) and the Implementation of Primary Health Care Structures (Provincial initiative). The latter funding commences in 2010/11.

This programme includes Forensic Pathology Services, which were transferred to the department from the South African Police Services from 1 April 2006. The large increase in this sub-programme in 2006/07 results from a roll-over of funding from 2005/06, as well as additional funding provided for this service in 2006/07. The negative growth in this sub-programme from 2008/09 onwards is due partly to the effect of the roll-over of funds from 2006/07 to 2007/08, as well as reduced levels of funding from the conditional grant, following initial start-up costs for this service.

The increase in *Compensation of employees* in 2008/09 is mainly due to carry-through effect of the implementation of the OSD and the public sector wage agreement of 2007, and the effects of these are

under review (as mentioned earlier). The 2009/10 and 2010/11 allocations show steady growth, and have been earmarked to fund the cost of living adjustments and the filling of posts.

*Goods and services* shows sustained growth over the entire MTEF. The projected over-spending in 2007/08 is a cause for concern, but, as mentioned earlier, this spending pressure is a result of a higher numbers of patients receiving anti-retrovirals and TB treatment, and is under review.

The significant decrease in *Transfers and subsidies to: Local government* in 2008/09 is due to the anticipated provincialisation of municipal clinics to form part of *Current payments*.

The sharp increase against *Machinery and equipment* in 2005/06 relates to a special drive which was undertaken to replace ageing equipment in the District Hospitals. The decrease in this category in 2008/09 is due to the fact that savings from the 2007/08 financial year were earmarked for the funding of vehicles and other equipment on a once-off basis. Delays in delivery have resulted in projections for 2007/08 being lower than the Adjusted Budget.

It should be noted that a significant number of patients suffering from tuberculosis are treated in Community Clinics and Community Health Centres within Programme 2. TB patients who have been admitted and discharged from hospital are monitored at Clinics and Community Health Centres. For this reason, TB statistics have been included in this programme.

## Service delivery measures – Programme 2: District Health Services

Table 7.18 illustrates the main service delivery measures of Programme 2: District Health Services.

**Table 7.18: Service delivery measures – Programme 2: District Health Services**

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
<b>Clinics and Community Health Centres</b>			
To provide facilities for patients to be treated at primary health care level	• PHC headcount	21 079 790	22 350 000
	• Expenditure per headcount (Rand)	R70	R79
	• PHC utilisation rate	2.3 visits	2.4 visits
	• PHC utilisation rate for under 5 year olds	4 visits	4 visits
	• PHC supervision visit rate	53%	55%
<b>District Hospitals</b>			
Rendering of a hospital service at a district level	• Separations (total)	329 406	371 300
	• Patient day equivalent (PDE)	4 903 785	5 600 000
	• OPD headcount	2 168 440	2 545 000
	• Utilisation rate – usable beds	62%	64%
	• Caesarean section rate	20%	19%
	• Fatality rate - surgery	4%	4%
	• Average length of stay	5.6 days	5.6 days
	• Expenditure per day patient equivalent (PDE) (Rand)	R1 367	R814
<b>HIV and AIDS, TB and STI control</b>			
Rendering a primary health care service in respect of HIV and AIDS, TB and STI Control	• ART service points registered	74	79
	• ART patients – total registered	124 866	174 700
	• HIV and AIDS budget spent	100%	100%
	• VCT facility rate-non-antenatal clients(fixed PHC)	97%	98%
	• HIV testing rate(excluding antenatal)	91%	93%
	• PMTCT facility rate (fixed PHC)	96%	97%
	• Nevirapine antenatal clients uptake rate	70%	76%
	• Nevirapine newborn uptake rate	93%	95%

Table 7.18: Service delivery measures – Programme 2: District Health Services

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
	<ul style="list-style-type: none"> <li>TB sputa results less 48 hours rate</li> <li>New smear positive PTB cure rate</li> <li>TB treatment interruption rate</li> <li>STI partner treatment rate</li> <li>Male condom distribution rate</li> </ul>	30%	35%
		44%	46%
		12%	11%
		24%	25%
		7%	8%
<b>Disease prevention and control</b>	<ul style="list-style-type: none"> <li>Outbreak response times of less than 24 hours</li> <li>Number of cataract operations performed</li> </ul>	100%	100%
		5 883	7 050
<b>Maternal, child and women health</b>	<ul style="list-style-type: none"> <li>Deliveries at all facilities</li> <li>Delivery rate of less than 18 year olds in facilities</li> <li>Immunisation coverage under 1 year old</li> </ul>	187 970	199 090
		9%	9%
		83%	90%

### 6.3 Programme 3: Emergency Medical Services

The purpose of Programme 3: Emergency Medical Services is to render pre-hospital emergency medical services, including inter-hospital transfers and planned patient transport.

The policy of implementing emergency medical services in the under-served areas, which is in line with the provincial priority of eradicating inequity, faces various expenditure pressures and challenges. Such challenges include the need to appoint additional staff to accommodate the expansion of the programme, the high rate of inflation on EMS vehicles, and the cost of fuel.

In addition, poverty and topography are major cost drivers for both the Emergency Transport and Planned Patient Transport sub-programmes.

Tables 7.19 and 7.20 below summarise payments and budgeted estimates pertaining to Programme 3.

Table 7.19: Summary of payments and estimates - Programme 3: Emergency Medical Services

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Emergency Transport	289 981	401 178	454 943	522 481	523 239	544 588	594 516	719 550	815 462
Planned Patient Transport	15 646	19 426	19 080	31 080	31 624	25 303	37 985	40 854	46 743
<b>Total</b>	<b>305 627</b>	<b>420 604</b>	<b>474 023</b>	<b>553 561</b>	<b>554 863</b>	<b>569 891</b>	<b>632 501</b>	<b>760 404</b>	<b>862 205</b>

Table 7.20: Summary of payments and estimates by economic classification - Programme 3: Emergency Medical Services

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
<b>Current payments</b>	<b>246 959</b>	<b>336 325</b>	<b>415 873</b>	<b>470 385</b>	<b>481 093</b>	<b>507 738</b>	<b>567 074</b>	<b>636 172</b>	<b>722 846</b>
Compensation of employees	178 201	230 047	282 147	331 663	341 360	350 651	394 591	432 767	507 041
Goods and services	68 758	106 278	133 726	138 722	139 733	157 087	172 483	203 405	215 805
Other	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>1 230</b>	<b>1 188</b>	<b>744</b>	<b>487</b>	<b>687</b>	<b>743</b>	<b>521</b>	<b>560</b>	<b>594</b>
Local government	518	680	205	-	200	204	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	712	508	539	487	487	539	521	560	594
Other	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>57 438</b>	<b>83 091</b>	<b>57 406</b>	<b>82 689</b>	<b>73 083</b>	<b>61 410</b>	<b>64 906</b>	<b>123 672</b>	<b>138 765</b>
Buildings and other fixed structures	-	29	-	-	-	-	-	-	-
Machinery and equipment	57 438	83 062	57 406	82 689	73 083	61 410	64 906	123 672	138 765
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>305 627</b>	<b>420 604</b>	<b>474 023</b>	<b>553 561</b>	<b>554 863</b>	<b>569 891</b>	<b>632 501</b>	<b>760 404</b>	<b>862 205</b>

The increasing trend from 2004/05 onwards is mainly related to the planned expansion of Emergency Medical Services to the under-served areas in the province. The increase in 2007/08 is largely due to funding to appoint additional staff and to purchase extra vehicles to accommodate the expansion of the programme in preparation for the 2010 World Cup, as well as the concomitant operating costs. Further funding has been allocated in 2009/10 and 2010/11 resulting in strong growth in those years.

The overall allocation for the programme grows minimally in 2008/09, mainly due to once-off funding for the 2010 World Cup Readiness programme in 2007/08. Further funding has been made available in 2009/10 and is maintained to 2010/11.

*Compensation of employees* grows marginally in 2008/09, largely as a result of savings expected from reduced overtime payments as posts are filled. The significant growth in 2009/10 and 2010/11 is due to provision being made for the filling of posts as part of the 2010 World Cup Readiness programme.

The increase in *Machinery and equipment* in 2005/06 relates to the special drive which was initiated to extend this programme in the under-served areas. The erratic trend reflected over the 2008/09 MTEF relates to the fact that additional funding was provided for the World Cup for 2007/08, 2009/10 and 2010/11, but not for 2008/09.

### Service delivery measures – Programme 3: Emergency Medical Services

Table 7.21 below illustrates the main service delivery measures pertaining to Programme 3.

**Table 7.21: Service delivery measures – Programme 3: Emergency Medical Services**

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
<b>Emergency Medical Services</b>			
Rendering Emergency Medical Services including Ambulance Services, Special Operations, Communications and Air Ambulance services	• EMS rostered ambulances	241	265
	• EMS total kilometres travelled	23 026 335	27 304 958
	• EMS referral cases	39 135	42 430
	• EMS rostered ambulance with single person crew	0%	0%
	• EMS code red with response under 40 minutes – rural	44%	46%
	• EMS all calls with response within 60 minutes	60%	62%

### 6.4 Programme 4: Provincial Hospital Services

The purpose of this programme is the delivery of hospital services which are accessible, appropriate and effective and the provision of general specialist services including a specialised rehabilitation service, and a platform for training health professionals and research.

Programme 4 comprises five sub-programmes, with the following main objectives:

- To render regional hospital services at a general specialist level and a platform for training of health workers and research;
- To render hospital services for tuberculosis, including multi-drug resistance;
- To render specialist psychiatric hospital services for people with mental illness and intellectual disability and providing a platform for training of health workers and research;



vehicles and ventilator equipment for the TB crisis in the province. The decrease in 2008/09 is due to the once-off costs incurred in 2007/08 to fund the setting up of special MDR/XDR wards in certain parts of the province.

### Service delivery measures – Programme 4: Provincial Hospital Services

Table 7.24 below illustrates the main service delivery measures pertaining to Programme 4.

**Table 7.24: Service delivery measures – Programme 4: Provincial Hospital Services**

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
<b>General (Regional) Hospitals</b>			
Rendering of hospital services at a general specialist level and a platform for training of health workers and research	• Separations - total	342 480	382 000
	• Patient day equivalent (PDE)	2 407 259	3 059 425
	• OPD total headcount	2 345 542	3 385 000
	• Utilisation rate – usable beds	71%	72%
	• Caesarean section rate	31%	31%
	• Fatality rate - surgery	5.1%	5%
	• Average length of stay	5.2 days	5.2 days
	• Expenditure per day patient equivalent (PDE) (Rand)	R1 024	R1 128

### 6.5 Programme 5: Central Hospital Services

The main purpose of Programme 5: Central Hospital Services is to provide tertiary health services and to create a platform for the training of health workers. Tables 7.25 and 7.26 below summarise payments and budgeted estimates relating to this programme.

**Table 7.25: Summary of payments and estimates - Programme 5: Central Hospital Services**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
Central Hospital Services	268 529	317 398	368 108	409 818	414 278	437 766	493 699	546 371	594 153
Provincial Tertiary Hospital Services	645 795	751 208	823 702	862 057	871 439	933 547	946 453	1 053 744	1 354 796
<b>Total</b>	<b>914 324</b>	<b>1 068 606</b>	<b>1 191 810</b>	<b>1 271 875</b>	<b>1 285 717</b>	<b>1 371 313</b>	<b>1 440 152</b>	<b>1 600 115</b>	<b>1 948 949</b>

**Table 7.26: Summary of payments and estimates by economic classification - Programme 5: Central Hospital Services**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
<b>Current payments</b>	<b>754 867</b>	<b>896 958</b>	<b>1 013 067</b>	<b>1 061 888</b>	<b>1 075 730</b>	<b>1 169 593</b>	<b>1 215 520</b>	<b>1 334 235</b>	<b>1 615 703</b>
Compensation of employees	293 981	387 107	433 175	481 074	494 916	533 961	561 587	614 430	745 071
Goods and services	460 886	509 851	579 892	580 814	580 814	635 632	653 933	719 805	870 632
Other	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>1 154</b>	<b>1 579</b>	<b>1 910</b>	<b>3 062</b>	<b>3 062</b>	<b>2 569</b>	<b>3 138</b>	<b>3 354</b>	<b>3 555</b>
Local government	772	1 047	291	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	382	532	1 619	3 062	3 062	2 569	3 138	3 354	3 555
Other	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>158 303</b>	<b>170 069</b>	<b>176 833</b>	<b>206 925</b>	<b>206 925</b>	<b>199 151</b>	<b>221 494</b>	<b>262 526</b>	<b>329 691</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	158 303	170 069	176 833	206 925	206 925	199 151	221 494	262 526	329 691
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>914 324</b>	<b>1 068 606</b>	<b>1 191 810</b>	<b>1 271 875</b>	<b>1 285 717</b>	<b>1 371 313</b>	<b>1 440 152</b>	<b>1 600 115</b>	<b>1 948 949</b>

The sustained positive growth across the programme as a whole from 2004/05 is due to the increasing demand for tertiary and central hospital services.

The increase in the 2007/08 Main Budget for *Compensation of employees* is mainly due to the decision taken by National Health in terms of the Health Professionals Remuneration Review to provide additional funding for salaries in order to retain Health Professionals within the service. The department has seen substantial growth in patient headcounts at Central Hospitals, which has not always been matched by growth in allocated resources. This challenge is addressed in 2010/11, with additional funding allocated towards improving tertiary level services. The substantial increase in *Compensation of employees* in 2010/11 is aimed at funding the filling of vacancies, with a view to increase capacity to deal with the increase in patient headcounts.

The increase in *Transfers and subsidies to: Households* from 2006/07 onwards is related mainly to the adjustment for medico-legal claims and the provision of gratuities, both of which are difficult to forecast.

### Service delivery measures – Programme 5: Central Hospital Services

Table 7.27 illustrates service delivery measures pertaining to Programme 5: Central Hospital Services.

**Table 7.27: Service delivery measures – Programme 5: Central Hospital Services**

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
<b>Central Hospital Services</b>			
Rendering of a highly specialised medical health and quaternary service on a national basis and a platform for the training of health workers and research	• Separations - total	13 208	17 500
	• Patient day equivalent (PDE)	139 697	160 000
	• OPD headcount	151 012	158 000
	• Utilisation rate – usable beds	41%	45%
	• Caesarean section rate	75%	75%
	• Fatality rate - surgery	6%	6%
	• Average length of stay	5 days	7 days
	• Expenditure per day patient equivalent (PDE) (Rand)	R3 130	R1 877
<b>Provincial Tertiary Hospital Services</b>			
To provide tertiary health services and create a platform for the training of health workers	• Separations - total	44 790	52 000
	• Patient day equivalent (PDE)	382 631	446 000
	• OPD headcount	301 634	305 000
	• Utilisation rate – usable beds	82%	82%
	• Caesarean section rate	27%	28%
	• Fatality rate - surgery	12%	11%
	• Average length of stay	8 days	8 days
	• Expenditure per day patient equivalent (Rand)	R2 735	R1 877

### 6.6 Programme 6: Health Sciences and Training

The purpose of this programme is to render training and development opportunities for actual and potential employees of the department. The five sub-programmes have the following main aims:

- To provide for training of nurses at under-graduate and post-basic level;
- To provide training of rescue and ambulance personnel;
- To provide PHC related training for personnel;
- To provide skills development interventions for all occupational categories in the department; and

- To provide bursaries for health science training at undergraduate and post-graduate levels.

Tables 7.28 and 7.29 summarise information relating to Programme 6 for the period 2004/05 to 2010/11.

**Table 7.28: Summary of payments and estimates - Programme 6: Health Sciences and Training**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates			
	Audited	Audited	Audited				2007/08	2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07							
Nursing Training Colleges	211 031	219 498	229 513	255 458	261 485	267 654	284 895	309 991	334 034	
EMS Training Colleges	4 619	14 786	11 220	13 904	22 627	16 045	26 166	27 463	38 870	
Bursaries	27 696	33 818	24 471	49 114	47 248	47 248	54 745	59 567	64 188	
Primary Health Care Training	39 732	49 084	39 980	59 399	60 800	57 942	66 356	72 200	77 800	
Training Other	81 219	91 041	115 885	125 644	130 474	136 010	146 131	164 486	180 284	
<b>Total</b>	<b>364 297</b>	<b>408 227</b>	<b>421 069</b>	<b>503 519</b>	<b>522 634</b>	<b>524 899</b>	<b>578 293</b>	<b>633 707</b>	<b>695 176</b>	

**Table 7.29: Summary of payments and estimates by economic classification - Programme 6: Health Sciences and Training**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates			
	Audited	Audited	Audited				2007/08	2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07							
<b>Current payments</b>	<b>324 908</b>	<b>361 160</b>	<b>384 470</b>	<b>440 135</b>	<b>455 915</b>	<b>460 896</b>	<b>510 534</b>	<b>560 867</b>	<b>616 748</b>	
Compensation of employees	282 265	296 867	319 061	370 349	384 491	391 417	436 067	481 082	530 175	
Goods and services	42 643	64 293	65 409	69 786	71 424	69 479	74 467	79 785	86 573	
Other	-	-	-	-	-	-	-	-	-	
<b>Transfers and subsidies to:</b>	<b>37 092</b>	<b>39 647</b>	<b>33 450</b>	<b>58 389</b>	<b>57 991</b>	<b>60 599</b>	<b>62 414</b>	<b>67 094</b>	<b>72 337</b>	
Local government	845	858	191	-	2	1	-	-	-	
Non-profit institutions	1 685	4 240	4 558	4 809	5 421	8 134	5 097	5 479	6 024	
Households	27 798	34 549	24 732	49 614	48 098	47 994	53 073	57 053	61 477	
Other	6 764	-	3 969	3 966	4 470	4 470	4 244	4 562	4 836	
<b>Payments for capital assets</b>	<b>2 297</b>	<b>7 420</b>	<b>3 149</b>	<b>4 995</b>	<b>8 728</b>	<b>3 404</b>	<b>5 345</b>	<b>5 746</b>	<b>6 091</b>	
Buildings and other fixed structures	-	14	-	-	-	-	-	-	-	
Machinery and equipment	2 297	7 406	3 149	4 995	8 728	3 360	5 345	5 746	6 091	
Other	-	-	-	-	-	44	-	-	-	
<b>Total</b>	<b>364 297</b>	<b>408 227</b>	<b>421 069</b>	<b>503 519</b>	<b>522 634</b>	<b>524 899</b>	<b>578 293</b>	<b>633 707</b>	<b>695 176</b>	

The increasing trend for this programme can largely be attributed to the training drive, increased bursaries and the provision for the intake of medical interns, dentists, pharmacists and other interns. The increase in 2007/08 makes provision for the introduction of the compulsory two-year internship for medical doctors, and the drive to increase the capacity of nursing personnel.

The increase in the trend of EMS Training Colleges from 2005/06 onwards pertains mainly to the relocation of the College of Emergency Care from Durban to Pietermaritzburg in 2005/06, as well as the expansion of the college to provide for the extension of emergency medical services in the province. The increase in the budget for 2007/08 is due to additional funding being made available for the training of EMRS staff through funds re-allocated from Programme 3: Emergency Medical Services. Actual spending in 2007/08 was lower mainly as a result of delays in the commencement of the training programme for Emergency Care Practitioners.

The decrease in spending under the Bursaries sub-programme during the 2006/07 financial year was due to delays in payments to universities as a result of academic staff embarking on strike action. These payments went through during the 2007/08 financial year, hence the substantial increase in spending.

Spending in Primary Health Care Training decreased during 2006/07, mainly as a result of savings in that sub-programme being re-allocated to other programmes.

The increase in *Compensation of employees* is to cater for cost of living adjustments, whereas the increases in *Goods and services* and in *Machinery and equipment* are mainly to cater for inflation.

### Service delivery measures – Programme 6: Health Sciences and Training

Table 7.30 below illustrates service delivery pertaining to Programme 6: Health Sciences and Training.

**Table 7.30: Service delivery measures – Programme 6: Health Sciences and Training**

Output type	Performance measures	Performance targets	
		2007/08 Est. Actual	2008/09 Estimate
<b>Nursing Training Colleges</b>			
Training of nurses at undergraduate, and post-basic level. Target group includes actual and potential employees	• Number of student nurses trained towards professional nurses (PN)	3 342	3 342
	• Number of student nurses trained towards enrolled nursing assistants (ENA)	103	103
	• Number of student nurses trained towards Enrolled nurse	1 041	1 041
<b>Emergency Medical Services Training</b>			
Training of rescue and ambulance personnel. Target group includes actual and potential employees	• Number trained as Ambulance emergency assistants	88	110
	• Number trained as Paramedics	24	110
<b>Bursaries</b>			
Provision of bursaries for health science training programmes at undergraduate and postgraduate levels. Target group includes actual and potential employees	• Number of bursaries awarded	624	550

## 6.7 Programme 7: Health Care Support Services

The main aim of this programme is to manage the supply of pharmaceuticals and medical sundries to hospitals, community health centres, clinics and local authorities.

Tables 7.31 and 7.32 below summarise the payments and estimates relating to this programme for the financial years 2004/05 to 2010/11.

The marked increase in 2006/07 is due to the increase in the stock level in line with the increased demand for ARV medication and to provide for the increased turn-over of medicines. Funding is provided in the 2008/09 MTEF period to maintain the current level of stock.

**Table 7.31: Summary of payments and estimates - Programme 7: Health Care Support Services**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
Medicine Trading Account	10 600	7 600	29 560	12 649	12 649	12 649	34 130	25 162	21 072
<b>Total</b>	<b>10 600</b>	<b>7 600</b>	<b>29 560</b>	<b>12 649</b>	<b>12 649</b>	<b>12 649</b>	<b>34 130</b>	<b>25 162</b>	<b>21 072</b>

**Table 7.32: Summary of payments and estimates by economic classification - Programme 7: Health Care Support Services**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
<b>Current payments</b>	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>10 600</b>	<b>7 600</b>	<b>29 560</b>	<b>12 649</b>	<b>12 649</b>	<b>12 649</b>	<b>34 130</b>	<b>25 162</b>	<b>21 072</b>
Local government	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Other	10 600	7 600	29 560	12 649	12 649	12 649	34 130	25 162	21 072
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>10 600</b>	<b>7 600</b>	<b>29 560</b>	<b>12 649</b>	<b>12 649</b>	<b>12 649</b>	<b>34 130</b>	<b>25 162</b>	<b>21 072</b>

## 6.8 Programme 8: Health Facilities Management

Programme 8: Health Facilities Management consists of six sub-programmes, the main aim of which is the facilities management of community health clinics, community health centres, district hospitals, emergency medical services facilities, provincial hospitals, central and tertiary hospitals, as well as all other buildings and structures.

The main activities of the programme are to provide new health facilities, and rehabilitate, upgrade and maintain existing facilities. This includes the provision of additional primary health care facilities, to ensure improved access to health services in the under-served areas of the province, as well as the provision of major medical equipment.

Tables 7.33 and 7.34 below summarise payments and estimates relating to Programme 8.

**Table 7.33: Summary of payments and estimates - Programme 8: Health Facilities Management**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates			
	Audited	Audited	Audited				2007/08	2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07							
Community Health Facilities	53 785	224 420	164 980	211 535	370 959	317 712	233 770	252 112	353 970	
District Hospital Services	148 326	238 641	330 874	444 096	556 735	524 725	460 887	650 297	792 123	
Emergency Medical Services	687	6 410	8 296	23 843	18 862	21 583	26 843	28 856	34 837	
Provincial Hospital Services	186 749	227 624	250 336	271 786	223 700	253 959	349 344	404 816	522 637	
Central Hospital Services	-	-	17 610	22 230	19 580	10 710	25 027	26 904	32 480	
Other Facilities	36 295	39 675	41 112	110 977	88 560	79 359	141 847	161 437	205 846	
<b>Total</b>	<b>425 842</b>	<b>736 770</b>	<b>813 208</b>	<b>1 084 467</b>	<b>1 278 396</b>	<b>1 208 048</b>	<b>1 237 718</b>	<b>1 524 422</b>	<b>1 941 893</b>	

**Table 7.34: Summary of payments and estimates by economic classification - Programme 8: Health Facilities Management**

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates			
	Audited	Audited	Audited				2007/08	2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07							
<b>Current payments</b>	<b>126 883</b>	<b>195 848</b>	<b>214 653</b>	<b>297 565</b>	<b>335 529</b>	<b>258 375</b>	<b>399 981</b>	<b>424 309</b>	<b>500 601</b>	
Compensation of employees	39	-	-	-	2 807	2 343	4 281	4 593	5 443	
Goods and services	126 844	195 848	214 653	297 565	332 722	256 032	395 700	419 716	495 158	
Other	-	-	-	-	-	-	-	-	-	
<b>Transfers and subsidies to:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
Local government	-	-	-	-	-	-	-	-	-	
Non-profit institutions	-	-	-	-	-	-	-	-	-	
Households	-	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	-	
<b>Payments for capital assets</b>	<b>298 959</b>	<b>540 922</b>	<b>598 555</b>	<b>786 902</b>	<b>942 867</b>	<b>949 673</b>	<b>837 737</b>	<b>1 100 113</b>	<b>1 441 292</b>	
Buildings and other fixed structures	220 870	421 497	549 366	495 415	769 284	809 156	586 365	775 803	1 001 239	
Machinery and equipment	71 516	118 505	49 189	291 487	173 523	140 457	251 372	324 310	440 053	
Other	6 573	920	-	-	60	60	-	-	-	
<b>Total</b>	<b>425 842</b>	<b>736 770</b>	<b>813 208</b>	<b>1 084 467</b>	<b>1 278 396</b>	<b>1 208 048</b>	<b>1 237 718</b>	<b>1 524 422</b>	<b>1 941 893</b>	

The increasing trend of this programme is largely the result of a drive to improve and maintain the infrastructure of the department. The significant increase in expenditure in 2005/06, as well as the allocation over the MTEF, resulted mainly from an increase in the baseline allocation, enabling the department to improve its facilities, with special emphasis on Community Health Facilities (Clinics) and District Hospitals. This increasing trend slows down over the 2008/09 MTEF period as a result of the decrease in the provision for the Hospital Revitalisation conditional grant, accounting for the significant drop in funding for District Hospital Services in 2008/09. This is also noted in the negative trend in *Buildings and other fixed structures* in that year. The roll-overs in 2007/08 relating to the Hospital Revitalisation and Forensic Pathology Services grants add to the peak in the trend in the 2007/08 Adjusted Budget.

The decrease in *Machinery and equipment* in the 2007/08 Adjusted Budget is largely due to slow delivery of equipment, leading to funds being shifted to *Buildings and other fixed structures*. Also inflating the latter item was a roll-over of unspent funds relating to the Hospital Revitalisation and Forensic Pathology Services conditional grants. The funding for *Machinery and equipment* in 2008/09 relates mainly to the need to upgrade and improve major machinery and equipment in the institutions that are expected to be completed by 2008/09. The trend is maintained through the MTEF, with funding being stepped up in 2010/11 when the majority of the current projects are expected to have been completed.

## 7. Other programme information

### 7.1 Personnel numbers and costs

Tables 7.35 and 7.36 below reflect the personnel information for the Department of Health. With regard to the information reflected in these tables, the following constraints need to be noted:

- As far as Table 7.36 is concerned, no history relating to the first two years of the funding envelope is available; and
- The following personnel are not reflected in the information provided, although they are paid on the PERSAL system:
  - 614 periodic remunerated staff: Workers who work irregularly and get remunerated hourly; and
  - 380 abnormal appointments: These are mostly interns (administrative) who are additional to the establishment.

**Table 7.35: Personnel numbers and costs per programme**

Personnel numbers	As at	As at	As at	As at	As at	As at	As at
	31 March 2005	31 March 2006	31 March 2007	31 March 2008	31 March 2009	31 March 2010	31 March 2011
1. Administration	678	638	668	706	710	736	789
2. District Health Services	28 063	28 214	29 544	35 984	36 477	37 998	41 800
3. Emergency Medical Services	1 852	2 620	2 743	3 084	3 179	3 289	3 450
4. Provincial Hospital Services	16 203	16 753	17 542	18 686	18 976	19 400	20 200
5. Central Hospital Services	2 338	3 046	3 189	3 616	3 706	3 890	4 400
6. Health Sciences and Training	3 795	3 820	4 000	3 943	4 039	4 150	4 390
7. Health Care Support Services	-	-	-	-	-	-	-
8. Health Facilities Management	-	-	-	6	6	6	6
<b>Total</b>	<b>52 929</b>	<b>55 091</b>	<b>57 686</b>	<b>66 025</b>	<b>67 093</b>	<b>69 469</b>	<b>75 035</b>
Total personnel cost (R000)	5 413 761	5 925 640	6 628 829	8 282 240	8 707 238	9 612 664	11 053 931
Unit cost (R000)	102	108	115	125	130	138	147

**Table 7.36: Summary of departmental personnel numbers and costs**

	Audited 2004/05	Audited 2005/06	Audited 2006/07	Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
				2007/08			2008/09	2009/10	2010/11
<b>Total for department</b>									
Personnel numbers (head count)	52 929	55 091	57 686	66 025	66 025	66 025	67 093	69 469	75 035
Personnel cost (R000)	5 413 761	5 925 640	6 628 829	7 708 001	7 913 564	8 282 240	8 707 238	9 612 664	11 053 931
<b>Human resources component</b>									
Personnel numbers (head count)	-	-	1 151	1 160	1 151	1 151	1 160	1 164	1 182
Personnel cost (R000)	-	-	210 104	223 929	210 104	210 104	223 929	237 118	253 764
Head count as % of total for department	-	-	2.00	1.76	1.74	1.74	1.73	1.68	1.58
Personnel cost as % of total for department	-	-	3.17	2.91	2.65	2.54	2.57	2.47	2.30
<b>Finance component</b>									
Personnel numbers (head count)	-	-	3 929	3 960	3 929	3 929	3 960	3 977	4 047
Personnel cost (R000)	-	-	528 683	561 937	528 683	528 683	561 937	594 361	640 424
Head count as % of total for department	-	-	6.81	6.00	5.95	5.95	5.90	5.72	5.39
Personnel cost as % of total for department	-	-	7.98	7.29	6.68	6.38	6.45	6.18	5.79
<b>Full time workers</b>									
Personnel numbers (head count)	-	-	56 903	59 286	65 180	65 180	66 244	68 603	74 148
Personnel cost (R000)	-	-	5 789 414	7 600 013	7 811 967	8 180 643	8 599 250	9 498 445	10 930 861
Head count as % of total for department	-	-	98.64	89.79	98.72	98.72	98.73	98.75	98.82
Personnel cost as % of total for department	-	-	87.34	98.60	98.72	98.77	98.76	98.81	98.89
<b>Part-time workers</b>									
Personnel numbers (head count)	-	-	434	448	446	446	448	457	468
Personnel cost (R000)	-	-	60 457	69 668	65 545	65 545	69 668	73 688	79 398
Head count as % of total for department	-	-	0.75	0.68	0.68	0.68	0.67	0.66	0.62
Personnel cost as % of total for department	-	-	0.91	0.90	0.83	0.79	0.80	0.77	0.72
<b>Contract workers</b>									
Personnel numbers (head count)	-	-	349	401	399	399	401	409	419
Personnel cost (R000)	-	-	31 037	38 320	36 052	36 052	38 320	40 531	43 672
Head count as % of total for department	-	-	0.60	0.61	0.60	0.60	0.60	0.59	0.56
Personnel cost as % of total for department	-	-	0.47	0.50	0.46	0.44	0.44	0.42	0.40

It is evident from the above tables that the department provided funding for additional posts in order to improve its capacity. The following categories of personnel are included within the Finance component:

- The finance, revenue and procurement personnel at head office and the institutions; and
- Patient administration personnel at the institutions.

## 7.2 Training

The department is required by the Skills Development Act to budget at least 1 per cent of its salary expenses on staff training, to cater for human resource development. Table 7.37 reflects departmental expenditure on training, which is catered for under Programme 6: Health Sciences and Training. The training provided is for nurses, rescue and ambulance personnel and skills development for all occupational categories in the department.

**Table 7.37: Expenditure on training**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
1. Administration	-	-	-	-	-	-	-	-	-
2. District Health Services	-	-	-	-	-	-	-	-	-
3. Emergency Medical Services	-	-	-	-	-	-	-	-	-
4. Provincial Hospital Services	-	-	-	-	-	-	-	-	-
5. Central Hospital Services	-	-	-	-	-	-	-	-	-
6. Health Sciences and Training	364 297	408 227	421 069	503 519	522 634	524 899	578 293	633 707	695 176
7. Health Care Support Services	-	-	-	-	-	-	-	-	-
8. Health Facilities Management	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>364 297</b>	<b>408 227</b>	<b>421 069</b>	<b>503 519</b>	<b>522 634</b>	<b>524 899</b>	<b>578 293</b>	<b>633 707</b>	<b>695 176</b>



## ANNEXURE – VOTE 7: HEALTH

Table 7.A: Details of departmental receipts

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Tax receipts</b>	-	-	-	-	-	-	-	-	-
Casino taxes									
Motor vehicle licenses									
Horseracing									
Other taxes									
<b>Non-tax receipts</b>	<b>117 369</b>	<b>114 122</b>	<b>111 693</b>	<b>128 148</b>	<b>128 148</b>	<b>128 148</b>	<b>136 557</b>	<b>147 700</b>	<b>159 275</b>
Sale of goods and services other than capital asset	116 915	114 095	111 065	128 102	128 102	128 102	136 508	147 647	159 218
Sales of goods and services produced by dept.	116 915	113 352	110 107	127 536	127 536	127 536	135 908	147 002	158 525
Sales by market establishments									
Administrative fees	726	3 481	3 606	4 083	4 083	4 083	4 328	4 653	4 979
Other sales	116 189	109 871	106 501	123 453	123 453	123 453	131 580	142 349	153 546
Of which									
Health patient fees	91 108	86 258	80 072	89 862	89 862	89 862	95 973	104 071	112 397
Reimbursements									
Other sales									
Other revenue	25 081	23 613	26 429	33 591	33 591	33 591	35 607	38 278	41 149
Sales of scrap, waste, arms and other used current goods (excluding capital assets)	-	743	958	566	566	566	600	645	693
Fines, penalties and forfeits	11	6	6	-	-	-	-	-	-
Interest, dividends and rent on land	443	21	622	46	46	46	49	53	57
Interest	443	21	622	46	46	46	49	53	57
Dividends									
Rent on land									
<b>Transfers received from:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other governmental units									
Universities and technikons									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
<b>Sales of capital assets</b>	<b>15</b>	<b>36</b>	<b>15</b>	<b>52</b>	<b>52</b>	<b>52</b>	<b>56</b>	<b>60</b>	<b>64</b>
Land and subsoil assets									
Other capital assets	15	36	15	52	52	52	56	60	64
<b>Financial transactions</b>	<b>4 619</b>	<b>23 531</b>	<b>9 581</b>	<b>5 250</b>	<b>5 250</b>	<b>5 250</b>	<b>5 565</b>	<b>5 982</b>	<b>6 430</b>
<b>Total</b>	<b>122 003</b>	<b>137 689</b>	<b>121 289</b>	<b>133 450</b>	<b>133 450</b>	<b>133 450</b>	<b>142 178</b>	<b>153 742</b>	<b>165 769</b>

Table 7.B: Details of payments and estimates by economic classification

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	<b>8 087 868</b>	<b>9 312 160</b>	<b>10 359 501</b>	<b>11 848 938</b>	<b>12 131 929</b>	<b>12 831 033</b>	<b>13 381 350</b>	<b>14 792 144</b>	<b>16 990 886</b>
Compensation of employees	5 413 761	5 925 640	6 628 829	7 708 001	7 913 564	8 282 240	8 707 238	9 612 664	11 053 931
Salaries and wages	4 612 186	5 138 165	5 764 073	6 478 406	6 664 111	6 943 464	7 272 201	8 027 227	9 230 661
Social contributions	801 575	787 475	864 756	1 229 595	1 249 453	1 338 776	1 435 037	1 585 437	1 823 270
Goods and services	2 674 107	3 386 520	3 730 540	4 140 937	4 218 365	4 548 734	4 674 112	5 179 480	5 936 955
<i>of which</i>									
Consultants, contract & special services	449 152	500 603	547 173	537 748	537 748	537 748	564 610	607 095	622 330
Maintenance, repair & running costs	97 907	177 883	327 323	188 976	188 976	188 976	198 426	213 685	225 899
Medical services	139 580	194 434	267 470	198 576	198 576	198 576	208 505	225 645	246 169
Medical supplies	1 133 283	1 348 693	1 482 357	1 437 474	1 437 474	1 437 474	1 486 418	1 605 419	1 699 186
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	132	-	-	59	-	-	-
Unauthorised expenditure	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>275 249</b>	<b>300 459</b>	<b>366 242</b>	<b>378 449</b>	<b>404 636</b>	<b>402 622</b>	<b>407 983</b>	<b>424 202</b>	<b>446 856</b>
Local government	71 648	85 107	76 148	80 947	81 355	81 546	43 027	46 767	50 705
Municipalities	71 648	85 107	76 148	80 947	81 355	81 546	43 027	46 767	50 705
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	17 368	7 600	33 529	16 615	17 119	17 119	38 374	29 724	25 908
Social security funds	4	-	-	-	-	-	-	-	-
Entities receiving funds	17 364	7 600	33 529	16 615	17 119	17 119	38 374	29 724	25 908
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Foreign governments and international organisation	-	-	-	-	-	-	-	-	-
Non-profit institutions	121 600	136 496	190 724	188 585	215 376	218 089	227 649	241 384	256 084
Households	64 633	71 256	65 841	92 302	90 786	85 868	98 933	106 327	114 159
Social benefits	27 549	33 464	37 871	34 392	34 377	27 324	36 932	39 622	42 131
Other transfers to households	37 084	37 792	27 970	57 910	56 409	58 544	62 001	66 705	72 028
<b>Payments for capital assets</b>	<b>587 492</b>	<b>943 133</b>	<b>938 208</b>	<b>1 185 428</b>	<b>1 388 863</b>	<b>1 338 728</b>	<b>1 253 493</b>	<b>1 627 424</b>	<b>2 086 181</b>
Buildings and other fixed structures	221 316	421 838	549 366	495 415	769 284	809 250	586 365	775 803	1 001 239
Buildings	221 316	421 838	549 366	495 415	769 284	809 250	586 365	775 803	1 001 239
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	359 479	519 625	388 460	689 957	619 463	529 369	667 070	851 559	1 084 876
Transport equipment	95 607	121 878	80 713	122 233	129 561	150 376	122 197	180 875	220 968
Other machinery and equipment	263 872	397 747	307 747	567 724	489 902	378 993	544 873	670 684	863 908
Cultivated assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	124	750	382	56	116	109	58	62	66
Land and subsoil assets	6 573	920	-	-	-	-	-	-	-
<b>Total</b>	<b>8 950 609</b>	<b>10 555 752</b>	<b>11 663 951</b>	<b>13 412 815</b>	<b>13 925 428</b>	<b>14 572 383</b>	<b>15 042 826</b>	<b>16 843 770</b>	<b>19 523 923</b>

Table 7.C: Details of payments and estimates by economic classification - Programme 1: Administration

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	<b>157 272</b>	<b>181 622</b>	<b>216 925</b>	<b>270 860</b>	<b>277 213</b>	<b>280 225</b>	<b>299 792</b>	<b>319 071</b>	<b>353 455</b>
Compensation of employees	103 325	103 571	114 693	181 457	169 821	147 956	202 422	214 690	230 812
Salaries and wages	88 413	90 148	100 724	151 905	142 650	124 283	170 035	180 338	193 849
Social contributions	14 912	13 423	13 969	29 552	27 171	23 673	32 387	34 352	36 963
Goods and services	53 947	78 051	102 232	89 403	107 392	132 269	97 370	104 381	122 643
<i>of which</i>									
Consultants, contract & special services	5 485	8 323	16 274	8 438	8 438	8 438	8 860	9 525	10 097
Maintenance, repair & running costs	2 759	8 362	8 826	8 820	8 820	8 820	9 261	9 955	10 552
Medical services	416	485	502	525	525	525	551	593	629
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>1 095</b>	<b>1 014</b>	<b>3 756</b>	<b>600</b>	<b>611</b>	<b>1 627</b>	<b>642</b>	<b>690</b>	<b>731</b>
Local government	305	316	96	-	11	11	-	-	-
Municipalities	305	316	96	-	11	11	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
<i>Subsidies on production</i>									
<i>Other transfers</i>									
Private enterprises	-	-	-	-	-	-	-	-	-
<i>Subsidies on production</i>									
<i>Other transfers</i>									
Foreign governments and international organisation	-	(1)	200	-	-	-	-	-	-
Non-profit institution									
Households	790	699	3 460	600	600	1 616	642	690	731
Social benefits	779	665	3 237	600	600	1 616	642	690	731
Other transfers to households	11	34	223	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>3 928</b>	<b>10 281</b>	<b>4 219</b>	<b>2 939</b>	<b>2 939</b>	<b>2 903</b>	<b>5 054</b>	<b>5 404</b>	<b>5 730</b>
Buildings and other fixed structures	-	35	-	-	-	-	-	-	-
Buildings	-	35	-	-	-	-	-	-	-
Other fixed structures									
Machinery and equipment	3 909	9 501	4 219	2 883	2 883	2 898	4 996	5 342	5 664
Transport equipment	1 690	1 920	1 463	488	488	1 540	522	561	595
Other machinery and equipment	2 219	7 581	2 756	2 395	2 395	1 358	4 474	4 781	5 069
Cultivated assets									
Software and other intangible assets	19	745	-	56	56	5	58	62	66
Land and subsoil assets									
<b>Total</b>	<b>162 295</b>	<b>192 917</b>	<b>224 900</b>	<b>274 399</b>	<b>280 763</b>	<b>284 755</b>	<b>305 488</b>	<b>325 165</b>	<b>359 916</b>

Table 7.D: Details of payments and estimates by economic classification - Programme 2: District Health Services

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	<b>4 021 869</b>	<b>4 635 266</b>	<b>5 085 383</b>	<b>5 861 040</b>	<b>5 972 747</b>	<b>6 474 495</b>	<b>6 574 884</b>	<b>7 371 827</b>	<b>8 525 560</b>
Compensation of employees	2 783 035	3 012 772	3 331 158	3 877 609	3 979 577	4 262 303	4 308 430	4 831 901	5 671 241
Salaries and wages	2 374 689	2 612 650	2 891 262	3 245 176	3 342 845	3 580 335	3 598 182	4 034 216	4 734 992
Social contributions	408 346	400 122	439 896	632 433	636 732	681 968	710 248	797 685	936 249
Goods and services	1 238 834	1 622 494	1 754 225	1 983 431	1 993 170	2 212 192	2 266 454	2 539 926	2 854 319
<i>of which</i>									
Consultants, contract & special services	136 960	155 295	173 072	152 015	152 015	152 015	159 615	171 586	181 881
Maintenance, repair & running costs	36 250	46 282	71 289	56 189	56 189	56 189	58 999	63 424	67 229
Medical services	84 370	104 862	125 041	101 796	101 796	101 796	106 885	114 901	121 795
Medical supplies	579 734	724 633	804 130	718 778	718 778	718 778	754 716	811 320	859 999
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>182 935</b>	<b>202 490</b>	<b>220 514</b>	<b>261 356</b>	<b>276 127</b>	<b>272 659</b>	<b>250 280</b>	<b>266 867</b>	<b>284 264</b>
Local government	63 998	76 491	73 793	80 947	81 036	81 312	43 027	46 767	50 705
Municipalities	63 998	76 491	73 793	80 947	81 036	81 312	43 027	46 767	50 705
Municipal agencies and funds									
Departmental agencies and accounts	4	-	-	-	-	-	-	-	-
Social security funds	4	-	-	-	-	-	-	-	-
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Foreign governments and international organisation									
Non-profit institutions	101 512	106 770	125 148	162 189	176 871	176 871	187 483	198 732	210 656
Households	17 421	19 229	21 573	18 220	18 220	14 476	19 770	21 368	22 903
Social benefits	17 271	19 123	18 865	17 630	17 630	13 886	19 074	20 505	21 735
Other transfers to households	150	106	2 708	590	590	590	696	863	1 168
<b>Payments for capital assets</b>	<b>48 885</b>	<b>87 191</b>	<b>64 404</b>	<b>77 639</b>	<b>126 982</b>	<b>87 329</b>	<b>89 888</b>	<b>98 232</b>	<b>112 684</b>
Buildings and other fixed structures	446	96	-	-	-	59	-	-	-
Buildings	446	96	-	-	-	59	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	48 373	87 095	64 022	77 639	126 982	87 270	89 888	98 232	112 684
Transport equipment	31 783	34 933	24 996	23 396	40 330	72 854	23 795	26 585	28 180
Other machinery and equipment	16 590	52 162	39 026	54 243	86 652	14 416	66 093	71 647	84 504
Cultivated assets									
Software and other intangible assets	66	-	382	-	-	-	-	-	-
Land and subsoil assets									
<b>Total</b>	<b>4 253 689</b>	<b>4 924 947</b>	<b>5 370 301</b>	<b>6 200 035</b>	<b>6 375 856</b>	<b>6 834 483</b>	<b>6 915 052</b>	<b>7 736 926</b>	<b>8 922 508</b>

Table 7.E: Details of payments and estimates by economic classification - Programme 3: Emergency Medical Services

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	<b>246 959</b>	<b>336 325</b>	<b>415 873</b>	<b>470 385</b>	<b>481 093</b>	<b>507 738</b>	<b>567 074</b>	<b>636 172</b>	<b>722 846</b>
Compensation of employees	178 201	230 047	282 147	331 663	341 360	350 651	394 591	432 767	507 041
Salaries and wages	151 510	200 221	244 801	281 606	290 156	298 053	329 484	361 360	423 379
Social contributions	26 691	29 826	37 346	50 057	51 204	52 598	65 107	71 407	83 662
Goods and services	68 758	106 278	133 726	138 722	139 733	157 087	172 483	203 405	215 805
<i>of which</i>									
Consultants, contract & special services	3 041	3 596	4 032	3 749	3 749	3 749	3 935	4 230	4 484
Maintenance, repair & running costs	14 534	25 571	32 383	27 000	27 000	27 000	28 350	30 476	32 305
Medical services	35	80	281	262	262	262	276	296	314
Medical supplies	8 104	10 191	10 504	9 044	9 044	9 044	9 496	10 208	10 820
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>1 230</b>	<b>1 188</b>	<b>744</b>	<b>487</b>	<b>687</b>	<b>743</b>	<b>521</b>	<b>560</b>	<b>594</b>
Local government	518	680	205	-	200	204	-	-	-
Municipalities	518	680	205	-	200	204	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisation									
Non-profit institutions									
Households	712	508	539	487	487	539	521	560	594
Social benefits	346	449	493	117	117	169	125	134	142
Other transfers to households	366	59	46	370	370	370	396	426	452
<b>Payments for capital assets</b>	<b>57 438</b>	<b>83 091</b>	<b>57 406</b>	<b>82 689</b>	<b>73 083</b>	<b>61 410</b>	<b>64 906</b>	<b>123 672</b>	<b>138 765</b>
Buildings and other fixed structures	-	29	-	-	-	-	-	-	-
Buildings	-	29	-	-	-	-	-	-	-
Other fixed structures									
Machinery and equipment	57 438	83 062	57 406	82 689	73 083	61 410	64 906	123 672	138 765
Transport equipment	54 239	62 266	47 819	65 864	56 258	47 272	51 903	104 319	121 016
Other machinery and equipment	3 199	20 796	9 587	16 825	16 825	14 138	13 003	19 353	17 749
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
<b>Total</b>	<b>305 627</b>	<b>420 604</b>	<b>474 023</b>	<b>553 561</b>	<b>554 863</b>	<b>569 891</b>	<b>632 501</b>	<b>760 404</b>	<b>862 205</b>

Table 7.F: Details of payments and estimates by economic classification - Programme 4: Provincial Hospital Services

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
<b>Current payments</b>	<b>2 455 110</b>	<b>2 704 981</b>	<b>3 028 995</b>	<b>3 447 065</b>	<b>3 533 702</b>	<b>3 679 652</b>	<b>3 813 565</b>	<b>4 145 663</b>	<b>4 655 973</b>
Compensation of employees	1 772 915	1 895 276	2 148 592	2 465 849	2 540 592	2 593 609	2 799 860	3 033 201	3 364 148
Salaries and wages	1 504 216	1 640 593	1 871 159	2 089 004	2 151 881	2 196 786	2 337 883	2 532 723	2 809 064
Social contributions	268 699	254 683	277 433	376 845	388 711	396 823	461 977	500 478	555 084
Goods and services	682 195	809 705	880 403	981 216	993 110	1 086 043	1 013 705	1 112 462	1 291 825
<i>of which</i>									
Consultants, contract & special services	25 976	35 699	42 101	43 749	43 749	43 749	45 937	50 072	52 345
Maintenance, repair & running costs	15 704	22 742	31 393	24 034	24 034	24 034	25 236	27 507	30 927
Medical services	51 696	88 300	138 537	95 400	95 400	95 400	100 170	109 185	122 758
Medical supplies	381 091	417 613	435 600	499 297	499 297	499 297	501 334	546 454	590 542
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>41 143</b>	<b>46 941</b>	<b>76 308</b>	<b>41 906</b>	<b>53 509</b>	<b>51 776</b>	<b>56 858</b>	<b>60 475</b>	<b>64 303</b>
Local government	5 210	5 715	1 572	-	106	18	-	-	-
Municipalities	5 210	5 715	1 572	-	106	18	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisation									
Non-profit institutions	18 403	25 487	60 818	21 587	33 084	33 084	35 069	37 173	39 404
Households	17 530	15 739	13 918	20 319	20 319	18 674	21 789	23 302	24 899
Social benefits	8 705	11 796	13 662	13 483	13 483	9 627	14 457	15 462	16 522
Other transfers to households	8 825	3 943	256	6 836	6 836	9 047	7 332	7 840	8 377
<b>Payments for capital assets</b>	<b>17 682</b>	<b>44 159</b>	<b>33 642</b>	<b>23 339</b>	<b>27 339</b>	<b>34 858</b>	<b>29 069</b>	<b>31 731</b>	<b>51 928</b>
Buildings and other fixed structures	-	167	-	-	-	35	-	-	-
Buildings	-	167	-	-	-	35	-	-	-
Other fixed structures									
Machinery and equipment	17 643	43 987	33 642	23 339	27 339	34 823	29 069	31 731	51 928
Transport equipment	5 221	11 247	4 881	5 646	5 646	7 895	6 354	6 815	7 224
Other machinery and equipment	12 422	32 740	28 761	17 693	21 693	26 928	22 715	24 916	44 704
Cultivated assets									
Software and other intangible assets	39	5	-	-	-	-	-	-	-
Land and subsoil assets									
<b>Total</b>	<b>2 513 935</b>	<b>2 796 081</b>	<b>3 138 945</b>	<b>3 512 310</b>	<b>3 614 550</b>	<b>3 766 286</b>	<b>3 899 492</b>	<b>4 237 869</b>	<b>4 772 204</b>

Table 7.G: Details of payments and estimates by economic classification - Programme 5: Central Hospital Services

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	<b>754 867</b>	<b>896 958</b>	<b>1 013 067</b>	<b>1 061 888</b>	<b>1 075 730</b>	<b>1 169 593</b>	<b>1 215 520</b>	<b>1 334 235</b>	<b>1 615 703</b>
Compensation of employees	293 981	387 107	433 175	481 074	494 916	533 961	561 587	614 430	745 071
Salaries and wages	253 240	337 535	379 061	398 454	410 081	423 499	468 926	513 050	622 135
Social contributions	40 741	49 572	54 114	82 620	84 835	110 462	92 661	101 380	122 936
Goods and services	460 886	509 851	579 892	580 814	580 814	635 632	653 933	719 805	870 632
<i>of which</i>									
Consultants, contract & special services	257 005	265 000	280 411	299 000	299 000	299 000	314 000	337 000	337 000
Maintenance, repair & running costs	2 644	1 297	5 513	1 592	1 592	1 592	1 672	1 797	1 797
Medical services	2 362	550	2 937	516	516	516	542	583	583
Medical supplies	163 573	195 810	231 516	210 000	210 000	210 000	220 500	237 037	237 401
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>1 154</b>	<b>1 579</b>	<b>1 910</b>	<b>3 062</b>	<b>3 062</b>	<b>2 569</b>	<b>3 138</b>	<b>3 354</b>	<b>3 555</b>
Local government	772	1 047	291	-	-	-	-	-	-
Municipalities	772	1 047	291	-	-	-	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	382	532	1 619	3 062	3 062	2 569	3 138	3 354	3 555
Social benefits	327	532	616	2 062	2 062	1 569	2 113	2 271	2 407
Other transfers to households	55	-	1 003	1 000	1 000	1 000	1 025	1 083	1 148
<b>Payments for capital assets</b>	<b>158 303</b>	<b>170 069</b>	<b>176 833</b>	<b>206 925</b>	<b>206 925</b>	<b>199 151</b>	<b>221 494</b>	<b>262 526</b>	<b>329 691</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	158 303	170 069	176 833	206 925	206 925	199 151	221 494	262 526	329 691
Transport equipment	79	169	-	-	-	-	-	-	-
Other machinery and equipment	158 224	169 900	176 833	206 925	206 925	199 151	221 494	262 526	329 691
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
<b>Total</b>	<b>914 324</b>	<b>1 068 606</b>	<b>1 191 810</b>	<b>1 271 875</b>	<b>1 285 717</b>	<b>1 371 313</b>	<b>1 440 152</b>	<b>1 600 115</b>	<b>1 948 949</b>

Table 7.H: Details of payments and estimates by economic classification - Programme 6: Health Sciences and Training

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	<b>324 908</b>	<b>361 160</b>	<b>384 470</b>	<b>440 135</b>	<b>455 915</b>	<b>460 896</b>	<b>510 534</b>	<b>560 867</b>	<b>616 748</b>
Compensation of employees	282 265	296 867	319 061	370 349	384 491	391 417	436 067	481 082	530 175
Salaries and wages	240 078	257 018	277 063	312 261	324 140	318 540	364 116	401 704	442 697
Social contributions	42 187	39 849	41 998	58 088	60 351	72 877	71 951	79 378	87 478
Goods and services	42 643	64 293	65 409	69 786	71 424	69 479	74 467	79 785	86 573
<i>of which</i>									
Consultants, contract & special services	14 508	21 568	15 726	23 399	23 399	23 399	24 569	26 411	27 996
Maintenance, repair & running costs	696	2 154	3 832	2 041	2 041	2 041	2 143	2 304	2 442
Medical services	31	135	52	35	35	35	37	40	42
Medical supplies	424	446	192	355	355	355	372	400	424
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>37 092</b>	<b>39 647</b>	<b>33 450</b>	<b>58 389</b>	<b>57 991</b>	<b>60 599</b>	<b>62 414</b>	<b>67 094</b>	<b>72 337</b>
Local government	845	858	191	-	2	1	-	-	-
Municipalities	845	858	191	-	2	1	-	-	-
Municipal agencies and funds									
Departmental agencies and accounts	6 764	-	3 969	3 966	4 470	4 470	4 244	4 562	4 836
Social security funds									
Entities receiving funds	6 764	-	3 969	3 966	4 470	4 470	4 244	4 562	4 836
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions	1 685	4 240	4 558	4 809	5 421	8 134	5 097	5 479	6 024
Households	27 798	34 549	24 732	49 614	48 098	47 994	53 073	57 053	61 477
Social benefits	121	899	998	500	485	457	521	560	594
Other transfers to households	27 677	33 650	23 734	49 114	47 613	47 537	52 552	56 493	60 883
<b>Payments for capital assets</b>	<b>2 297</b>	<b>7 420</b>	<b>3 149</b>	<b>4 995</b>	<b>8 728</b>	<b>3 404</b>	<b>5 345</b>	<b>5 746</b>	<b>6 091</b>
Buildings and other fixed structures	-	14	-	-	-	-	-	-	-
Buildings	-	14	-	-	-	-	-	-	-
Other fixed structures									
Machinery and equipment	2 297	7 406	3 149	4 995	8 728	3 360	5 345	5 746	6 091
Transport equipment	1 490	3 909	1 446	1 124	1 124	-	1 203	1 293	1 371
Other machinery and equipment	807	3 497	1 703	3 871	7 604	3 360	4 142	4 453	4 720
Cultivated assets									
Software and other intangible assets	-	-	-	-	-	44	-	-	-
Land and subsoil assets									
<b>Total</b>	<b>364 297</b>	<b>408 227</b>	<b>421 069</b>	<b>503 519</b>	<b>522 634</b>	<b>524 899</b>	<b>578 293</b>	<b>633 707</b>	<b>695 176</b>

Table 7.I: Details of payments and estimates by economic classification - Programme 7: Health Care Support Services

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>Current payments</b>	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Salaries and wages									
Social contributions									
Goods and services									
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
	<b>10 600</b>	<b>7 600</b>	<b>29 560</b>	<b>12 649</b>	<b>12 649</b>	<b>12 649</b>	<b>34 130</b>	<b>25 162</b>	<b>21 072</b>
<b>Transfers and subsidies to:</b>									
Local government	-	-	-	-	-	-	-	-	-
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts	10 600	7 600	29 560	12 649	12 649	12 649	34 130	25 162	21 072
Social security funds									
Entities receiving funds	10 600	7 600	29 560	12 649	12 649	12 649	34 130	25 162	21 072
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	-	-	-	-	-	-	-	-
Social benefits									
Other transfers to households									
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings									
Other fixed structures									
Machinery and equipment	-	-	-	-	-	-	-	-	-
Transport equipment									
Other machinery and equipment									
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
<b>Total</b>	<b>10 600</b>	<b>7 600</b>	<b>29 560</b>	<b>12 649</b>	<b>12 649</b>	<b>12 649</b>	<b>34 130</b>	<b>25 162</b>	<b>21 072</b>

**Table 7.J: Details of payments and estimates by economic classification - Programme 8: Health Facilities Management**

R000	Outcome			Main Budget	Adjusted Budget 2007/08	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2008/09	2009/10	2010/11
	<b>Current payments</b>	<b>126 883</b>	<b>195 848</b>				<b>214 653</b>	<b>297 565</b>	<b>335 529</b>
Compensation of employees	39	-	-	-	2 807	2 343	4 281	4 593	5 443
Salaries and wages	40	-	-	-	2 358	1 968	3 575	3 836	4 545
Social contributions	(1)	-	-	-	449	375	706	757	898
Goods and services	126 844	195 848	214 653	297 565	332 722	256 032	395 700	419 716	495 158
of which									
Consultants, contract & special services	6 177	11 122	15 557	7 398	7 398	7 398	7 694	8 271	8 527
Maintenance, repair & running costs	25 320	71 475	174 087	69 300	69 300	69 300	72 765	78 222	80 647
Medical Services	670	22	120	42	42	42	44	47	48
Medical Supplies	357	-	415	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest									
Rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
<b>Transfers and subsidies to:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Local government	-	-	-	-	-	-	-	-	-
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds									
Entities receiving funds									
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production									
Other transfers									
Foreign governments and international organisations									
Non-profit institutions									
Households	-	-	-	-	-	-	-	-	-
Social benefits									
Other transfers to households									
<b>Payments for capital assets</b>	<b>298 959</b>	<b>540 922</b>	<b>598 555</b>	<b>786 902</b>	<b>942 867</b>	<b>949 673</b>	<b>837 737</b>	<b>1 100 113</b>	<b>1 441 292</b>
Buildings and other fixed structures	220 870	421 497	549 366	495 415	769 284	809 156	586 365	775 803	1 001 239
Buildings	220 870	421 497	549 366	495 415	769 284	809 156	586 365	775 803	1 001 239
Other fixed structures									
Machinery and equipment	71 516	118 505	49 189	291 487	173 523	140 457	251 372	324 310	440 053
Transport equipment	1 105	7 434	108	25 715	25 715	20 815	38 420	41 302	62 582
Other machinery and equipment	70 411	111 071	49 081	265 772	147 808	119 642	212 952	283 008	377 471
Cultivated assets									
Software and other intangible assets	-	-	-	-	60	60	-	-	-
Land and subsoil assets	6 573	920	-	-	-	-	-	-	-
<b>Total</b>	<b>425 842</b>	<b>736 770</b>	<b>813 208</b>	<b>1 084 467</b>	<b>1 278 396</b>	<b>1 208 048</b>	<b>1 237 718</b>	<b>1 524 422</b>	<b>1 941 893</b>

**Table 7.K: Details of expense on infrastructure**

Type of Infrastructure	Programme	Number of projects	Total costs	Medium-term estimates		
				2008/09	2009/10	2010/11
<b>Capital</b>		<b>43</b>	<b>-</b>	<b>837 737</b>	<b>1 100 113</b>	<b>1 441 292</b>
		7	-	293 561	446 031	693 649
Hospitals		4	-	164 289	189 866	371 724
Other Health Facilities		3	-	129 272	256 165	321 925
Rehabilitation		36	-	292 804	329 772	307 590
Hospitals		31	-	198 664	237 935	188 682
Other Health Facilities		5	-	94 140	91 837	118 908
Other capital projects		-	-	251 372	324 310	440 053
Machinery, Equipment/Mobile Clinics		-	-	251 372	324 310	440 053
Infrastructure transfers		-	-	-	-	-
<b>Current</b>		<b>-</b>	<b>-</b>	<b>395 700</b>	<b>419 716</b>	<b>495 158</b>
Maintenance and other current equipment		-	-	395 700	419 716	495 158
<b>Total</b>		<b>43</b>	<b>-</b>	<b>1 233 437</b>	<b>1 519 829</b>	<b>1 936 450</b>

Note: Total costs represent total estimated expenditure of a particular project of which the project life span may not coincide fully with the MTEF period.

Where projects are of a recurrent nature, the total costs are not depicted.

Table 7.L: Summary of transfers to municipalities (RSCL, Municipal Clinics, Environmental Health)

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited	Audited	Audited				2008/09	2009/10	2010/11
	2004/05	2005/06	2006/07						
<b>A eThekweni</b>	<b>33 889</b>	<b>37 545</b>	<b>33 632</b>	<b>38 446</b>	<b>38 246</b>	<b>38 246</b>	<b>41 137</b>	<b>44 223</b>	<b>46 859</b>
<b>Total: Ugu Municipalities</b>	<b>4 665</b>	<b>5 091</b>	<b>4 780</b>	<b>4 967</b>	<b>4 967</b>	<b>4 967</b>	<b>244</b>	<b>263</b>	<b>281</b>
B KZ211 Vulamehlo	-	-	-	-	-	-	-	-	-
B KZ212 Umdoni	1 001	1 040	1 180	1 232	1 232	1 232	71	76	81
B KZ213 Umzumbe	-	-	-	-	-	-	-	-	-
B KZ214 uMuziwabantu	443	476	614	644	644	644	31	33	35
B KZ215 Ezingolweni	-	-	-	-	-	-	-	-	-
B KZ216 Hibiscus Coast	2 383	2 644	2 720	3 091	3 091	3 091	142	154	165
C DC21 Ugu District Municipality	838	931	266	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>11 567</b>	<b>12 361</b>	<b>11 196</b>	<b>10 687</b>	<b>10 687</b>	<b>10 687</b>	<b>282</b>	<b>303</b>	<b>324</b>
B KZ221 uMshwathi	331	306	371	393	393	393	-	-	-
B KZ222 uMngeni	926	1 015	1 061	1 201	1 201	1 201	80	86	92
B KZ223 Mpfana	673	704	773	819	819	819	-	-	-
B KZ224 Impendle	-	-	-	-	-	-	-	-	-
B KZ225 Msunduzi	6 759	7 228	8 178	8 208	8 208	8 208	131	141	151
B KZ226 Mkhambathini	-	-	-	-	-	-	-	-	-
B KZ227 Richmond	18	9	-	66	66	66	71	76	81
C DC22 uMgungundlovu District Municipality	2 860	3 099	813	-	-	-	-	-	-
<b>Total: Uthukela Municipalities</b>	<b>4 242</b>	<b>6 125</b>	<b>5 589</b>	<b>7 474</b>	<b>7 474</b>	<b>7 474</b>	<b>134</b>	<b>144</b>	<b>154</b>
B KZ232 Emnambithi/Ladysmith	2 115	3 710	3 920	4 645	4 645	4 645	80	86	92
B KZ233 Indaka	-	-	-	-	-	-	-	-	-
B KZ234 Umtshezi	780	939	776	1 663	1 663	1 663	54	58	62
B KZ235 Okhahlamba	737	790	692	1 166	1 166	1 166	-	-	-
B KZ236 Imbabazane	-	-	-	-	-	-	-	-	-
C DC23 Uthukela District Municipality	610	686	201	-	-	-	-	-	-
<b>Total: Umzinyathi Municipalities</b>	<b>3 124</b>	<b>3 418</b>	<b>2 604</b>	<b>4 360</b>	<b>4 360</b>	<b>4 360</b>	<b>134</b>	<b>144</b>	<b>154</b>
B KZ241 Endumeni	1 569	1 549	1 571	2 916	2 916	2 916	80	86	92
B KZ242 Nquthu	-	-	-	-	-	-	-	-	-
B KZ244 Msinga	-	-	-	-	-	-	-	-	-
B KZ245 Umvoti	710	881	780	1 444	1 444	1 444	54	58	62
C DC24 Umzinyathi District Municipality	845	988	253	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>1 817</b>	<b>2 192</b>	<b>1 800</b>	<b>1 747</b>	<b>1 747</b>	<b>1 747</b>	<b>138</b>	<b>147</b>	<b>158</b>
B KZ252 Newcastle	758	950	1 056	1 141	1 141	1 141	90	97	104
B KZ253 eMadlangeni	-	-	-	22	22	22	24	25	27
B KZ254 Dannhauser	315	402	519	584	584	584	24	25	27
C DC25 Amajuba District Municipality	744	840	225	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>2 115</b>	<b>2 238</b>	<b>1 255</b>	<b>1 071</b>	<b>1 071</b>	<b>1 071</b>	<b>139</b>	<b>150</b>	<b>160</b>
B KZ261 eDumbe	651	712	557	400	400	400	-	-	-
B KZ262 uPhongolo	6	-	-	30	30	30	32	35	37
B KZ263 Abaqulusi	288	325	365	585	585	585	47	51	55
B KZ265 Nongoma	-	-	-	-	-	-	-	-	-
B KZ266 Ulundi	35	9	-	56	56	56	60	64	68
C DC26 Zululand District Municipality	1 135	1 192	333	-	-	-	-	-	-
<b>Total: Umkhanyakude Municipalities</b>	<b>954</b>	<b>1 123</b>	<b>235</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZ271 Umhlabuyalingana	-	-	-	-	-	-	-	-	-
B KZ272 Jozini	-	-	-	-	-	-	-	-	-
B KZ273 The Big Five False Bay	-	-	-	-	-	-	-	-	-
B KZ274 Hlabisa	-	-	-	-	-	-	-	-	-
B KZ275 Mtubatuba	-	-	-	-	-	-	-	-	-
C DC27 Umkhanyakude District Municipality	954	1 123	235	-	-	-	-	-	-
<b>Total: uThungulu Municipalities</b>	<b>4 370</b>	<b>5 234</b>	<b>6 828</b>	<b>7 207</b>	<b>7 207</b>	<b>7 207</b>	<b>279</b>	<b>300</b>	<b>321</b>
B KZ281 Mbonambi	-	-	-	-	-	-	-	-	-
B KZ282 uMhlathuze	1 565	1 779	3 927	4 279	4 279	4 279	206	222	238
B KZ283 Ntambanana	-	-	-	-	-	-	-	-	-
B KZ284 Umlalazi	1 092	1 136	1 538	2 097	2 097	2 097	73	78	83
B KZ285 Mthonjaneni	319	342	784	831	831	831	-	-	-
B KZ286 Nkandla	-	-	-	-	-	-	-	-	-
C DC28 uThungulu District Municipality	1 394	1 977	579	-	-	-	-	-	-
<b>Total: Ilembe Municipalities</b>	<b>3 322</b>	<b>5 366</b>	<b>4 203</b>	<b>4 901</b>	<b>4 901</b>	<b>4 901</b>	<b>129</b>	<b>139</b>	<b>149</b>
B KZ291 Mandeni	939	856	854	966	966	966	25	26	28
B KZ292 KwaDukuza	1 747	3 703	3 006	3 935	3 935	3 935	104	113	121
B KZ293 Ndwedwe	-	-	-	-	-	-	-	-	-
B KZ294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 Ilembe District Municipality	636	807	343	-	-	-	-	-	-
<b>Total: Sisonke Municipalities</b>	<b>1 446</b>	<b>3 794</b>	<b>2 108</b>	<b>87</b>	<b>87</b>	<b>87</b>	<b>93</b>	<b>100</b>	<b>107</b>
B KZ5a1 Ingwe	-	-	-	-	-	-	-	-	-
B KZ5a2 Kwa Sani	-	-	-	-	-	-	-	-	-
B KZ5a3 Matalafiele	933	2 040	1 513	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	498	1 744	581	62	62	62	66	71	76
B KZ5a5 Ubuhlebezwe	15	10	-	25	25	25	27	29	31
B KZ5a6 Umzimkhulu	-	-	-	-	-	-	-	-	-
C DC43 Sisonke District Municipality	-	-	14	-	-	-	-	-	-
<b>Unallocated</b>	<b>137</b>	<b>620</b>	<b>1 918</b>	<b>-</b>	<b>608</b>	<b>799</b>	<b>318</b>	<b>854</b>	<b>2 038</b>
<b>Total</b>	<b>71 648</b>	<b>85 107</b>	<b>76 148</b>	<b>80 947</b>	<b>81 355</b>	<b>81 546</b>	<b>43 027</b>	<b>46 767</b>	<b>50 705</b>

Table 7.M: Transfers to municipalities - Municipal Clinics

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
<b>A eThekweni</b>	27 217	30 345	31 455	37 422	37 222	37 222	40 041	43 045	45 599
<b>Total: Ugu Municipalities</b>	3 643	4 001	4 403	4 738	4 738	4 738	-	-	-
B KZ211 Vulamehlo									
B KZ212 Umdoni	948	1 000	1 140	1 166	1 166	1 166	-	-	-
B KZ213 Umzumbe									
B KZ214 uMuziwabantu	420	465	597	615	615	615	-	-	-
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast	2 275	2 536	2 666	2 957	2 957	2 957	-	-	-
C DC21 Ugu District Municipality									
<b>Total: uMgungundlovu Municipalities</b>	8 539	9 101	10 320	10 423	10 423	10 423	-	-	-
B KZ221 uMshwathi	331	306	371	393	393	393	-	-	-
B KZ222 uMngeni	875	962	1 048	1 126	1 126	1 126	-	-	-
B KZ223 Mpfana	673	704	773	819	819	819	-	-	-
B KZ224 Impendle									
B KZ225 Msunduzi	6 660	7 129	8 128	8 085	8 085	8 085	-	-	-
B KZ226 Mkhambathini									
B KZ227 Richmond									
C DC22 uMgungundlovu District Municipality									
<b>Total: Uthukela Municipalities</b>	3 553	5 413	5 388	7 349	7 349	7 349	-	-	-
B KZ232 Emnambithi/Ladysmith	2 064	3 684	3 920	4 570	4 570	4 570	-	-	-
B KZ233 Indaka									
B KZ234 Umtshezi	752	939	776	1 613	1 613	1 613	-	-	-
B KZ235 Okhahlamba	737	790	692	1 166	1 166	1 166	-	-	-
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality									
<b>Total: Umzinyathi Municipalities</b>	2 189	2 335	2 323	4 235	4 235	4 235	-	-	-
B KZ241 Endumeni	1 514	1 489	1 561	2 841	2 841	2 841	-	-	-
B KZ242 Nquthu									
B KZ244 Msinga									
B KZ245 Umvoti	675	846	762	1 394	1 394	1 394	-	-	-
C DC24 Umzinyathi District Municipality									
<b>Total: Amajuba Municipalities</b>	1 053	1 307	1 575	1 619	1 619	1 619	-	-	-
B KZ252 Newcastle	742	918	1 056	1 057	1 057	1 057	-	-	-
B KZ253 eMadlangeni									
B KZ254 Dannhauser	311	389	519	562	562	562	-	-	-
C DC25 Amajuba District Municipality									
<b>Total: Zululand Municipalities</b>	913	1 010	922	941	941	941	-	-	-
B KZ261 eDumbe	651	712	557	400	400	400	-	-	-
B KZ262 uPhongolo									
B KZ263 Abaqulusi	262	298	365	541	541	541	-	-	-
B KZ265 Nongoma									
B KZ266 Ulundi									
C DC26 Zululand District Municipality									
<b>Total: Umkhanyakude Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZ271 Umhlabuyalingana									
B KZ272 Jozini									
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality									
<b>Total: uThungulu Municipalities</b>	2 655	2 915	6 249	6 946	6 946	6 946	-	-	-
B KZ281 Mbonambi									
B KZ282 uMhlathuze	1 276	1 490	3 927	4 086	4 086	4 086	-	-	-
B KZ283 Ntambanana									
B KZ284 Umlalazi	1 060	1 083	1 538	2 029	2 029	2 029	-	-	-
B KZ285 Mthonjaneni	319	342	784	831	831	831	-	-	-
B KZ286 Nkandla									
C DC28 uThungulu District Municipality									
<b>Total: Ilembe Municipalities</b>	2 587	4 426	3 860	4 780	4 780	4 780	-	-	-
B KZ291 Mandeni	911	837	854	943	943	943	-	-	-
B KZ292 KwaDukuza	1 676	3 589	3 006	3 837	3 837	3 837	-	-	-
B KZ293 Ndwedwe									
B KZ294 Maphumulo									
C DC29 Ilembe District Municipality									
<b>Total: Sisonke Municipalities</b>	1 397	3 763	2 100	-	-	-	-	-	-
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a3 Mataliele	924	2 031	1 513	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	473	1 732	581	-	-	-	-	-	-
B KZ5a5 Ubuhlebezwe									
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality	-	-	6	-	-	-	-	-	-
<b>Unallocated</b>	-	620	1 918	-	608	799	318	854	2 038
<b>Total</b>	53 746	65 236	70 513	78 453	78 861	79 052	40 359	43 899	47 637

Table 7.N: Transfers to municipalities - Environmental Health

R000	Outcome			Main Budget	Adjusted Budget	Estimated actual	Medium-term estimates		
	Audited 2004/05	Audited 2005/06	Audited 2006/07				2007/08	2008/09	2009/10
<b>A eThekweni</b>	<b>834</b>	<b>879</b>	<b>401</b>	<b>1 024</b>	<b>1 024</b>	<b>1 024</b>	<b>1 096</b>	<b>1 178</b>	<b>1 260</b>
<b>Total: Ugu Municipalities</b>	<b>184</b>	<b>159</b>	<b>116</b>	<b>229</b>	<b>229</b>	<b>229</b>	<b>244</b>	<b>263</b>	<b>281</b>
B KZ211 Vulamehlo									
B KZ212 Umdoni	53	40	40	66	66	66	71	76	81
B KZ213 Umzumbe									
B KZ214 uMuziwabantu	23	11	17	29	29	29	31	33	35
B KZ215 Ezingolweni									
B KZ216 Hibiscus Coast	108	108	54	134	134	134	142	154	165
C DC21 Ugu District Municipality	-	-	5	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>168</b>	<b>161</b>	<b>66</b>	<b>264</b>	<b>264</b>	<b>264</b>	<b>282</b>	<b>303</b>	<b>324</b>
B KZ221 uMshwathi									
B KZ222 uMngeni	51	53	13	75	75	75	80	86	92
B KZ223 Mpofana									
B KZ224 Impendle									
B KZ225 Msunduzi	99	99	50	123	123	123	131	141	151
B KZ226 Mkhambathini									
B KZ227 Richmond	18	9	-	66	66	66	71	76	81
C DC22 uMgungundlovu District Municipality	-	-	3	-	-	-	-	-	-
<b>Total: Uthukela Municipalities</b>	<b>79</b>	<b>26</b>	<b>3</b>	<b>125</b>	<b>125</b>	<b>125</b>	<b>134</b>	<b>144</b>	<b>154</b>
B KZ232 Emnambithi/Ladysmith	51	26	-	75	75	75	80	86	92
B KZ233 Indaka									
B KZ234 Umtshezi	28	-	-	50	50	50	54	58	62
B KZ235 Okhahlamba									
B KZ236 Imbabazane									
C DC23 Uthukela District Municipality	-	-	3	-	-	-	-	-	-
<b>Total: Umzinyathi Municipalities</b>	<b>90</b>	<b>95</b>	<b>31</b>	<b>125</b>	<b>125</b>	<b>125</b>	<b>134</b>	<b>144</b>	<b>154</b>
B KZ241 Endumeni	55	60	10	75	75	75	80	86	92
B KZ242 Nquthu									
B KZ244 Msinga									
B KZ245 Umvoti	35	35	18	50	50	50	54	58	62
C DC24 Umzinyathi District Municipality	-	-	3	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>20</b>	<b>45</b>	<b>6</b>	<b>128</b>	<b>128</b>	<b>128</b>	<b>138</b>	<b>147</b>	<b>158</b>
B KZ252 Newcastle	16	32	-	84	84	84	90	97	104
B KZ253 eMadlangeni	-			22	22	22	24	25	27
B KZ254 Dannhauser	4	13	-	22	22	22	24	25	27
C DC25 Amajuba District Municipality	-	-	6	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>67</b>	<b>36</b>	<b>4</b>	<b>130</b>	<b>130</b>	<b>130</b>	<b>139</b>	<b>150</b>	<b>160</b>
B KZ261 eDumbe									
B KZ262 uPhongolo	6	-	-	30	30	30	32	35	37
B KZ263 Abaqulusi	26	27	-	44	44	44	47	51	55
B KZ265 Nongoma									
B KZ266 Ulundi	35	9	-	56	56	56	60	64	68
C DC26 Zululand District Municipality	-	-	4	-	-	-	-	-	-
<b>Total: Umkhanyakude Municipalities</b>	<b>-</b>	<b>-</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZ271 Umhlabuyalingana									
B KZ272 Jozini									
B KZ273 The Big Five False Bay									
B KZ274 Hlabisa									
B KZ275 Mtubatuba									
C DC27 Umkhanyakude District Municipality	-	-	3	-	-	-	-	-	-
<b>Total: uThungulu Municipalities</b>	<b>321</b>	<b>342</b>	<b>-</b>	<b>261</b>	<b>261</b>	<b>261</b>	<b>279</b>	<b>300</b>	<b>321</b>
B KZ281 Mbonambi									
B KZ282 uMhlathuze	289	289	-	193	193	193	206	222	238
B KZ283 Ntambanana									
B KZ284 Umlalazi	32	53	-	68	68	68	73	78	83
B KZ285 Mthonjaneni									
B KZ286 Nkandla									
C DC28 uThungulu District Municipality									
<b>Total: Ilembe Municipalities</b>	<b>99</b>	<b>133</b>	<b>-</b>	<b>121</b>	<b>121</b>	<b>121</b>	<b>129</b>	<b>139</b>	<b>149</b>
B KZ291 Mandeni	28	19	-	23	23	23	25	26	28
B KZ292 KwaDukuza	71	114	-	98	98	98	104	113	121
B KZ293 Ndwedwe									
B KZ294 Maphumulo									
C DC29 Ilembe District Municipality									
<b>Total: Sisonke Municipalities</b>	<b>49</b>	<b>31</b>	<b>-</b>	<b>87</b>	<b>87</b>	<b>87</b>	<b>93</b>	<b>100</b>	<b>107</b>
B KZ5a1 Ingwe									
B KZ5a2 Kwa Sani									
B KZ5a3 Mataliele	9	9	-	-	-	-	-	-	-
B KZ5a4 Greater Kokstad	25	12	-	62	62	62	66	71	76
B KZ5a5 Ubuhlebezwe	15	10	-	25	25	25	27	29	31
B KZ5a6 Umzimkhulu									
C DC43 Sisonke District Municipality									
<b>Unallocated</b>									
<b>Total</b>	<b>1 911</b>	<b>1 907</b>	<b>630</b>	<b>2 494</b>	<b>2 494</b>	<b>2 494</b>	<b>2 668</b>	<b>2 868</b>	<b>3 068</b>

