

HEALTH

Budget summary

R million	2024/25				2025/26	2026/27
	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total	Total
MTEF allocation						
Administration	746.8	2.7	10.1	759.5	797.2	857.2
National Health Insurance	863.7	456.0	24.0	1 343.7	1 389.8	1 404.3
Communicable and Non-communicable Diseases	446.9	24 937.8	1.5	25 386.3	25 525.1	26 696.4
Primary Health Care	79.1	3 238.3	1.0	3 318.4	3 466.1	3 625.8
Hospital Systems	84.5	22 415.6	1 400.0	23 900.2	24 834.3	25 778.4
Health System Governance and Human Resources	176.1	7 327.1	7.5	7 510.8	7 683.9	8 035.4
Total expenditure estimates	2 397.2	58 377.5	1 444.3	62 218.9	63 696.3	66 397.5
Executive authority	Minister of Health					
Accounting officer	Director-General of Health					
Website	www.health.gov.za					

The Estimates of National Expenditure is available at www.treasury.gov.za. Additional tables in Excel format can be found at www.treasury.gov.za and www.vulekamali.gov.za.

Vote purpose

Lead and coordinate health services to promote the health of all people in South Africa through an accessible, caring and high-quality health system based on the primary health care approach.

Mandate

The Department of Health derives its mandate from the National Health Act (2003), which requires that it provides a framework for a structured and uniform health system for South Africa and sets out the responsibilities of the three levels of government in the provision of health services. Its mission is to improve health by preventing illness and disease, and promoting healthy lifestyles. It aims to consistently improve the health care delivery system by focusing on access, equity, efficiency, quality and sustainability.

Selected performance indicators

Table 18.1 Performance indicators by programme and related priority

Indicator	Programme	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Total number of clients remaining on antiretroviral treatment	Communicable and Non-communicable Diseases	Priority 3: Education, skills and health	5.1 million	5.2 million	5.5 million	6 million	6.5 million	6.7 million	6.9 million
Total number of primary health care facilities with youth zones	Communicable and Non-communicable Diseases		652	1 264	2 000	2 140	2 200	2 300	2 400
Percentage of clients age 18 and older screened for hypertension per year	Communicable and Non-communicable Diseases		- ¹	- ¹	- ¹	60%	60%	60%	60%
Percentage of clients age 18 and older screened for diabetes per year	Communicable and Non-communicable Diseases		- ¹	- ¹	- ¹	60%	60%	60%	60%

Table 18.1 Performance indicators by programme and related priority (continued)

Indicator	Programme	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of public health facilities (clinics, hospitals, nursing colleges, emergency medical services base stations) maintained, repaired and/or refurbished per year	Hospital Systems	Priority 3: Education, skills and health	150	121	120	300	400	600	520
Number of primary health care facilities that qualify as ideal clinics per year	Primary Health Care		1 444	1 928	2 200	2 600	2 650	2 800	2 900
Total number of district hospitals that qualify as ideal hospitals	Primary Health Care		- ¹	- ¹	- ¹	18	25	35	40

1. No historical data available.

Expenditure overview

Over the medium term, the department will focus on: preventing and treating communicable and non-communicable diseases by continuing to strengthen primary health care; supporting tertiary services; and strengthening health systems, including infrastructure, in preparation for the introduction of national health insurance.

An estimated 90.3 per cent (R173.9 billion) of the department's budget of R192.3 billion over the MTEF period comprises transfers to provincial departments of health for conditional grants. Total spending is projected to increase at an average annual rate of 4.3 per cent, from R58.6 billion in 2023/24 to R66.4 billion in 2026/27. This is due to additional allocations of R1.2 billion in 2024/25, R1.3 billion in 2025/26 and R1.3 billion in 2026/27 for conditional grants to support provinces to partly absorb the implications of the 2023 public sector wage agreement.

These additions also partially offset Cabinet-approved reductions of R1.5 billion in 2024/25, R3 billion in 2025/26 and R3.3 billion in 2026/27. Given that more than 90 per cent of the department's budget is for conditional grants, these carry the largest share of the reductions, with the comprehensive HIV/AIDS component of the *district health programmes grant* being reduced, on average, by R1.3 billion per year over the MTEF period and the *health facility revitalisation grant* being reduced by R1.2 billion per year over the same period. These reductions were made feasible by the achievement of cost efficiencies in the form of lower than anticipated tender prices for antiretroviral drugs (ARVs), significant underspending in 2022/23, and the uptake of ARV treatment running significantly below target. Reductions to the *health facility revitalisation grant* were partly justified by historical underspending and some infrastructure projects being placed on longer-term completion timeframes. The net effect results in overall reductions of R225.4 million in 2024/25, R1.7 billion in 2025/26 and R1.9 billion in 2026/27.

To address service backlogs and the pressing need to resolve the unequal distribution of tertiary services, the *national tertiary services grant* has been protected from reductions. An estimated R1.1 billion over the MTEF period is added to the grant to partly support provinces to fund salary increases for personnel funded through it.

An amount of R80.6 million over the MTEF period is shifted to the department from the Department of Science and Innovation for the social impact bond, an outcomes-based financing mechanism, for adolescent girls and women. Some interventions through the mechanism include the provision of ARV treatment, pre-exposure prophylaxis, contraceptives and educational programmes aimed at behavioural challenges. The South African Medical Research Council leads this work, which is funded through a new transfer payment.

Treating and preventing diseases and promoting primary health care

With an allocation of R85.7 billion over the MTEF period, the *district health programmes grant* constitutes

almost half of the department's budget. This includes the comprehensive HIV/AIDS component, which has an allocation of R75.6 billion over the medium term, and the district health component, which is allocated R10.2 billion over the same period. As the department was able to negotiate lower prices for ARVs, no major revisions have been made to targets for the comprehensive HIV/AIDS component. The target for clients remaining on ARV treatment is slightly lower than what was previously published for 2024/25 (6.7 million instead of R6.5 million) and 2025/26 (7 million instead of 6.7 million), as uptake has been lower than expected. As at November 2023, only about 5.5 million clients were on treatment against an annual target of 6 million. This is attributed to poor health-seeking behaviour, particularly among men. The department will use outreach services such as community health workers and innovative medicine dispensing models to improve performance in this area. The target for 2026/27 is 6.9 million.

Outreach services are largely funded through the district health component, in which spending is set to increase at an average annual rate of 6.5 per cent, from R2.9 billion in 2023/24 to R3.5 billion in 2026/27, in the *Primary Health Care* programme. This will enable the department to continue to retain an appropriate number of community health workers and fulfil their mandatory stipend increases. The component also funds human papillomavirus vaccinations and a range of interventions for TB and malaria. The central chronic medication dispensing and distribution programme makes chronic medicines more accessible by allowing them to be dispensed conveniently at alternate pick-up points such as private pharmacies. It is funded through the *national health insurance indirect grant*. An estimated 40 per cent of the department's clients on ARVs use the service.

Supporting tertiary health care services

Tertiary health care services are highly specialised referral services provided at central and tertiary hospitals. These services are not, however, equitably distributed as there are only 35 hospitals offering tertiary services in the country and most of them are in urban areas. As such, patients are often referred from one province to another, which requires strong national coordination and cross-subsidisation through the *national tertiary services grant* to compensate provinces for providing tertiary services to patients from elsewhere. The grant has allocations of R15.3 billion in 2024/25, R15.9 billion in 2025/26 and R16.7 billion in 2026/27 in the *Hospital Systems* programme, increasing at an average annual rate of 5.9 per cent. To improve equity and reduce the need for interprovincial referrals over the long term, a portion of the grant is earmarked for strengthening tertiary services through the purchasing of machinery and equipment and recruiting medical specialists in provinces where they are underdeveloped.

Funding for oncology services, amounting to R737.3 million over the next 3 years, which were previously partly funded through the *national health insurance grant*, has been shifted to the *national tertiary services grant* from the *national health insurance grant*, which partly funded it. This is to consolidate funding for cancer services.

Strengthening health systems towards providing national health insurance

The National Health Insurance Bill has been endorsed by the National Assembly and the National Council of Provinces. If enacted, it will have significant implications for the funding and organisation of health care in South Africa. Preparatory work for this, which includes capacity building, is largely funded through the *national health insurance indirect grant*, which has an allocation of R6.9 billion over the MTEF period.

The grant previously had 3 components, 2 of which (the non-personal services component and the personal services component) have been combined to form the health systems component. The new combined component is allocated R2.4 billion over the MTEF period, with spending set to increase at an average annual rate of 4.6 per cent. This is expected to strengthen health systems, particularly information systems; help address the findings of the Office of Health Standards and Compliance; improve implementation of the ideal clinic initiative; improve the dispensing of medicines through the central chronic medication dispensing and distribution programme; and provide proof of concept, including the piloting of contracting units, for primary health care. The other component within the grant, which deals with health facility revitalisation, is intended to fund strategic infrastructure projects through an allocation of R4.6 billion over the MTEF period. An estimated R1.6 billion of the grant's allocation over the MTEF period, funded from the budget facility for infrastructure, is for the construction of the Limpopo Academic Hospital.

A further R22 billion over the MTEF period is set to be transferred to provinces through the direct *health facility revitalisation grant*. As Cabinet-approved reductions have been implemented mainly on projects in planning stages, they are not expected to impact negatively on projects that have already been initiated.

Expenditure trends and estimates

Table 18.2 Vote expenditure trends and estimates by programme and economic classification

Programmes											
1. Administration											
2. National Health Insurance											
3. Communicable and Non-communicable Diseases											
4. Primary Health Care											
5. Hospital Systems											
6. Health System Governance and Human Resources											
Programme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
R million	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24		2024/25	2025/26	2026/27	2023/24 - 2026/27	
Programme 1	551.0	672.7	645.3	764.8	11.6%	1.1%	759.5	797.2	857.2	3.9%	1.3%
Programme 2	1 023.2	1 216.5	1 366.1	1 508.6	13.8%	2.1%	1 343.7	1 389.8	1 404.3	-2.4%	2.3%
Programme 3	25 455.4	32 819.7	26 049.6	23 682.6	-2.4%	44.1%	25 386.3	25 525.1	26 696.4	4.1%	40.4%
Programme 4	3 206.7	3 056.2	5 149.2	3 005.4	-2.1%	5.9%	3 318.4	3 466.1	3 625.8	6.5%	5.3%
Programme 5	21 188.5	21 011.8	22 198.4	22 136.0	1.5%	35.4%	23 900.2	24 834.3	25 778.4	5.2%	38.5%
Programme 6	6 661.3	6 360.5	7 487.4	7 452.6	3.8%	11.4%	7 510.8	7 683.9	8 035.4	2.5%	12.2%
Subtotal	58 086.1	65 137.4	62 896.0	58 550.0	0.3%	100.0%	62 218.9	63 696.3	66 397.5	4.3%	100.0%
Total	58 086.1	65 137.4	62 896.0	58 550.0	0.3%	100.0%	62 218.9	63 696.3	66 397.5	4.3%	100.0%
Change to 2023							(225.4)	(1 661.5)	(1 909.6)		
Budget estimate											
Economic classification											
Current payments	2 966.5	9 976.9	3 601.6	2 494.9	-5.6%	7.8%	2 397.2	2 478.0	2 579.2	1.1%	4.0%
Compensation of employees	927.3	848.2	761.0	657.4	-10.8%	1.3%	694.1	727.6	761.0	5.0%	1.1%
Goods and services ¹	2 039.2	9 128.6	2 840.6	1 837.4	-3.4%	6.5%	1 703.0	1 750.4	1 818.2	-0.4%	2.8%
of which:					0.0%	0.0%				0.0%	0.0%
Consultants: Business and advisory services	400.6	335.6	294.4	292.3	-10.0%	0.5%	206.9	225.7	256.8	-4.2%	0.4%
Contractors	556.5	404.0	530.9	532.5	-1.5%	0.8%	622.9	617.7	614.0	4.9%	1.0%
Inventory: Medical supplies	39.9	38.3	33.9	105.7	38.3%	0.1%	72.1	74.6	78.3	-9.5%	0.1%
Operating leases	111.3	160.5	102.9	129.9	5.3%	0.2%	129.9	136.1	141.8	3.0%	0.2%
Travel and subsistence	100.0	49.4	103.8	114.4	4.6%	0.2%	129.7	141.7	147.8	8.9%	0.2%
Operating payments	120.8	189.7	104.0	146.4	6.6%	0.2%	99.6	97.3	101.8	-11.4%	0.2%
Transfers and subsidies¹	54 288.5	54 491.9	58 334.3	54 749.2	0.3%	90.7%	58 377.5	59 558.4	62 290.5	4.4%	93.7%
Provinces and municipalities	52 082.0	52 462.2	56 251.5	52 743.4	0.4%	87.3%	56 351.4	57 449.8	60 086.8	4.4%	90.3%
Departmental agencies and accounts	2 033.8	1 842.1	1 889.1	1 807.0	-3.9%	3.1%	1 815.6	1 899.3	1 984.7	3.2%	3.0%
Non-profit institutions	170.6	181.4	189.0	189.8	3.6%	0.3%	201.0	209.3	219.0	4.9%	0.3%
Households	2.1	6.2	4.7	9.0	62.7%	0.0%	9.5	-	-	-100.0%	0.0%
Payments for capital assets	831.1	660.3	958.8	1 305.9	16.3%	1.5%	1 444.3	1 659.9	1 527.8	5.4%	2.4%
Buildings and other fixed structures	740.1	591.3	930.3	1 187.9	17.1%	1.4%	1 333.5	1 497.6	1 364.4	4.7%	2.1%
Machinery and equipment	91.0	69.0	28.6	118.0	9.1%	0.1%	110.8	162.4	163.4	11.5%	0.2%
Payments for financial assets	-	8.4	1.3	-	0.0%	0.0%	-	-	-	0.0%	0.0%
Total	58 086.1	65 137.4	62 896.0	58 550.0	0.3%	100.0%	62 218.9	63 696.3	66 397.5	4.3%	100.0%

1. Tables with expenditure trends, annual budget, adjusted appropriation and audited outcome are available at www.treasury.gov.za and www.vulekamali.gov.za.

Transfers and subsidies expenditure trends and estimates

Table 18.3 Vote transfers and subsidies trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
R thousand	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24		2024/25	2025/26	2026/27	2023/24 - 2026/27	
Households											
Social benefits											
Current	1 928	6 181	4 676	-	-100.0%	-	-	-	-	-	-
Employee social benefits	1 928	6 181	4 676	-	-100.0%	-	-	-	-	-	-
Other transfers to households											
Current	160	-	-	9 000	283.2%	-	9 500	-	-	-100.0%	-
Employee social benefits	160	-	-	9 000	283.2%	-	9 500	-	-	-100.0%	-
No-fault compensation scheme	-	-	-	-	-	-	-	-	-	-	-

Table 18.3 Vote transfers and subsidies trends and estimates (continued)

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R thousand											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	2 029 761	1 840 663	1 887 532	1 805 314	-3.8%	3.4%	1 813 753	1 897 431	1 982 722	3.2%	3.2%
Health and Welfare Sector	679	2 536	2 362	2 552	55.5%	-	2 667	2 786	2 914	4.5%	-
Education and Training Authority											
South African National AIDS Council	18 106	28 901	19 380	30 234	18.6%	-	21 143	22 090	23 102	-8.6%	-
South African Medical Research Council	854 643	855 214	779 523	760 147	-3.8%	1.5%	833 489	870 829	910 725	6.2%	1.4%
National Health Laboratory Service	855 583	643 547	772 521	706 425	-6.2%	1.3%	598 842	626 361	656 789	-2.4%	1.1%
Office of Health Standards Compliance	137 648	157 997	157 509	161 546	5.5%	0.3%	181 599	191 749	200 076	7.4%	0.3%
Council for Medical Schemes	6 530	6 181	6 272	6 537	-	-	6 151	6 320	6 615	0.4%	-
South African Health Products Regulatory Authority	156 572	146 287	149 965	137 873	-4.2%	0.3%	143 518	149 301	156 242	4.3%	0.2%
South African Medical Research Council: Social Impact Bond	-	-	-	-	-	-	26 344	27 995	26 259	-	-
Social security funds											
Current	4 058	1 437	1 544	1 735	-24.7%	-	1 813	1 894	1 981	4.5%	-
Mines and Works Compensation Fund	4 058	1 437	1 544	1 735	-24.7%	-	1 813	1 894	1 981	4.5%	-
Non-profit institutions											
Current	170 574	181 401	189 000	189 786	3.6%	0.3%	201 031	209 295	218 967	4.9%	0.3%
Non-governmental organisations: LifeLine	27 150	28 030	28 875	28 986	2.2%	0.1%	27 288	28 283	29 599	0.7%	-
Non-governmental organisations: loveLife	59 527	61 976	64 327	64 635	2.8%	0.1%	63 038	65 821	68 864	2.1%	0.1%
Non-governmental organisations: Soul City	23 567	24 331	25 065	25 161	2.2%	-	24 291	25 361	26 535	1.8%	-
Non-governmental organisations: HIV and AIDS	58 796	63 989	67 529	67 788	4.9%	0.1%	64 832	67 281	70 402	1.3%	0.1%
South African Renal Registry	433	447	460	461	2.1%	-	482	504	527	4.6%	-
South African Federation for Mental Health	459	473	488	490	2.2%	-	512	535	560	4.6%	-
South African National Council for the Blind	-	1 060	1 092	1 096	-	-	1 145	1 196	1 251	4.5%	-
South African Medical Research Council	642	-	-	-	-100.0%	-	-	-	-	-	-
National Council Against Smoking Health Systems Research	-	1 095	1 164	1 169	-	-	1 221	1 276	1 334	4.5%	-
	-	-	-	-	-	-	18 222	19 038	19 895	-	-
Provinces and municipalities											
Provincial revenue funds											
Current	45 766 702	46 027 032	49 471 990	46 063 505	0.2%	84.4%	49 199 537	50 207 168	52 512 265	4.5%	84.3%
National health insurance grant	246 464	268 677	693 747	694 675	41.3%	0.9%	455 956	462 197	471 150	-12.1%	0.9%
HIV, TB, malaria and community outreach grant: Mental health services component	-	143 401	-	-	-	0.1%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: Oncology services component	-	234 933	-	-	-	0.1%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: HIV and AIDS component	20 376 176	22 563 773	-	-	-100.0%	19.4%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: TB component	507 780	506 117	-	-	-100.0%	0.5%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: COVID-19 component	3 422 157	1 500 000	-	-	-100.0%	2.2%	-	-	-	-	-
District health programmes grant: Comprehensive HIV and AIDS component	-	-	24 134 521	22 934 604	-	21.2%	24 724 358	24 843 184	25 982 785	4.2%	41.9%
District health programmes grant: District health component	-	-	4 888 597	2 931 257	-	3.5%	3 238 337	3 384 755	3 540 672	6.5%	5.6%
HIV, TB, malaria and community outreach grant: Human papillomavirus vaccine component	218 781	220 258	-	-	-100.0%	0.2%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: Malaria elimination component	116 234	104 181	-	-	-100.0%	0.1%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: Community outreach services component	2 556 667	2 480 213	-	-	-100.0%	2.3%	-	-	-	-	-
National tertiary services grant	14 013 153	13 707 798	14 306 059	14 023 946	-	25.3%	15 263 784	15 919 297	16 662 405	5.9%	26.3%
Human resources and training grant	4 309 290	4 297 681	5 449 066	5 479 023	8.3%	8.8%	5 517 102	5 597 735	5 855 253	2.2%	9.6%
Capital	6 315 281	6 435 188	6 779 546	6 679 860	1.9%	11.8%	7 151 841	7 242 660	7 574 522	4.3%	12.2%
Health facility revitalisation grant	6 315 281	6 435 188	6 779 546	6 679 860	1.9%	11.8%	7 151 841	7 242 660	7 574 522	4.3%	12.2%
Total	54 288 464	54 491 902	58 334 288	54 749 200	0.3%	100.0%	58 377 475	59 558 448	62 290 457	4.4%	100.0%

Personnel information

Table 18.4 Vote personnel numbers and cost by salary level and programme¹

Programmes																			
1. Administration																			
2. National Health Insurance																			
3. Communicable and Non-communicable Diseases																			
4. Primary Health Care																			
5. Hospital Systems																			
6. Health System Governance and Human Resources																			
Number of posts estimated for 31 March 2024		Number and cost ² of personnel posts filled/planned for on funded establishment													Average growth rate (%)	Average Salary level/ Total (%)			
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						2023/24 - 2026/27					
		2022/23		2023/24		2024/25		2025/26		2026/27									
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Health		1 468	761.0	0.6	978	657.4	0.7	1 017	694.1	0.7	1 047	727.6	0.7	1 079	761.0	0.7	3.3%	100.0%	
Salary level		1 468	761.0	0.6	978	657.4	0.7	1 017	694.1	0.7	1 047	727.6	0.7	1 079	761.0	0.7	3.3%	100.0%	
1 – 6	508	30	433	130.9	0.3	350	108.7	0.3	350	108.9	0.3	355	109.4	0.3	356	110.1	0.3	0.6%	34.2%
7 – 10	609	5	520	323.4	0.6	340	219.5	0.6	346	223.0	0.6	346	223.0	0.6	355	227.8	0.6	1.4%	33.7%
11 – 12	210	3	157	159.3	1.0	167	167.2	1.0	185	183.1	1.0	188	186.7	1.0	195	193.4	1.0	5.3%	17.9%
13 – 16	139	3	108	142.8	1.3	119	157.4	1.3	133	174.5	1.3	155	203.9	1.3	171	225.0	1.3	12.9%	14.0%
Other	2	–	2	4.6	2.3	2	4.6	2.3	2	4.6	2.3	2	4.6	2.3	2	4.6	2.3	-0.0%	0.2%
Programme		1 468	761.0	0.6	978	657.4	0.7	1 017	694.1	0.7	1 047	727.6	0.7	1 079	761.0	0.7	3.3%	100.0%	
Programme 1	543	33	407	235.2	0.6	416	249.4	0.6	424	255.8	0.6	433	265.1	0.6	448	277.3	0.6	2.5%	41.8%
Programme 2	101	6	73	48.1	0.7	102	73.3	0.7	123	93.5	0.8	127	97.2	0.8	131	101.7	0.8	8.7%	11.7%
Programme 3	218	–	158	120.5	0.8	171	138.0	0.8	175	141.8	0.8	181	148.4	0.8	186	155.3	0.8	2.9%	17.3%
Programme 4	395	2	395	228.0	0.6	97	58.8	0.6	101	62.0	0.6	105	67.8	0.6	109	71.0	0.6	4.1%	10.0%
Programme 5	39	–	28	22.4	0.8	35	30.2	0.9	34	30.0	0.9	36	32.0	0.9	38	33.4	0.9	2.9%	3.5%
Programme 6	172	–	159	106.7	0.7	157	107.6	0.7	161	111.0	0.7	165	117.0	0.7	167	122.3	0.7	1.9%	15.8%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Departmental receipts

Table 18.5 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average Receipt item/ Total (%)
	2020/21	2021/22	2022/23					2023/24	2024/25	2025/26		
Departmental receipts	3 773	521 023	1 165 733	190 090	208 969	281.2%	100.0%	19 022	14 155	13 519	-59.9%	100.0%
Sales of goods and services produced by department	3 301	425 640	1 151 210	182 049	171 142	272.9%	92.2%	12 195	7 218	6 252	-66.8%	77.0%
Sales by market establishments	120	112	101	64	86	-10.5%	–	63	66	60	-11.3%	0.1%
of which:												
Parking	120	112	101	64	86	-10.5%	–	63	66	60	-11.3%	0.1%
Administrative fees	2 778	3 075	3 399	1 804	3 253	5.4%	0.7%	1 800	1 800	1 850	-17.1%	3.4%
of which:												
Medical (drug control) licences	2 043	2 105	2 403	1 200	2 272	3.6%	0.5%	1 800	1 800	1 850	-6.6%	3.0%
Inspection fees	735	970	996	604	981	10.1%	0.2%	–	–	–	-100.0%	0.4%
Other sales	403	422 453	1 147 710	180 181	167 803	646.7%	91.5%	10 332	5 352	4 342	-70.4%	73.5%
of which:												
Sale of vaccines	–	422 073	1 147 373	180 000	167 500	–	91.4%	10 000	5 000	4 000	-71.2%	72.9%
Replacement of security cards	–	2	–	–	2	–	–	1	1	1	-20.6%	–
Commission on insurance	403	378	337	180	300	-9.4%	0.1%	330	350	340	4.3%	0.5%
Replacement: Lost office property	–	–	–	1	1	–	–	1	1	1	–	–
Sales of scrap, waste, arms and other used current goods	–	–	–	2	2	–	–	2	2	2	–	–
of which:												
Scrap paper	–	–	–	2	2	–	–	2	2	2	–	–
Interest, dividends and rent on land	336	17 469	8 981	7 500	8 525	193.8%	1.9%	6 400	6 500	6 800	-7.3%	11.0%
Interest	336	17 469	8 981	7 500	8 525	193.8%	1.9%	6 400	6 500	6 800	-7.3%	11.0%
Sales of capital assets	–	–	188	–	–	–	–	–	–	–	–	–
Transactions in financial assets and liabilities	136	77 914	5 354	539	29 300	499.5%	5.9%	425	435	465	-74.9%	12.0%
Total	3 773	521 023	1 165 733	190 090	208 969	281.2%	100.0%	19 022	14 155	13 519	-59.9%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department.

Expenditure trends and estimates

Table 18.6 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2023/24	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23		2020/21 - 2023/24	2023/24	2024/25	2025/26	2026/27		
R million											
Ministry	32.2	33.0	38.8	40.0	7.5%	5.5%	36.5	38.1	39.9	-0.1%	4.9%
Management	7.1	7.2	6.2	13.6	24.1%	1.3%	11.4	11.9	12.5	-2.8%	1.6%
Corporate Services	310.9	356.2	398.1	412.9	9.9%	56.1%	382.3	401.3	419.8	0.6%	50.9%
Property Management	112.9	172.9	114.2	168.9	14.4%	21.6%	170.4	178.5	186.1	3.3%	22.1%
Financial Management	87.9	103.4	88.1	129.4	13.8%	15.5%	158.9	167.4	199.0	15.4%	20.6%
Total	551.0	672.7	645.3	764.8	11.6%	100.0%	759.5	797.2	857.2	3.9%	100.0%
Change to 2023 Budget estimate				-			(80.7)	(82.4)	(62.7)		
Economic classification											
Current payments	546.7	653.6	628.9	750.7	11.1%	97.9%	746.8	783.9	843.4	4.0%	98.3%
Compensation of employees	245.9	246.2	235.2	249.4	0.5%	37.1%	255.8	265.1	277.3	3.6%	33.0%
Goods and services	300.7	407.4	393.6	501.3	18.6%	60.9%	490.9	518.8	566.0	4.1%	65.3%
of which:						-					-
Audit costs: External	20.4	21.4	21.3	23.3	4.5%	3.3%	29.7	30.8	32.2	11.4%	3.7%
Consultants: Business and advisory services	39.1	42.7	55.4	38.2	-0.8%	6.7%	39.5	50.5	77.0	26.3%	6.5%
Operating leases	99.3	150.9	99.6	126.6	8.4%	18.1%	126.1	132.2	137.8	2.9%	16.4%
Property payments	18.2	24.2	17.7	56.2	45.8%	4.4%	58.8	61.4	64.2	4.5%	7.6%
Travel and subsistence	6.8	27.8	58.1	44.9	87.9%	5.2%	49.6	58.1	60.8	10.7%	6.7%
Operating payments	51.8	26.8	2.3	44.5	-5.0%	4.8%	36.5	31.4	32.9	-9.6%	4.6%
Transfers and subsidies	1.8	4.9	3.7	2.6	12.4%	0.5%	2.7	2.8	2.9	4.5%	0.3%
Departmental agencies and accounts	0.7	2.5	2.4	2.6	55.5%	0.3%	2.7	2.8	2.9	4.5%	0.3%
Households	1.1	2.3	1.3	-	-100.0%	0.2%	-	-	-	-	-
Payments for capital assets	2.5	7.8	12.5	11.6	67.4%	1.3%	10.1	10.5	10.9	-1.9%	1.4%
Machinery and equipment	2.5	7.8	12.5	11.6	67.4%	1.3%	10.1	10.5	10.9	-1.9%	1.4%
Payments for financial assets	-	6.5	0.3	-	-	0.3%	-	-	-	-	-
Total	551.0	672.7	645.3	764.8	11.6%	100.0%	759.5	797.2	857.2	3.9%	100.0%
Proportion of total programme expenditure to vote expenditure	0.9%	1.0%	1.0%	1.3%	-	-	1.2%	1.3%	1.3%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	1.1	2.3	1.3	-	-100.0%	0.2%	-	-	-	-	-
Employee social benefits	1.1	2.3	1.3	-	-100.0%	0.2%	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	0.7	2.5	2.4	2.6	55.5%	0.3%	2.7	2.8	2.9	4.5%	0.3%
Health and Welfare Sector	0.7	2.5	2.4	2.6	55.5%	0.3%	2.7	2.8	2.9	4.5%	0.3%
Education and Training Authority											

Personnel information

Table 18.7 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024			Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)			
Number of funded posts	Number of posts additional to the establishment		Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23		Unit cost	2023/24		Unit cost	2024/25		2025/26		2026/27				Unit cost	2023/24 - 2026/27	
Administration			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Salary level	543	33	407	235.2	0.6	416	249.4	0.6	424	255.8	0.6	433	265.1	0.6	448	277.3	0.6	2.5%	100.0%
1 – 6	238	29	197	53.7	0.3	197	56.6	0.3	197	56.6	0.3	201	57.0	0.3	204	58.0	0.3	1.1%	46.4%
7 – 10	186	–	123	75.3	0.6	129	81.0	0.6	132	82.5	0.6	132	82.5	0.6	141	87.3	0.6	3.0%	31.0%
11 – 12	64	1	47	49.1	1.0	49	51.8	1.1	51	53.5	1.0	51	53.5	1.0	48	51.4	1.1	-0.7%	11.6%
13 – 16	53	3	38	52.5	1.4	40	55.3	1.4	42	58.5	1.4	47	67.5	1.4	53	75.9	1.4	10.6%	10.6%
Other	2	–	2	4.6	2.3	2	4.6	2.3	2	4.6	2.3	2	4.6	2.3	2	4.6	2.3	–	0.5%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 2: National Health Insurance

Programme purpose

Achieve universal health coverage by improving the quality and coverage of health services through the development and implementation of policies and health financing reforms.

Objectives

- Expand access to chronic medication for stable patients through the delivery of 7.5 million medicine parcels through the central chronic medication dispensing and distribution programme by March 2025.
- Implement an equitable budgeting system and the contracting of providers for the delivery of primary health care services in contracting units for primary health care.

Subprogrammes

- *Programme Management* provides leadership to the programme to improve access to high-quality health care services by developing and implementing universal health coverage policies and health financing reform.
- *Affordable Medicine* is responsible for developing systems to ensure the sustained availability of and equitable access to pharmaceutical commodities. This is achieved through the development of the governance frameworks to support: the selection and use of essential medicines; the development of standard treatment guidelines; the administration and management of pharmaceutical tenders; the development of provincial pharmaceutical budget forecasts; the reformation of the medicine supply chain; and the licensing of people and premises that deliver pharmaceutical services.
- *Health Financing and National Health Insurance* designs and tests policies, legislation and frameworks to achieve universal health coverage and to inform proposals for national health insurance. It develops health financing reforms, including policies affecting the medical schemes environment; provides technical oversight of the Council for Medical Schemes; manages the direct *national health insurance grant* and the *national health insurance indirect grant*; and implements the single exit price regulations, including policy development and implementation initiatives in terms of dispensing and logistical fees. This subprogramme will focus increasingly on evolving health financing functions such as user and provider management, health care benefits and provider payment, digital health information, risk identification and fraud management.

Expenditure trends and estimates

Table 18.8 National Health Insurance expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Programme Management	3.3	4.6	10.2	7.1	29.3%	0.5%	9.3	9.6	10.0	12.3%	0.6%
Affordable Medicine	32.4	37.3	46.4	49.0	14.7%	3.2%	37.9	39.5	41.4	-5.5%	3.0%
Health Financing and National Health Insurance	987.5	1 174.5	1 309.5	1 452.5	13.7%	96.3%	1 296.5	1 340.7	1 352.9	-2.3%	96.4%
Total	1 023.2	1 216.5	1 366.1	1 508.6	13.8%	100.0%	1 343.7	1 389.8	1 404.3	-2.4%	100.0%
Change to 2023 Budget estimate				-			(274.2)	(302.3)	(320.2)		
Economic classification											
Current payments	760.9	553.6	667.8	762.1	0.1%	53.7%	863.7	870.7	880.0	4.9%	59.8%
Compensation of employees	42.1	42.7	48.1	73.3	20.3%	4.0%	93.5	97.2	101.7	11.5%	6.5%
Goods and services	718.8	511.0	619.8	688.8	-1.4%	49.6%	770.2	773.5	778.3	4.2%	53.3%
of which:											
Advertising	0.1	0.1	1.5	19.2	472.6%	0.4%	20.4	21.3	22.3	5.2%	1.5%
Minor assets	3.2	0.9	3.1	3.8	6.5%	0.2%	11.5	12.1	12.6	48.7%	0.7%
Consultants: Business and advisory services	126.9	4.4	2.8	41.0	-31.4%	3.4%	86.4	92.0	97.9	33.7%	5.6%
Contractors	538.2	381.4	518.5	485.3	-3.4%	37.6%	586.5	579.8	574.1	5.8%	39.4%
Agency and support/outsourced services	-	-	-	31.7	-	0.6%	31.9	33.3	34.8	3.2%	2.3%
Travel and subsistence	2.2	0.3	5.4	9.9	64.3%	0.3%	16.4	17.1	17.9	21.9%	1.1%
Transfers and subsidies	246.5	647.3	693.9	694.7	41.3%	44.6%	456.0	462.2	471.2	-12.1%	36.9%
Provinces and municipalities	246.5	647.0	693.7	694.7	41.3%	44.6%	456.0	462.2	471.2	-12.1%	36.9%
Households	0.0	0.3	0.2	-	-100.0%	-	-	-	-	-	-
Payments for capital assets	15.9	15.5	4.3	51.8	48.3%	1.7%	24.0	56.9	53.1	0.9%	3.3%
Machinery and equipment	15.9	15.5	4.3	51.8	48.3%	1.7%	24.0	56.9	53.1	0.9%	3.3%
Total	1 023.2	1 216.5	1 366.1	1 508.6	13.8%	100.0%	1 343.7	1 389.8	1 404.3	-2.4%	100.0%
Proportion of total programme expenditure to vote expenditure	1.8%	1.9%	2.2%	2.6%	-	-	2.2%	2.2%	2.1%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	0.0	0.3	0.2	-	-100.0%	-	-	-	-	-	-
Employee social benefits	0.0	0.3	0.2	-	-100.0%	-	-	-	-	-	-
Provinces and municipalities											
Provincial revenue funds											
Current	246.5	647.0	693.7	694.7	41.3%	44.6%	456.0	462.2	471.2	-12.1%	36.9%
National health insurance grant	246.5	268.7	693.7	694.7	41.3%	37.2%	456.0	462.2	471.2	-12.1%	36.9%
HIV, TB, malaria and community outreach grant: Mental health services component	-	143.4	-	-	-	2.8%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: Oncology services component	-	234.9	-	-	-	4.6%	-	-	-	-	-

Personnel information

Table 18.9 National Health Insurance personnel numbers and cost by salary level¹

Salary level	Number of posts estimated for 31 March 2024		Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)			
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23	Unit cost	Cost	2023/24	Unit cost	Cost	2024/25		2025/26		2026/27				2023/24 - 2026/27		
National Health Insurance	101	6	73	48.1	0.7	102	73.3	0.7	123	93.5	0.8	127	97.2	0.8	131	101.7	0.8	8.7%	100.0%
1-6	14	1	14	4.0	0.3	14	4.2	0.3	14	4.2	0.3	14	4.2	0.3	14	4.2	0.3	-	11.6%
7-10	25	5	24	11.0	0.5	25	11.9	0.5	25	11.9	0.5	25	11.9	0.5	25	11.9	0.5	-	20.7%
11-12	44	-	24	20.3	0.8	45	36.5	0.8	56	45.6	0.8	56	45.6	0.8	59	48.5	0.8	9.5%	44.8%
13-16	18	-	11	12.8	1.2	18	20.6	1.1	28	31.7	1.1	31	35.5	1.1	33	37.0	1.1	22.4%	22.9%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 3: Communicable and Non-communicable Diseases

Programme purpose

Develop and support the implementation of national policies, guidelines, norms and standards, and the achievement of targets for the national response needed to decrease morbidity and mortality associated with communicable and non-communicable diseases. Develop strategies and implement programmes that reduce maternal and child mortality.

Objectives

- Reduce the risk of women developing cervical cancer by vaccinating 90 per cent of eligible girls aged 9 to 14 against human papillomavirus in each year over the medium term, and expanding screening to 38 districts by March 2027.
- Reduce maternal and child mortality by training 390 clinicians in sexual and reproductive health by March 2027.
- Support the effective implementation of the national strategic plan on malaria elimination over the medium term by:
 - ensuring indoor residual insecticide spray coverage of at least 95 per cent of households in malaria-endemic municipalities
 - conducting information and communication campaigns on malaria prevention
 - investigating and classifying confirmed cases within 72 hours.
- Increase the total number of HIV-positive people accessing antiretroviral treatment from 6.5 million in March 2024 to 6.9 million in March 2027 by:
 - implementing the universal test-and-treat policy
 - expanding the number of public health care facilities with youth zones from 2 140 in March 2024 to 2 400 by March 2027.
- Make progress towards ending TB by 2035 by improving treatment adherence to achieve a drug-susceptible TB treatment success rate of 95 per cent by March 2027 and multidrug-resistant TB treatment success rate of 82 per cent by March 2027.
- Reduce premature mortality as a result of non-communicable diseases by screening 60 per cent of clients for hypertension and diabetes in 2024/25.

Subprogrammes

- *Programme Management* ensures that efforts by all stakeholders are harnessed to support the overall purpose of the programme, and that the efforts and resources of provincial departments of health, development partners, donors, academic and research organisations, and non-governmental and civil society organisations all contribute in a coherent and integrated way.
- *HIV, AIDS and STIs* formulates policy services related to HIV and sexually transmitted infections, and monitors and evaluates these services; and manages and oversees the comprehensive HIV and AIDS component of the *district health programmes grant* implemented by provinces, and the coordination and direction of donor funding for HIV and AIDS. This includes the United States President’s Emergency Plan for AIDS Relief; the Global Fund to Fight AIDS, TB and Malaria; and the United States Centres for Disease Control and Prevention.
- *Tuberculosis Management* develops national policies and guidelines for TB services; sets norms and standards, and monitors their implementation in line with the vision of eliminating infections, mortality, stigma and discrimination; coordinates and manages the national response to the TB epidemic; and incorporates strategies needed to prevent, diagnose and treat both drug-sensitive TB and drug-resistant TB.
- *Women’s Maternal and Reproductive Health* develops and monitors policies and guidelines for maternal and women’s health services; sets norms and standards, and monitors and evaluates the implementation of these services; and supports the implementation of key initiatives as indicated in the maternal and child health strategic plan and the reports of the ministerial committees on maternal, perinatal and child mortality.

- *Child, Youth and School Health* formulates policy and coordinates, monitors and evaluates child, youth and school health services; manages and oversees the human papillomavirus vaccination programme; coordinates stakeholders outside of the health sector to play key roles in promoting improved health and nutrition for children and young people; supports provincial units responsible for the implementation of policies and guidelines; and focuses on recommendations made by the ministerial committee on morbidity and mortality in children. These are aimed at reducing mortality in children younger than 5, increasing the number of HIV-positive children on treatment, strengthening the expanded programme on immunisation, and ensuring that health services are friendly to children and young people.
- *Communicable Diseases* develops policies and supports provinces in ensuring the control of infectious diseases with the support of the National Institute for Communicable Diseases, a division of the National Health Laboratory Service; improves surveillance for disease detection; strengthens preparedness and core response capacity for public health emergencies in line with international health regulations; and facilitates the implementation of influenza prevention and control programmes, tropical disease prevention and control programmes, and malaria elimination.
- *Non-communicable Diseases* establishes policy, legislation and guidelines, and assists provinces in implementing and monitoring services for chronic non-communicable diseases. This includes disability and rehabilitation – including older people – eye health, palliative care, mental health and substance abuse, and forensic mental health.
- *Health Promotion and Nutrition* formulates and monitors policies, guidelines, norms and standards for health promotion and nutrition. Focusing on TB, HIV and AIDS; maternal and child mortality; non-communicable diseases; and violence, this subprogramme implements the health-promotion strategy of reducing risk factors for disease and promotes an integrated approach to working towards an optimal nutritional status for all South Africans.

Expenditure trends and estimates

Table 18.10 Communicable and Non-communicable Diseases expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Programme Management	3.1	2.9	19.4	7.5	34.4%	–	8.2	8.5	8.8	5.6%	–
HIV, AIDS and STIs	24 635.9	24 932.1	24 505.6	23 351.8	-1.8%	90.2%	25 127.9	25 263.7	26 423.0	4.2%	98.9%
Tuberculosis Management	14.2	16.7	24.2	28.1	25.6%	0.1%	25.4	26.5	27.8	-0.4%	0.1%
Women's Maternal and Reproductive Health	9.8	10.6	12.8	17.6	21.6%	–	18.6	19.5	20.4	4.9%	0.1%
Child, Youth and School Health	18.0	22.6	21.9	28.0	15.9%	0.1%	27.9	29.2	30.5	2.8%	0.1%
Communicable Diseases	718.8	7 778.5	1 378.7	131.9	-43.2%	9.3%	62.1	54.5	57.0	-24.4%	0.3%
Non-communicable Diseases	31.9	28.7	57.0	85.2	38.7%	0.2%	83.6	89.4	93.5	3.1%	0.3%
Health Promotion and Nutrition	23.8	27.6	30.0	32.4	10.9%	0.1%	32.5	33.9	35.5	3.1%	0.1%
Total	25 455.4	32 819.7	26 049.6	23 682.6	-2.4%	100.0%	25 386.3	25 525.1	26 696.4	4.1%	100.0%
Change to 2023				–			(359.2)	(1 365.7)	(1 426.4)		
Budget estimate											

Table 18.10 Communicable and Non-communicable Diseases expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Current payments	949.6	8 036.6	1 704.0	496.4	-19.4%	10.4%	446.9	468.0	489.8	-0.4%	1.9%
Compensation of employees	131.9	127.4	120.5	138.0	1.5%	0.5%	141.8	148.4	155.3	4.0%	0.6%
Goods and services	817.6	7 909.2	1 583.5	358.3	-24.0%	9.9%	305.1	319.5	334.5	-2.3%	1.3%
<i>of which:</i>											
<i>Consultants: Business and advisory services</i>	135.5	58.2	62.8	51.1	-27.8%	0.3%	38.0	41.5	43.4	-5.3%	0.2%
<i>Agency and support/outsourced services</i>	2.3	0.1	5.2	1.4	-15.0%	-	18.4	19.2	20.1	142.6%	0.1%
<i>Inventory: Medical supplies</i>	39.9	38.0	33.9	105.5	38.2%	0.2%	71.9	74.4	78.0	-9.6%	0.3%
<i>Inventory: Medicine</i>	462.8	7 588.6	1 310.9	26.0	-61.7%	8.7%	39.4	41.2	43.0	18.3%	0.1%
<i>Travel and subsistence</i>	81.7	8.9	19.9	37.2	-23.1%	0.1%	37.8	39.3	41.1	3.4%	0.2%
<i>Operating payments</i>	62.8	157.7	97.6	96.5	15.4%	0.4%	57.2	59.8	62.5	-13.5%	0.3%
Transfers and subsidies	24 495.5	24 781.3	24 343.9	23 163.6	-1.8%	89.6%	24 937.8	25 055.5	26 205.0	4.2%	98.1%
Provinces and municipalities	24 306.1	24 569.9	24 134.5	22 934.6	-1.9%	88.8%	24 724.4	24 843.2	25 982.8	4.2%	97.2%
Departmental agencies and accounts	18.1	28.9	19.4	30.2	18.6%	0.1%	21.1	22.1	23.1	-8.6%	0.1%
Non-profit institutions	170.6	181.4	189.0	189.8	3.6%	0.7%	182.8	190.3	199.1	1.6%	0.8%
Households	0.8	1.1	1.0	9.0	128.9%	-	9.5	-	-	-100.0%	-
Payments for capital assets	10.3	-	1.6	22.6	29.8%	-	1.5	1.6	1.7	-57.9%	-
Machinery and equipment	10.3	-	1.6	22.6	29.8%	-	1.5	1.6	1.7	-57.9%	-
Payments for financial assets	-	1.9	0.1	-	-	-	-	-	-	-	-
Total	25 455.4	32 819.7	26 049.6	23 682.6	-2.4%	100.0%	25 386.3	25 525.1	26 696.4	4.1%	100.0%
Proportion of total programme expenditure to vote expenditure	43.8%	50.4%	41.4%	40.4%	-	-	40.8%	40.1%	40.2%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	0.6	1.1	1.0	-	-100.0%	-	-	-	-	-	-
Employee social benefits	0.6	1.1	1.0	-	-100.0%	-	-	-	-	-	-
Other transfers to households											
Current	0.2	-	-	9.0	283.2%	-	9.5	-	-	-100.0%	-
Employee social benefits	0.2	-	-	9.0	283.2%	-	9.5	-	-	-100.0%	-
No-fault compensation scheme	-	-	-	9.0	-	-	-	-	-	-100.0%	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	18.1	28.9	19.4	30.2	18.6%	0.1%	21.1	22.1	23.1	-8.6%	0.1%
South African National AIDS Council	18.1	28.9	19.4	30.2	18.6%	0.1%	21.1	22.1	23.1	-8.6%	0.1%
Non-profit institutions											
Current	170.6	181.4	189.0	189.8	3.6%	0.7%	182.8	190.3	199.1	1.6%	0.8%
Non-governmental organisations: LifeLine	27.2	28.0	28.9	29.0	2.2%	0.1%	27.3	28.3	29.6	0.7%	0.1%
Non-governmental organisations: loveLife	59.5	62.0	64.3	64.6	2.8%	0.2%	63.0	65.8	68.9	2.1%	0.3%
Non-governmental organisations: Soul City	23.6	24.3	25.1	25.2	2.2%	0.1%	24.3	25.4	26.5	1.8%	0.1%
Non-governmental organisations: HIV and AIDS	58.8	64.0	67.5	67.8	4.9%	0.2%	64.8	67.3	70.4	1.3%	0.3%
South African Renal Registry	0.4	0.4	0.5	0.5	2.1%	-	0.5	0.5	0.5	4.6%	-
South African Federation for Mental Health	0.5	0.5	0.5	0.5	2.2%	-	0.5	0.5	0.6	4.6%	-
South African National Council for the Blind	-	1.1	1.1	1.1	-	-	1.1	1.2	1.3	4.5%	-
South African Medical Research Council	0.6	-	-	-	-100.0%	-	-	-	-	-	-
National Council Against Smoking	-	1.1	1.2	1.2	-	-	1.2	1.3	1.3	4.5%	-
Provinces and municipalities											
Provincial revenue funds											
Current	24 306.1	24 569.9	24 134.5	22 934.6	-1.9%	88.8%	24 724.4	24 843.2	25 982.8	4.2%	97.2%
HIV, TB, malaria and community outreach grant: HIV and AIDS component	20 376.2	22 563.8	-	-	-100.0%	39.8%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: TB component	507.8	506.1	-	-	-100.0%	0.9%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: COVID-19 component	3 422.2	1 500.0	-	-	-100.0%	4.6%	-	-	-	-	-
District health programmes grant: Comprehensive HIV and AIDS component	-	-	24 134.5	22 934.6	-	43.6%	24 724.4	24 843.2	25 982.8	4.2%	97.2%

Personnel information

Table 18.11 Communicable and Non-communicable Diseases personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024		Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)				
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23			2023/24			2024/25		2025/26		2026/27				2023/24 - 2026/27			
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Communicable and Non-communicable Diseases																			
Salary level	218	–	158	120.5	0.8	171	138.0	0.8	175	141.8	0.8	181	148.4	0.8	186	155.3	0.8	2.9%	100.0%
1 – 6	39	–	28	9.9	0.4	28	10.3	0.4	28	10.5	0.4	28	10.5	0.4	28	10.5	0.4	0.5%	15.9%
7 – 10	103	–	79	52.9	0.7	81	55.2	0.7	82	56.1	0.7	82	56.1	0.7	82	56.1	0.7	0.6%	45.8%
11 – 12	49	–	36	38.9	1.1	43	47.3	1.1	43	47.3	1.1	46	50.9	1.1	49	53.7	1.1	4.2%	25.3%
13 – 16	27	–	15	18.7	1.2	20	25.1	1.3	22	27.9	1.3	24	30.9	1.3	27	34.9	1.3	12.0%	13.0%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 4: Primary Health Care

Programme purpose

Develop and oversee the implementation of legislation, policies, systems, and norms and standards for a uniform, well-functioning district health system, including for emergency, environmental and port health services.

Objectives

- Improve the quality of care at primary health care facilities by ensuring that 2 650 of these qualify as ideal clinics by March 2025.
- Ensure continuity of care in line with the referral policy by ensuring that community health workers conduct 18 million household visits per year over the medium term.
- Strengthen environmental health services by ensuring that metropolitan and district municipalities are compliant with national environmental health norms and standards by March 2025.
- Improve the quality and safety of care by assessing all provinces for compliance with emergency medical services regulations each year over the medium term.

Subprogrammes

- *Programme Management* supports and provides leadership for the development and implementation of legislation, policies, systems, norms and standards for a uniform district health system, and emergency, environmental and port health systems.
- *District Health Services* promotes, coordinates and institutionalises the district health system; integrates programme implementation using the primary health care approach by improving the quality of care; coordinates the traditional medicine programme; and manages the district health component of the *district health programmes grant*.
- *Environmental and Port Health Services* coordinates the delivery of environmental health services, including the monitoring and delivery of municipal health services; ensures compliance with international health regulations by coordinating port health services at all of South Africa's points of entry; and provides oversight and support through policy development, support and implementation monitoring for district and metropolitan municipalities to deliver municipal health services.
- *Emergency Medical Services and Trauma* improves the governance, management and functioning of emergency medical services in South Africa by formulating policies, guidelines, norms and standards; strengthens the capacity and skills of emergency medical services personnel; identifies needs and service gaps; and provides oversight to emergency medical services in provinces.

Expenditure trends and estimates

Table 18.12 Primary Health Care expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Programme Management	3.5	4.0	4.5	6.9	24.6%	0.1%	6.8	7.1	7.4	2.6%	0.2%
District Health Services	2 905.7	2 819.1	4 906.4	2 951.1	0.5%	94.2%	3 258.3	3 405.6	3 562.5	6.5%	98.2%
Environmental and Port Health Services	290.6	226.4	229.3	38.8	-48.9%	5.4%	44.1	44.7	46.7	6.4%	1.3%
Emergency Medical Services and Trauma	6.8	6.7	9.1	8.6	8.2%	0.2%	9.1	8.8	9.2	2.2%	0.3%
Total	3 206.7	3 056.2	5 149.2	3 005.4	-2.1%	100.0%	3 318.4	3 466.1	3 625.8	6.5%	100.0%
Change to 2023 Budget estimate							177.3	184.6	193.9		
Economic classification											
Current payments	314.8	250.2	258.6	72.6	-38.7%	6.2%	79.1	80.7	84.4	5.1%	2.4%
Compensation of employees	296.2	223.3	228.0	58.8	-41.7%	5.6%	62.0	67.8	71.0	6.5%	1.9%
Goods and services	18.6	27.0	30.5	13.8	-9.5%	0.6%	17.1	12.8	13.4	-0.9%	0.4%
of which:											
Catering: Departmental activities	0.0	0.0	0.1	0.5	165.9%	-	0.5	0.5	0.5	1.1%	-
Communication	1.2	1.0	1.9	0.6	-21.8%	-	0.7	0.3	0.3	-17.9%	-
Fleet services (including government motor transport)	10.9	19.4	17.6	4.2	-26.9%	0.4%	6.5	2.1	2.2	-20.2%	0.1%
Operating leases	0.6	0.3	1.0	0.6	1.2%	-	0.6	0.7	0.7	4.4%	-
Travel and subsistence	2.8	3.8	7.2	5.2	23.2%	0.1%	5.9	6.4	6.7	8.6%	0.2%
Venues and facilities	0.2	0.2	0.1	1.4	98.9%	-	1.5	1.5	1.6	4.5%	-
Transfers and subsidies	2 891.7	2 805.7	4 889.3	2 931.3	0.5%	93.8%	3 238.3	3 384.8	3 540.7	6.5%	97.6%
Provinces and municipalities	2 891.7	2 804.7	4 888.6	2 931.3	0.5%	93.7%	3 238.3	3 384.8	3 540.7	6.5%	97.6%
Households	0.0	1.1	0.7	-	-100.0%	-	-	-	-	-	-
Payments for capital assets	0.2	0.2	1.2	1.6	109.1%	-	1.0	0.7	0.8	-21.9%	-
Machinery and equipment	0.2	0.2	1.2	1.6	109.1%	-	1.0	0.7	0.8	-21.9%	-
Payments for financial assets	-	-	0.1	-	-	-	-	-	-	-	-
Total	3 206.7	3 056.2	5 149.2	3 005.4	-2.1%	100.0%	3 318.4	3 466.1	3 625.8	6.5%	100.0%
Proportion of total programme expenditure to vote expenditure	5.5%	4.7%	8.2%	5.1%	-	-	5.3%	5.4%	5.5%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	0.0	1.1	0.7	-	-100.0%	-	-	-	-	-	-
Employee social benefits	0.0	1.1	0.7	-	-100.0%	-	-	-	-	-	-
Provinces and municipalities											
Provincial revenue funds											
Current	2 891.7	2 804.7	4 888.6	2 931.3	0.5%	93.7%	3 238.3	3 384.8	3 540.7	6.5%	97.6%
District health programmes grant:			4 888.6	2 931.3	-	54.2%	3 238.3	3 384.8	3 540.7	6.5%	97.6%
District health component											
HIV, TB, malaria and community outreach grant: Human papillomavirus vaccine component	218.8	220.3	-	-	-100.0%	3.0%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: Malaria elimination component	116.2	104.2	-	-	-100.0%	1.5%	-	-	-	-	-
HIV, TB, malaria and community outreach grant: Community outreach services component	2 556.7	2 480.2	-	-	-100.0%	34.9%	-	-	-	-	-

Personnel information

Table 18.13 Primary Health Care personnel numbers and cost by salary level¹

Primary Health Care	Number of posts estimated for 31 March 2024		Number and cost ² of personnel posts filled/planned for on funded establishment															Average growth rate (%)	Average Salary level/ Total (%)
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23	2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27											
Salary level	395	2	395	228.0	0.6	97	58.8	0.6	101	62.0	0.6	105	67.8	0.6	109	71.0	0.6	4.1%	100.0%
1-6	118	-	118	37.2	0.3	35	10.2	0.3	35	10.2	0.3	35	10.2	0.3	35	10.2	0.3	-	33.8%
7-10	236	-	236	145.7	0.6	48	31.6	0.7	49	32.4	0.7	49	32.4	0.7	49	32.4	0.7	0.7%	46.9%
11-12	26	2	26	25.7	1.0	7	6.8	1.0	10	9.1	1.0	10	9.1	1.0	13	12.2	0.9	26.0%	9.5%
13-16	15	-	15	19.5	1.3	8	10.2	1.3	8	10.2	1.3	12	16.1	1.3	12	16.1	1.3	17.5%	9.8%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 5: Hospital Systems

Programme purpose

Develop national policies and plans for all levels of hospital services to strengthen the referral system and facilitate the improvement of hospitals. Ensure that the planning, coordination, delivery and oversight of health infrastructure meet the country's health needs.

Objectives

- Enable improvements in the quality and safety of care in hospitals through the development of a comprehensive hospital strategy by March 2025.
- Improve the financing and delivery of health care infrastructure by March 2027 by constructing or revitalising 46 primary health care facilities and 54 hospitals, and maintaining, repairing or refurbishing 520 public health facilities.

Subprogrammes

- *Programme Management* supports and provides leadership for the development of national policy on hospital services, including the management of health facility infrastructure and hospital systems.
- *Health Facilities Infrastructure Management* coordinates and funds health care infrastructure to enable provinces to plan, manage, modernise, rationalise and transform infrastructure, health technology and hospital management, and improve the quality of care. This subprogramme is also responsible for disbursing funds to the direct *health facility revitalisation grant* and the health facility revitalisation component of the *national health insurance indirect grant*.
- *Hospital Systems* focuses on the modernised and reconfigured provision of tertiary hospital services, identifies tertiary and regional hospitals to serve as centres of excellence for disseminating best practices as they pertain to quality improvements, and manages the *national tertiary services grant*.

Expenditure trends and estimates

Table 18.14 Hospital Systems expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2020/21	2021/22	2022/23		2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	Average: Expenditure/ Total (%)
R million											
Programme Management	1.0	1.0	2.0	5.5	79.6%	–	6.9	7.1	7.3	9.8%	–
Health Facilities Infrastructure Management	7 167.1	7 295.6	7 882.6	8 097.0	4.1%	35.2%	8 619.3	8 896.4	9 097.1	4.0%	35.9%
Hospital Systems	14 020.4	13 715.2	14 313.9	14 033.5	–	64.8%	15 274.1	15 930.8	16 673.9	5.9%	64.1%
Total	21 188.5	21 011.8	22 198.4	22 136.0	1.5%	100.0%	23 900.2	24 834.3	25 778.4	5.2%	100.0%
Change to 2023 Budget estimate				–			315.0	74.8	(115.4)		

Table 18.14 Hospital Systems expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification	Audited outcome				Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23	2023/24				2024/25	2025/26	2026/27		
R million												
Current payments	76.2	232.2	174.9	219.9	42.4%	0.8%	84.5	89.8	88.2	-26.2%	0.5%	
Compensation of employees	23.5	23.3	22.4	30.2	8.7%	0.1%	30.0	32.0	33.4	3.4%	0.1%	
Goods and services	52.6	208.9	152.4	189.7	53.3%	0.7%	54.6	57.9	54.8	-33.9%	0.4%	
of which:												
Minor assets	-	-	-	6.0	-	-	4.6	4.8	5.0	-5.9%	-	
Consultants: Business and advisory services	48.9	206.2	149.6	120.8	35.1%	0.6%	16.7	14.2	9.8	-56.6%	0.2%	
Contractors	0.1	-	-	2.6	172.6%	-	1.9	1.9	2.0	-7.4%	-	
Fleet services (including government motor transport)	0.2	0.1	0.2	1.8	101.5%	-	1.5	1.6	1.7	-1.4%	-	
Consumable supplies	1.8	-	-	46.8	198.9%	0.1%	16.8	21.6	22.5	-21.7%	0.1%	
Travel and subsistence	1.4	1.7	2.1	9.1	86.1%	-	10.9	11.4	11.3	7.5%	-	
Transfers and subsidies	20 328.4	20 143.2	21 085.9	20 703.8	0.6%	95.1%	22 415.6	23 162.0	24 236.9	5.4%	93.7%	
Provinces and municipalities	20 328.4	20 143.0	21 085.6	20 703.8	0.6%	95.1%	22 415.6	23 162.0	24 236.9	5.4%	93.7%	
Households	-	0.2	0.3	-	-	-	-	-	-	-	-	
Payments for capital assets	783.9	636.4	937.6	1 212.3	15.6%	4.1%	1 400.0	1 582.5	1 453.2	6.2%	5.8%	
Buildings and other fixed structures	740.1	591.3	930.3	1 187.9	17.1%	4.0%	1 333.5	1 497.6	1 364.4	4.7%	5.6%	
Machinery and equipment	43.8	45.1	7.4	24.4	-17.7%	0.1%	66.6	84.9	88.8	53.9%	0.3%	
Total	21 188.5	21 011.8	22 198.4	22 136.0	1.5%	100.0%	23 900.2	24 834.3	25 778.4	5.2%	100.0%	
Proportion of total programme expenditure to vote expenditure	36.5%	32.3%	35.3%	37.8%	-	-	38.4%	39.0%	38.8%	-	-	
Details of transfers and subsidies												
Households												
Social benefits												
Current	-	0.2	0.3	-	-	-	-	-	-	-	-	
Employee social benefits	-	0.2	0.3	-	-	-	-	-	-	-	-	
Provinces and municipalities												
Provincial revenue funds												
Current	14 013.2	13 707.8	14 306.1	14 023.9	-	64.8%	15 263.8	15 919.3	16 662.4	5.9%	64.0%	
National tertiary services grant	14 013.2	13 707.8	14 306.1	14 023.9	-	64.8%	15 263.8	15 919.3	16 662.4	5.9%	64.0%	
Capital	6 315.3	6 435.2	6 779.5	6 679.9	1.9%	30.3%	7 151.8	7 242.7	7 574.5	4.3%	29.6%	
Health facility revitalisation grant	6 315.3	6 435.2	6 779.5	6 679.9	1.9%	30.3%	7 151.8	7 242.7	7 574.5	4.3%	29.6%	

Personnel information

Table 18.15 Hospital Systems personnel numbers and cost by salary level¹

Hospital Systems	Salary level	Number of posts estimated for 31 March 2024	Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average Salary level/ Total (%)			
			Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23		Unit cost	2023/24		Unit cost	2024/25		Unit cost	2025/26		Unit cost			2026/27		Unit cost
			Number	Cost		Number	Cost		Number	Cost		Number	Cost				Number	Cost	
	39	-	28	22.4	0.8	35	30.2	0.9	34	30.0	0.9	36	32.0	0.9	38	33.4	0.9	2.9%	100.0%
1-6	7	-	5	1.6	0.3	5	1.7	0.3	5	1.7	0.3	6	1.8	0.3	6	1.8	0.3	6.1%	15.4%
7-10	11	-	8	4.3	0.5	9	4.7	0.6	8	4.5	0.6	8	4.5	0.6	8	4.5	0.6	-2.5%	22.5%
11-12	12	-	7	6.8	1.0	8	7.7	1.0	8	7.7	1.0	8	7.7	1.0	8	7.7	1.0	-	22.5%
13-16	9	-	8	9.7	1.2	13	16.1	1.2	13	16.1	1.2	15	18.0	1.2	16	19.5	1.2	6.6%	39.6%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 6: Health System Governance and Human Resources

Programme purpose

Develop policies and systems for the planning, managing and training of health sector human resources, and for planning, monitoring, evaluation and research in the sector. Provide oversight to all public entities in the sector and statutory health professional councils in South Africa.

Objectives

- Improve the quality and safety of care as part of the national health quality improvement programme by conducting self-assessments using ideal health facility tools in all public health facilities by March 2025.
- Monitor the compliance of public entities and statutory health councils with applicable legislation, policies and guidelines by producing biannual governance reports over the medium term.
- Improve food safety by finalising and gazetting food labelling regulations by March 2026.

Subprogrammes

- *Programme Management* supports and provides leadership for health workforce programmes and key governance functions such as planning and monitoring, public entity oversight, and forensic chemistry laboratories.
- *Policy and Planning* provides advisory and strategic technical assistance on policy and planning, coordinates the planning system of the health sector, and supports policy analysis and implementation.
- *Public Entities Management and Laboratories* supports the executive authority's oversight function and provides guidance to health entities and statutory councils that fall within the mandate of health legislation with regards to planning and budget procedures, performance and financial reporting, remuneration, governance and accountability.
- *Nursing Services* develops and monitors the implementation of a policy framework for the development of required nursing skills and capacity to deliver effective nursing services.
- *Health Information, Monitoring and Evaluation* develops and maintains an integrated national health information system, commissions and coordinates research, and monitors and evaluates departmental performance and strategic health programmes.
- *Human Resources for Health* is responsible for the medium-term to long-term development and management of the public health sector workforce. This entails facilitating the implementation of the national human resources for health strategy, developing capacity in the health workforce for sustainable service delivery, the coordinating transversal human resources management policies, and providing in-service training for health workers. This subprogramme is responsible for disbursing funds to the *human resources and training grant*.

Expenditure trends and estimates

Table 18.16 Health System Governance and Human Resources expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Programme Management	5.3	5.4	4.3	9.7	21.9%	0.1%	8.5	8.8	9.2	-1.7%	0.1%
Policy and Planning	5.4	5.8	11.2	6.2	5.0%	0.1%	7.4	7.7	8.1	9.1%	0.1%
Public Entities Management and Laboratories	2 234.2	1 982.3	1 937.0	1 860.6	-5.9%	28.7%	1 876.6	1 963.9	2 052.3	3.3%	25.3%
Nursing Services	7.4	8.6	19.0	10.1	11.0%	0.2%	10.3	10.7	11.2	3.6%	0.1%
Health Information, Monitoring and Evaluation	49.0	37.8	47.8	64.5	9.6%	0.7%	70.2	73.3	76.7	5.9%	0.9%
Human Resources for Health	4 360.0	4 320.7	5 468.1	5 501.5	8.1%	70.3%	5 537.9	5 619.4	5 877.9	2.2%	73.5%
Total	6 661.3	6 360.5	7 487.4	7 452.6	3.8%	100.0%	7 510.8	7 683.9	8 035.4	2.5%	100.0%
Change to 2023 Budget estimate				-			(3.6)	(170.6)	(178.9)		

Table 18.16 Health System Governance and Human Resources expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2020/21 - 2023/24	2024/25		
R million											
Current payments	318.5	250.6	167.5	193.2	-15.3%	3.3%	176.1	184.9	193.4	-	2.4%
Compensation of employees	187.7	185.5	106.7	107.6	-16.9%	2.1%	111.0	117.0	122.3	4.4%	1.5%
Goods and services	130.8	65.2	60.8	85.6	-13.2%	1.2%	65.1	67.9	71.1	-6.0%	0.9%
<i>of which:</i>											
Audit costs: External	2.8	2.6	3.3	2.8	0.4%	-	3.0	3.1	3.2	4.8%	-
Communication	1.7	3.8	1.4	2.4	11.9%	-	2.6	2.7	2.8	4.9%	-
Consultants: Business and advisory services	50.2	24.0	23.7	41.2	-6.4%	0.5%	26.1	27.2	28.6	-11.5%	0.4%
Contractors	10.5	11.2	1.8	10.7	0.5%	0.1%	4.1	4.2	4.5	-25.2%	0.1%
Fleet services (including government motor transport)	0.9	1.7	1.7	3.4	54.8%	-	3.5	3.7	3.8	4.4%	-
Travel and subsistence	5.1	6.9	11.1	8.1	16.8%	0.1%	9.1	9.5	9.9	6.9%	0.1%
Transfers and subsidies	6 324.5	6 109.6	7 317.5	7 253.3	4.7%	96.6%	7 327.1	7 491.2	7 833.8	2.6%	97.5%
Provinces and municipalities	4 309.3	4 297.7	5 449.1	5 479.0	8.3%	69.9%	5 517.1	5 597.7	5 855.3	2.2%	73.2%
Departmental agencies and accounts	2 015.0	1 810.7	1 867.3	1 774.3	-4.2%	26.7%	1 791.8	1 874.4	1 958.7	3.4%	24.1%
Non-profit institutions	-	-	-	-	-	-	18.2	19.0	19.9	-	0.2%
Households	0.2	1.2	1.1	-	-100.0%	-	-	-	-	-	-
Payments for capital assets	18.3	0.3	1.7	6.1	-30.7%	0.1%	7.5	7.8	8.1	10.0%	0.1%
Machinery and equipment	18.3	0.3	1.7	6.1	-30.7%	0.1%	7.5	7.8	8.1	10.0%	0.1%
Payments for financial assets	-	-	0.8	-	-	-	-	-	-	-	-
Total	6 661.3	6 360.5	7 487.4	7 452.6	3.8%	100.0%	7 510.8	7 683.9	8 035.4	2.5%	100.0%
Proportion of total programme expenditure to vote expenditure	11.5%	9.8%	11.9%	12.7%	-	-	12.1%	12.1%	12.1%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	0.2	1.2	1.1	-	-100.0%	-	-	-	-	-	-
Employee social benefits	0.2	1.2	1.1	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	2 011.0	1 809.2	1 865.8	1 772.5	-4.1%	26.7%	1 789.9	1 872.6	1 956.7	3.4%	24.1%
South African Medical Research Council	854.6	855.2	779.5	760.1	-3.8%	11.6%	833.5	870.8	910.7	6.2%	11.0%
National Health Laboratory Service	855.6	643.5	772.5	706.4	-6.2%	10.7%	598.8	626.4	656.8	-2.4%	8.4%
Office of Health Standards Compliance	137.6	158.0	157.5	161.5	5.5%	2.2%	181.6	191.7	200.1	7.4%	2.4%
Council for Medical Schemes	6.5	6.2	6.3	6.5	-	0.1%	6.2	6.3	6.6	0.4%	0.1%
South African Health Products Regulatory Authority	156.6	146.3	150.0	137.9	-4.2%	2.1%	143.5	149.3	156.2	4.3%	1.9%
South African Medical Research Council: Social impact bond	-	-	-	-	-	-	26.3	28.0	26.3	-	0.3%
Social security funds											
Current	4.1	1.4	1.5	1.7	-24.7%	-	1.8	1.9	2.0	4.5%	-
Mines and Works Compensation Fund	4.1	1.4	1.5	1.7	-24.7%	-	1.8	1.9	2.0	4.5%	-
Non-profit institutions											
Current	-	-	-	-	-	-	18.2	19.0	19.9	-	0.2%
Health Systems Research	-	-	-	-	-	-	18.2	19.0	19.9	-	0.2%
Provinces and municipalities											
Provincial revenue funds											
Current	4 309.3	4 297.7	5 449.1	5 479.0	8.3%	69.9%	5 517.1	5 597.7	5 855.3	2.2%	73.2%
Human resources and training grant	4 309.3	4 297.7	5 449.1	5 479.0	8.3%	69.9%	5 517.1	5 597.7	5 855.3	2.2%	73.2%

Personnel information

Table 18.17 Health System Governance and Human Resources personnel numbers and cost by salary level¹

Salary level	Number of posts estimated for 31 March 2024	Number of posts additional to the establishment	Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)			
			Actual			Revised estimate			Medium-term expenditure estimate										
			2022/2	2023/2	2024/25	2025/26	2026/27	2023/24 - 2026/27											
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
1 – 6	172	-	159	106.7	0.7	157	107.6	0.7	161	111.0	0.7	165	117.0	0.7	167	122.3	0.7	1.9%	100.0%
7 – 10	48	-	71	24.6	0.3	71	25.7	0.4	71	25.7	0.4	69	25.5	0.4	69	25.5	0.4	-0.9%	43.4%
11 – 12	15	-	50	34.0	0.7	50	34.9	0.7	51	35.6	0.7	51	35.6	0.7	51	35.6	0.7	0.7%	31.2%
13 – 16	17	-	17	18.5	1.1	15	17.0	1.1	18	19.8	1.1	18	19.8	1.1	18	19.8	1.1	4.9%	10.6%
			21	29.6	1.4	21	30.0	1.4	21	30.0	1.4	25	36.0	1.4	29	41.5	1.4	10.9%	14.8%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.
 2. Rand million.

Entities

Council for Medical Schemes

Selected performance indicators

Table 18.18 Council for Medical Schemes performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of broker and broker organisation applications accredited within 30 working days per quarter on receipt of complete information per year	Regulation	Priority 3: Education, skills and health	84.8% (3 861/ 4 554)	92.6% (5 487/ 5 928)	86.5% (4 585/ 5 301)	80%	80%	80%	80%
Percentage of interim rule amendments processed within 14 working days of receipt of all information per year	Regulation		96.8% (91/ 94)	97.5% (117/ 120)	82.2% (46/ 56)	80%	80%	80%	80%
Percentage of annual rule amendments processed before 31 December per year	Regulation		100% (74)	100% (92)	97.1% (67/ 69)	90%	90%	90%	90%
Percentage of governance interventions implemented per year	Regulation		100% (93)	100% (31)	100% (18)	70%	70%	70%	70%
Number of research and support projects published in support of the national health policy per year	Policy, research and monitoring		12	12	17	17	17	17	17

Entity overview

The Council for Medical Schemes was established in terms of the Medical Schemes Act (1998) to oversee the medical schemes industry and regulate it by controlling and coordinating its functions. As part of this, the council also serves the needs of medical scheme members by protecting and informing the public about their rights, handling complaints, ensuring industry compliance with the act, improving management and governance, and advising the Minister of Health on regulatory matters as they pertain to medical schemes.

Over the MTEF period, the council will continue to ensure sound regulation of the medical schemes industry and support the department in its efforts to achieve universal health coverage. The council aims to achieve this partly by completing its review of prescribed minimum benefits and consolidating options and medical schemes to mitigate against risk pool fragmentation.

Total expenditure is expected to increase at an average annual rate of 5 per cent, from R203.6 million in 2023/24 to R236 million in 2026/27. The council expects to generate 94.2 per cent (R655.8 million) of its revenue over the medium term through the collection of levies from medical schemes and derive 2.8 per cent (R19.1 million) through transfers from the department.

Programmes/Objectives/Activities**Table 18.19 Council for Medical Schemes expenditure trends and estimates by programme/objective/activity¹**

R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2020/21 - 2023/24	2024/25		
Administration	120.5	106.6	103.1	115.8	-1.3%	61.2%	117.0	120.0	123.2	2.1%	54.1%
Accreditation	7.7	-	-	-	-100.0%	1.0%	-	-	-	-	-
Benefit management	5.4	-	-	-	-100.0%	0.7%	-	-	-	-	-
Complaints adjudication	8.7	-	-	-	-100.0%	1.1%	-	-	-	-	-
Compliance and investigation	11.8	-	-	-	-100.0%	1.5%	-	-	-	-	-
Financial supervision	11.6	-	-	-	-100.0%	1.5%	-	-	-	-	-
Research and monitoring	6.2	-	-	-	-100.0%	0.8%	-	-	-	-	-
Stakeholder relations	8.6	-	-	-	-100.0%	1.1%	-	-	-	-	-
Strategy office	9.9	-	-	-	-100.0%	1.3%	-	-	-	-	-
Strategy, performance and risk	-	2.0	2.1	2.7	-	0.9%	4.1	4.2	4.4	17.3%	1.7%
Regulation	-	33.0	37.0	43.3	-	15.7%	48.4	51.7	54.6	8.0%	22.4%
Policy, research and monitoring	-	6.7	8.4	12.9	-	3.8%	16.7	18.0	19.4	14.6%	7.6%
Member protection	-	16.3	22.0	28.8	-	9.2%	30.2	32.1	34.4	6.1%	14.2%
Total	190.3	164.6	172.5	203.6	2.3%	100.0%	216.3	226.0	236.0	5.0%	100.0%

1. The entity's new programme structure commenced in 2022/23. 2021/22 has been back corrected, but 2020/21 is still shown in old structure

Statements of financial performance, cash flow and financial position**Table 18.20 Council for Medical Schemes statements of financial performance, cash flow and financial position****Statement of financial performance**

R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2020/21 - 2023/24	2024/25		
Revenue											
Non-tax revenue	178.9	182.5	194.6	199.6	3.7%	96.7%	224.7	222.3	232.1	5.2%	97.2%
Sale of goods and services other than capital assets	175.6	179.3	188.4	196.1	3.7%	94.6%	209.1	218.5	228.2	5.2%	94.2%
Other non-tax revenue	3.2	3.2	6.2	3.5	2.5%	2.1%	15.5	3.8	4.0	4.7%	2.9%
Transfers received	6.7	6.2	6.5	6.5	-0.6%	3.3%	6.2	6.3	6.6	0.4%	2.8%
Total revenue	185.5	188.8	201.1	206.1	3.6%	100.0%	230.8	228.7	238.8	5.0%	100.0%
Expenses											
Current expenses	190.3	164.6	172.5	203.6	2.3%	100.0%	216.3	226.0	236.0	5.0%	100.0%
Compensation of employees	113.2	106.3	117.2	136.5	6.4%	64.8%	152.6	162.6	174.0	8.4%	70.8%
Goods and services	73.9	55.4	52.9	67.1	-3.1%	34.0%	63.7	63.5	62.0	-2.6%	29.2%
Depreciation	3.2	2.9	2.4	-	-100.0%	1.2%	-	-	-	-	-
Total expenses	190.3	164.6	172.5	203.6	2.3%	100.0%	216.3	226.0	236.0	5.0%	100.0%
Surplus/(Deficit)	(4.8)	24.1	28.6	2.5	-180.5%		14.5	2.6	2.8	3.8%	

Cash flow statement

Cash flow from operating activities	5.0	14.5	35.1	2.5	-20.5%	100.0%	0.4	0.6	0.3	-48.2%	100.0%
Receipts											
Non-tax receipts	176.4	189.8	193.6	199.6	4.2%	96.5%	212.8	222.3	232.1	5.2%	97.1%
Sales of goods and services other than capital assets	174.8	187.5	188.1	196.1	3.9%	94.8%	209.1	218.5	228.2	5.2%	95.5%
Other sales	0.0	-	-	-	-100.0%	-	-	-	-	-	-
Other tax receipts	1.6	2.4	5.6	3.5	28.6%	1.6%	3.6	3.8	4.0	4.7%	1.7%
Transfers received	6.7	6.2	6.5	6.5	-0.6%	3.3%	6.2	6.3	6.6	0.4%	2.9%
Financial transactions in assets and liabilities	1.6	-	-	-	-100.0%	0.2%	-	-	-	-	-
Total receipts	184.7	196.1	200.1	206.1	3.7%	100.0%	218.9	228.7	238.8	5.0%	100.0%
Payment											
Current payments	179.7	181.5	165.0	203.6	4.3%	100.0%	218.5	228.0	238.4	5.4%	100.0%
Compensation of employees	109.4	116.4	112.1	136.5	7.7%	65.0%	153.0	163.5	174.7	8.6%	70.5%
Goods and services	70.3	65.1	52.9	67.1	-1.5%	35.0%	65.5	64.6	63.7	-1.7%	29.5%
Total payments	179.7	181.5	165.0	203.6	4.3%	100.0%	218.5	228.0	238.4	5.4%	100.0%

Table 18.20 Council for Medical Schemes statements of financial performance, cash flow and financial position (continued)

Cash flow statement	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23		2020/21 - 2023/24	2023/24	2024/25	2025/26	2026/27		
	2023/24	2023/24 - 2026/27	2023/24 - 2026/27		2023/24 - 2026/27	2023/24 - 2026/27	2023/24 - 2026/27	2023/24 - 2026/27			
R million											
Net cash flow from investing activities	(4.7)	(1.6)	(1.5)	(2.5)	-19.2%	100.0%	(1.1)	(1.1)	(1.2)	-21.8%	100.0%
Acquisition of property, plant, equipment and intangible assets	(0.8)	(0.8)	(1.3)	(2.5)	47.4%	63.9%	(1.1)	(1.1)	(1.2)	-21.8%	100.0%
Acquisition of software and other intangible assets	(0.1)	(0.6)	-	-	-100.0%	10.7%	-	-	-	-	-
Proceeds from the sale of property, plant, equipment and intangible assets	-	0.0	0.0	-	-	-0.7%	-	-	-	-	-
Other flows from investing activities	(3.8)	(0.1)	(0.2)	-	-100.0%	26.1%	-	-	-	-	-
Net increase/(decrease) in cash and cash equivalents	0.2	12.9	33.6	0.0	-100.0%	6.9%	(0.7)	(0.5)	(0.8)	102 890.8%	100.0%
Statement of financial position											
Carrying value of assets of which:	12.4	10.9	9.8	12.3	-0.4%	24.2%	13.3	14.5	15.7	8.6%	18.6%
Acquisition of assets	(0.8)	(0.8)	(1.3)	(2.5)	47.4%	100.0%	(1.1)	(1.1)	(1.2)	-21.8%	100.0%
Investments	3.8	4.0	4.2	4.2	3.0%	8.4%	4.2	4.2	4.2	-	5.6%
Receivables and prepayments	11.9	4.2	6.6	5.1	-24.7%	15.8%	5.1	5.1	5.1	-	6.8%
Cash and cash equivalents	5.2	18.1	51.7	51.7	115.7%	51.5%	51.7	51.7	51.7	-	69.0%
Total assets	33.3	37.2	72.3	73.3	30.0%	100.0%	74.4	75.5	76.7	1.5%	100.0%
Accumulated surplus/(deficit)	(21.9)	2.3	30.8	33.3	-215.0%	7.1%	34.4	35.5	36.7	3.3%	46.7%
Capital reserve fund	2.1	2.1	2.1	2.1	-	4.4%	2.1	2.1	2.1	-	2.8%
Trade and other payables	46.1	26.7	29.8	32.8	-10.8%	74.0%	32.8	32.8	32.8	-	43.8%
Provisions	7.0	6.2	9.6	5.1	-10.2%	14.5%	5.1	3.4	3.4	-12.4%	5.7%
Derivatives financial instruments	-	-	-	-	-	-	-	1.7	1.7	-	1.1%
Total equity and liabilities	33.3	37.2	72.3	73.3	30.0%	100.0%	74.4	75.5	76.7	1.5%	100.0%

Personnel information

Table 18.21 Council for Medical Schemes personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average salary level/ Total (%)	
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27							
Salary level		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Council for Medical Schemes																			
Salary level	132	153	133	117.2	0.9	140	136.5	1.0	137	152.6	1.1	137	162.6	1.2	131	174.0	1.3	-2.2%	100.0%
1 – 6	13	15	14	4.9	0.4	15	8.2	0.5	14	7.8	0.6	14	8.0	0.6	5	8.4	1.7	-30.7%	8.7%
7 – 10	45	51	45	24.9	0.6	50	33.4	0.7	49	37.8	0.8	49	40.5	0.8	51	43.3	0.8	0.7%	36.5%
11 – 12	30	36	30	26.9	0.9	30	33.3	1.1	30	37.7	1.3	30	40.3	1.3	30	43.1	1.4	-	22.0%
13 – 16	38	45	39	49.4	1.3	39	49.8	1.3	39	55.9	1.4	39	59.4	1.5	40	63.9	1.6	0.8%	28.8%
17 – 22	6	6	5	11.0	2.2	6	11.9	2.0	5	13.4	2.7	5	14.4	2.9	5	15.4	3.1	-5.9%	3.9%

1. Rand million.

Mines and Works Compensation Fund

Selected performance indicators

Table 18.22 Mines and Works Compensation Fund performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
			Number of controlled mines and works inspected per year	Administration	Priority 3: Education, skills and health	41	139	121	70

Table 18.22 Mines and Works Compensation Fund performance indicators by programme/objective/activity and related priority (continued)

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of levies (funds) received from controlled mines and works liable for the payment of levies per year	Administration	Priority 3: Education, skills and health	– ¹	– ¹	– ¹	– ¹	80%	85%	85%
Number of certifications finalised on the mineworkers compensation system per year	Compensation of ex-miners		13 084	5 969	10 212	9 962	10 000	9 000	8 000
Number of benefit payments made by the Compensation Commissioner for Occupational Diseases in Mines and Works per year	Compensation of ex-miners		4 212	4 678	5 776	3 930	5 000	5 000	4 000
Number of claims finalised by the Compensation Commissioner for Occupational Diseases in Mines and Works per year	Compensation of ex-miners		5 354	6 155	6 693	3 353	6 000	6 000	5 000

1. The indicator is expected to take effect from 1 April 2024. As such, there is no historical data available.

Entity overview

The Mines and Works Compensation Fund was established in terms of the Occupational Diseases in Mines and Works Act (1973) and was listed as a schedule 3A public entity effective from 2023/24. The fund collects levies from controlled mines and works; compensates workers, former workers and the dependants of deceased workers in controlled mines and works who have developed occupational diseases in their cardiorespiratory organs; and reimburses workers for any loss of earnings while being treated for TB. The fund is administered and controlled by the department's *Compensation Commissioner for Occupational Diseases* subprogramme.

The fund will focus on increasing the number of benefit payments made from 3 930 in 2023/24 to 5 000 in 2024/25, as well as increasing claims finalised by the compensation commissioner from 3 353 in 2023/24 to 5 000 in 2026/27. These activities will be funded through revenue generated by levies and interest received from investments in the compensation for ex-miners programme, which accounts for 99.9 per cent of overall expenditure. Expenditure for programme is set to increase at an average annual rate of 7.5 per cent, from R383.8 million to R476.2 million over the same period.

The fund expects to derive 77.9 per cent (R1.4 billion) of its revenue over the medium term through interest on investments and 22 per cent (R405.4 million) through the levies it receives from controlled mines and works. Revenue is expected to increase at an average annual rate of 1.2 per cent, from R582.5 million in 2023/24 to R604.6 million in 2026/27.

Programmes/Objectives/Activities

Table 18.23 Mines and Works Compensation Fund expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
Administration	290.3	–	–	–	-100.0%	15.7%	–	–	–	–	–
Compensation of pensioners	0.8	0.5	0.4	0.3	-29.3%	0.1%	0.2	0.2	0.2	-19.7%	0.1%
Compensation of ex-miners	169.8	270.7	283.6	383.8	31.2%	84.1%	402.1	431.6	476.2	7.5%	99.9%
Total	461.0	271.2	284.0	384.1	-5.9%	100.0%	402.3	431.8	476.3	7.4%	100.0%

Statements of financial performance, cash flow and financial position

Table 18.24 Mines and Works Compensation Fund statements of financial performance, cash flow and financial position

Statement of financial performance				Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average Expenditure/ Total (%)	
Audited outcome			2023/24		2020/21 - 2023/24				2023/24 - 2026/27	2026/27	
R million	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2026/27	
Revenue											
Tax revenue	107.0	131.0	121.0	122.5	4.6%	24.1%	128.6	135.0	141.8	5.0%	22.0%
Non-tax revenue	212.5	294.1	956.7	459.7	29.3%	75.8%	481.5	461.1	462.6	0.2%	77.9%
Other non-tax revenue	212.5	294.1	956.7	459.7	29.3%	75.8%	481.5	461.1	462.6	0.2%	77.9%
Transfers received	0.8	0.5	0.4	0.3	-29.6%	0.1%	0.2	0.2	0.1	-20.0%	-
Total revenue	320.3	425.6	1 078.1	582.5	22.1%	100.0%	610.3	596.3	604.6	1.2%	100.0%
Expenses											
Current expenses	460.2	270.7	283.6	383.8	-5.9%	99.9%	402.1	431.6	476.2	7.5%	99.9%
Goods and services	174.8	8.4	0.9	128.8	-9.7%	18.7%	135.0	141.5	148.3	4.8%	32.7%
Interest, dividends and rent on land	285.3	262.3	282.7	255.0	-3.7%	81.1%	267.1	290.2	327.8	8.7%	67.2%
Transfers and subsidies	0.8	0.5	0.4	0.3	-29.6%	0.1%	0.2	0.2	0.1	-20.0%	0.1%
Total expenses	461.0	271.2	284.0	384.1	-5.9%	100.0%	402.3	431.8	476.3	7.4%	100.0%
Surplus/(Deficit)	(140.6)	154.4	794.1	198.4	-212.2%		208.0	164.5	128.3	-13.5%	
Cash flow statement											
Cash flow from operating activities	234.6	153.6	245.4	398.2	19.3%	100.0%	416.2	392.9	391.2	-0.6%	100.0%
Receipts											
Tax receipts	95.9	127.7	150.0	122.1	8.4%	30.3%	127.2	133.5	140.2	4.7%	22.0%
Non-tax receipts	317.1	169.7	293.4	455.9	12.9%	69.7%	477.6	457.2	458.8	0.2%	78.0%
Other tax receipts	317.1	169.7	293.4	455.9	12.9%	69.7%	477.6	457.2	458.8	0.2%	78.0%
Total receipts	413.0	297.4	443.4	578.0	11.9%	100.0%	604.8	590.8	599.0	1.2%	100.0%
Payment											
Current payments	7.8	6.1	5.1	6.8	-4.3%	3.7%	7.1	7.3	7.7	4.1%	3.7%
Goods and services	5.0	2.9	0.9	2.5	-20.7%	1.7%	2.5	2.5	2.7	2.5%	1.3%
Interest and rent on land	2.8	3.2	4.2	4.4	15.6%	2.1%	4.6	4.8	5.0	5.0%	2.4%
Transfers and subsidies	170.6	137.7	193.0	173.0	0.5%	96.3%	181.5	190.6	200.0	5.0%	96.3%
Total payments	178.4	143.8	198.0	179.8	0.3%	100.0%	188.6	197.9	207.8	4.9%	100.0%
Net cash flow from investing activities	(193.7)	(164.0)	(284.7)	(255.9)	9.7%	100.0%	(477.6)	(457.2)	(458.8)	21.5%	100.0%
Other flows from investing activities	(193.7)	(164.0)	(284.7)	(255.9)	9.7%	100.0%	(477.6)	(457.2)	(458.8)	21.5%	100.0%
Net cash flow from financing activities	4.1	1.4	1.5	1.7	-24.7%	100.0%	1.6	1.7	1.8	0.9%	100.0%
Deferred income	4.1	1.4	1.5	1.7	-24.7%	100.0%	1.6	1.7	1.8	0.9%	100.0%
Net increase/(decrease) in cash and cash equivalents	45.0	(9.0)	(37.7)	144.1	47.4%	7.7%	(59.8)	(62.7)	(65.8)	-177.0%	100.0%
Statement of financial position											
Investments	4 852.5	5 048.7	5 363.6	5 619.4	5.0%	97.6%	6 097.0	6 554.3	7 013.0	7.7%	97.8%
Receivables and prepayments	14.5	17.0	28.3	28.6	25.4%	0.4%	30.1	31.6	33.2	5.0%	0.5%
Cash and cash equivalents	98.6	89.6	51.9	195.9	25.7%	2.0%	136.1	73.4	7.7	-66.1%	1.7%
Total assets	4 965.7	5 155.3	5 443.7	5 844.0	5.6%	100.0%	6 263.2	6 659.3	7 053.8	6.5%	100.0%
Accumulated surplus/(deficit)	1 450.8	1 608.3	2 402.3	2 600.8	21.5%	37.3%	2 808.7	2 973.3	3 101.5	6.0%	44.5%
Trade and other payables	118.4	116.0	93.2	99.0	-5.8%	2.0%	105.0	111.3	118.0	6.0%	1.7%
Provisions	3 396.5	3 431.0	2 948.2	3 144.2	-2.5%	60.7%	3 349.5	3 574.7	3 834.3	6.8%	53.8%
Total equity and liabilities	4 965.7	5 155.3	5 443.7	5 844.0	5.6%	100.0%	6 263.2	6 659.3	7 053.8	6.5%	100.0%

National Health Laboratory Service

Table 18.25 National Health Laboratory Service performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of outbreaks responded to per year within 24 hours of notification	Surveillance of communicable diseases	Priority 3: Education, skills and health	100%	100%	100%	100%	100%	100%	100%
			(1 193)	(126)	(638)				
Percentage of occupational and environmental health laboratory tests conducted within the predefined turnaround time per year	Occupational health		97%	98%	90%	90%	90%	90%	90%
			(14 491/14 959)	(2 839/2 906)	(3 999/4 046)				

Table 18.25 National Health Laboratory Service performance indicators by programme/objective/activity and related priority (continued)

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of CD4 tests performed within 40 hours per year per year	Laboratory tests	Priority 3: Education, skills and health	95% (2 122 442/ 2 324 176)	93% (2 118 943/ 2 268 494)	93% (2 060 230/ 2 227 315)	95%	95%	95%	95%
Percentage of HIV viral load tests performed within 96 hours per year	Laboratory tests		80% (4 692 425/ 5 838 922)	93% (5 707 235/ /6 125 024)	95% (6 213 893/ 6 557 966)	94%	95%	95%	95%
Percentage of TB GeneXpert tests performed within 40 hours per year	Laboratory tests		95% (1 451 824/ 1 535 865)	94% (2 031 792/ 2 155 430)	91% (2 283 562/ 2 513 781)	94%	95%	95%	95%
Percentage of HIV polymerase chain reaction tests performed within 96 hours per year	Laboratory tests		83% (561 792/ 673 596)	90% (631 796/ 703 346)	93% (615 195/ 664 912)	92%	94%	94%	95%
Percentage of cervical smear tests performed within 5 weeks per year	Laboratory tests		95% (622 123/ 654 225)	97% (732 283/ 755 252)	88% (813 065/ 918 988)	95%	95%	95%	95%
Total number of national central laboratories accredited by the South African national accreditation system	Research		53	52	53	53	53	53	53
Percentage of laboratories achieving proficiency testing scheme performance standards of 80% per year	Research		99% (247/ 249)	99% (250/ 252)	99% (250/ 252)	94%	96%	98%	98%
Number of articles published in peer-reviewed journals per year	Research		620	688	664	680	700	720	730
Percentage of blood-alcohol level tests completed within 90 days per year	Forensic chemistry laboratories		-1	-1	34% (20 597/ 61 514)	75%	80%	85%	90%
Percentage of perishable food sample tests completed within 30 days per year	Forensic chemistry laboratories		-1	-1	72% (176/ 244)	75%	80%	85%	90%
Percentage of non-perishable food sample tests completed within 60 days per year	Forensic chemistry laboratories	-1	-1	40% (1 010/ 2 517)	75%	80%	85%	90%	

1. No historical data available.

Entity overview

The National Health Laboratory Service was established in terms of the National Health Laboratory Service Act (2000) and provides pathology services for the majority of the South African population through its 233 laboratories across the country. From 2022/23, it assumed responsibility for forensic chemistry laboratory services from the department. The entity also houses the National Institute for Communicable Diseases and the National Institute for Occupational Health.

The entity will continue to play a critical role in the diagnosis of HIV and TB over the MTEF period. To ensure early detection in cervical cancer, in addition to cervical smear testing, the entity plans to implement human papillomavirus testing in 2024/25. Funding for these activities will be made available through the laboratory tests programme, which has an allocation of R33.4 billion over the medium term, constituting 76.6 per cent of total expenditure. The entity will continue to conduct surveillance of communicable diseases through the National Institute for Communicable Diseases, provide specialised diagnostic services and outbreak responses when needed, conduct research into public health, and build capacity through targeted training to produce a

fit-for-purpose and responsive workforce in the surveillance of communicable diseases. An estimated R1.3 billion is allocated over the MTEF period to carry out these functions.

Total expenditure is expected to increase at an average annual rate of 4.9 per cent, from R13.4 billion in 2023/24 to R15.5 billion in 2026/27. To address backlogs and increase the processing capacity of laboratories through additional space, analytic instruments and human resources, spending on forensic chemistry laboratories is expected to account for 2 per cent (R875.3 million) of the entity's total budget over the period ahead.

The service expects to derive 92.1 per cent (R40.7 billion) of its revenue over the MTEF period through the fees it charges for laboratory tests and 4.5 per cent (R1.9 billion) through transfers from the department. Transfers from the department have been reduced by R159 million in 2024/25, R165.5 million in 2025/26 and R171.3 million in 2026/27, partly because of the entity's large accumulated surpluses.

Programmes/Objectives/Activities

Table 18.26 National Health Laboratory Service expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23		2020/21 - 2023/24	2024/25	2025/26	2026/27			
Administration	886.6	2 834.0	352.9	2 006.8	31.3%	12.1%	1 985.5	2 211.3	2 372.7	5.7%	15.1%
Surveillance of communicable diseases	418.2	401.5	424.5	483.8	5.0%	3.7%	452.3	443.5	426.0	-4.2%	3.2%
Occupational health	139.7	135.8	142.7	174.7	7.7%	1.3%	202.0	197.8	189.7	2.8%	1.3%
Laboratory tests	10 015.4	9 010.6	7 957.6	10 158.2	0.5%	78.9%	10 319.2	11 129.3	11 979.1	5.6%	76.6%
Research	227.5	381.6	353.8	377.9	18.4%	2.9%	198.0	214.8	233.9	-14.8%	1.8%
Forensic chemistry laboratories	–	–	273.9	240.4	–	1.2%	256.6	295.0	323.7	10.4%	2.0%
Total	11 687.5	12 763.4	9 505.3	13 441.8	4.8%	100.0%	13 413.5	14 491.8	15 525.1	4.9%	100.0%

Statements of financial performance, cash flow and financial position

Table 18.27 National Health Laboratory Service statements of financial performance, cash flow and financial position

Statement of financial performance											
R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23		2020/21 - 2023/24	2024/25	2025/26	2026/27			
Revenue											
Non-tax revenue	10 994.0	12 199.8	11 966.9	12 776.7	5.1%	94.3%	13 371.1	14 042.3	14 885.0	5.2%	95.5%
Sale of goods and services other than capital assets	9 778.6	11 597.6	11 070.2	12 474.7	8.5%	88.2%	12 848.4	13 495.1	14 312.5	4.7%	92.1%
Other non-tax revenue	1 215.4	602.2	896.7	302.0	-37.1%	6.1%	522.7	547.2	572.5	23.8%	3.3%
Transfers received	758.9	640.1	772.5	706.4	-2.4%	5.7%	598.8	626.4	656.8	-2.4%	4.5%
Total revenue	11 752.9	12 839.8	12 739.4	13 483.1	4.7%	100.0%	13 969.9	14 668.6	15 541.8	4.9%	100.0%
Expenses											
Current expenses	11 687.5	12 763.4	9 505.3	13 441.8	4.8%	100.0%	13 413.5	14 491.8	15 525.1	4.9%	100.0%
Compensation of employees	4 202.4	4 783.6	4 559.6	5 929.9	12.2%	41.4%	6 355.2	7 086.2	7 785.7	9.5%	47.6%
Goods and services	7 280.7	7 559.7	4 662.9	7 222.0	-0.3%	56.1%	6 694.9	6 989.0	7 310.0	0.4%	49.7%
Depreciation	200.8	411.6	282.8	277.1	11.3%	2.5%	350.0	402.5	414.6	14.4%	2.5%
Interest, dividends and rent on land	3.6	8.5	–	12.8	52.2%	–	13.4	14.1	14.8	5.0%	0.1%
Total expenses	11 687.5	12 763.4	9 505.3	13 441.8	4.8%	100.0%	13 413.5	14 491.8	15 525.1	4.9%	100.0%
Surplus/(Deficit)	65.4	76.4	3 234.1	41.3	-14.2%		556.4	176.9	16.7	-26.1%	
Cash flow statement											
Cash flow from operating activities	(738.1)	875.1	1 747.1	(304.2)	-25.6%	100.0%	2 769.7	3 434.7	(334.8)	3.3%	100.0%
Receipts											
Non-tax receipts	10 421.3	12 001.0	10 648.2	12 061.1	5.0%	94.0%	12 897.7	13 805.2	11 007.6	-3.0%	95.0%
Sales of goods and services other than capital assets	10 255.5	11 802.1	10 265.4	11 850.9	4.9%	91.9%	12 648.2	13 544.0	10 734.4	-3.2%	93.1%
Other tax receipts	165.8	198.9	382.8	210.1	8.2%	2.0%	249.5	261.2	273.3	9.2%	1.9%
Transfers received	758.9	640.1	772.5	706.4	-2.4%	6.0%	598.8	626.4	656.8	-2.4%	5.0%
Total receipts	11 180.2	12 641.0	11 420.7	12 767.5	4.5%	100.0%	13 496.5	14 431.5	11 664.4	-3.0%	100.0%

Table 18.27 National Health Laboratory Service statements of financial performance, cash flow and financial position (continued)

Cash flow statement		Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
		2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million						2020/21 - 2023/24					2023/24 - 2026/27	
Payment		11 918.3	11 766.0	9 673.6	13 071.6	3.1%	100.0%	10 726.8	10 996.8	11 999.3	-2.8%	100.0%
Current payments												
Compensation of employees		4 171.4	4 659.4	4 863.7	5 929.9	12.4%	42.6%	5 234.0	5 846.1	6 617.8	3.7%	50.6%
Goods and services		7 746.8	7 099.0	4 809.8	7 136.3	-2.7%	57.4%	5 488.2	5 146.8	5 377.3	-9.0%	49.3%
Interest and rent on land		0.0	7.5	0.1	5.4	598.1%	-	4.6	3.9	4.1	-8.8%	-
Total payments		11 918.3	11 766.0	9 673.6	13 071.6	3.1%	100.0%	10 726.8	10 996.8	11 999.3	-2.8%	100.0%
Net cash flow from investing activities		(388.7)	(319.1)	(91.1)	(740.0)	23.9%	100.0%	(560.0)	(560.0)	(560.0)	-8.9%	100.0%
Acquisition of property, plant, equipment and intangible assets		(386.0)	(318.9)	(89.3)	(720.0)	23.1%	98.7%	(550.0)	(555.0)	(550.0)	-8.6%	98.2%
Acquisition of software and other intangible assets		(2.6)	(0.1)	(1.7)	(20.0)	97.0%	1.3%	(10.0)	(5.0)	(10.0)	-20.6%	1.8%
Net cash flow from financing activities		(26.9)	(24.8)	-	(12.1)	-23.5%	-	-	-	-	-100.0%	-
Repayment of finance leases		(26.9)	(24.8)	-	(12.1)	-23.5%	-	-	-	-	-100.0%	-
Net increase/(decrease) in cash and cash equivalents		(1 153.7)	531.2	1 656.1	(1 056.2)	-2.9%	1.0%	2 209.7	2 874.7	(894.8)	-5.4%	100.0%
Statement of financial position												
Carrying value of assets of which:		1 458.7	1 484.2	1 454.9	1 629.9	3.8%	20.1%	2 456.7	2 854.2	3 239.7	25.7%	21.5%
Acquisition of assets		(386.0)	(318.9)	(89.3)	(720.0)	23.1%	100.0%	(550.0)	(555.0)	(550.0)	-8.6%	100.0%
Inventory		1 120.8	837.9	597.7	704.9	-14.3%	10.9%	584.5	611.9	640.1	-3.2%	6.1%
Loans		-	-	0.0	-	-	-	-	-	-	-	-
Receivables and prepayments		1 847.4	1 979.5	3 319.8	2 004.2	2.8%	29.0%	6 705.6	7 136.9	7 853.9	57.7%	45.4%
Cash and cash equivalents		2 952.1	3 483.3	5 139.4	1 527.1	-19.7%	39.9%	4 578.5	4 120.7	3 318.5	29.5%	27.0%
Taxation		-	0.1	5.4	-	-	-	-	-	-	-	-
Total assets		7 379.1	7 785.0	10 517.2	5 866.1	-7.4%	100.0%	14 325.2	14 723.7	15 052.2	36.9%	100.0%
Accumulated surplus/(deficit)		3 845.9	3 922.3	7 157.3	1 956.6	-20.2%	51.0%	10 674.3	10 931.2	11 029.8	78.0%	63.8%
Capital and reserves		654.9	654.9	654.9	654.9	-	8.7%	654.9	654.9	654.9	-	6.1%
Capital reserve fund		-	-	129.1	-	-	0.3%	-	-	-	-	-
Borrowings		-	-	0.0	-	-	-	-	-	-	-	-
Finance lease		18.8	-	-	-	-100.0%	0.1%	-	-	-	-	-
Deferred income		113.1	70.9	-	78.1	-11.6%	0.9%	152.0	159.2	166.5	28.7%	1.1%
Trade and other payables		1 144.7	1 474.2	1 219.5	1 156.5	0.3%	16.4%	1 576.1	1 651.3	1 812.7	16.2%	13.5%
Taxation		2.5	1.3	2.0	-	-100.0%	-	-	-	-	-	-
Provisions		1 556.6	1 619.6	1 354.3	1 962.0	8.0%	22.1%	1 267.9	1 327.2	1 388.3	-10.9%	15.1%
Derivatives financial instruments		42.4	41.7	-	58.1	11.0%	0.5%	-	-	-	-100.0%	0.2%
Total equity and liabilities		7 379.1	7 785.0	10 517.2	5 866.1	-7.4%	100.0%	14 325.2	14 723.7	15 052.2	36.9%	100.0%

Personnel information

Table 18.28 National Health Laboratory Service personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment										Average growth rate of personnel posts (%)	Average: salary level/ Total (%)						
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27							
National Health Laboratory Service		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	8 733	8 765	8 759	4 559.6	0.5	8 801	5 929.9	0.7	8 800	6 355.2	0.7	8 800	7 086.2	0.8	8 800	7 785.7	0.9	-0.0%	100.0%
1 - 6	1 334	1 351	1 353	223.9	0.2	1 353	246.2	0.2	1 353	265.9	0.2	1 353	295.9	0.2	1 353	324.9	0.2	-	15.4%
7 - 10	5 945	5 956	5 952	2 473.4	0.4	5 950	3 237.7	0.5	5 949	3 488.1	0.6	5 949	3 877.0	0.7	5 949	4 257.8	0.7	-0.0%	67.6%
11 - 12	832	836	832	750.7	0.9	836	1 007.2	1.2	836	1 087.7	1.3	836	1 210.3	1.4	836	1 329.2	1.6	-	9.5%
13 - 16	537	537	537	889.3	1.7	537	1 009.6	1.9	537	1 047.0	1.9	537	1 182.9	2.2	537	1 299.7	2.4	-	6.1%
17 - 22	85	85	85	222.3	2.6	125	429.1	3.4	125	466.5	3.7	125	520.1	4.2	125	574.1	4.6	-	1.4%

1. Rand million.

Office of Health Standards Compliance

Selected performance indicators

Table 18.29 Office of Health Standards Compliance performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of public sector health establishments inspected for compliance with norms and standards per year	Compliance inspectorate	Priority 3: Education, skills and health	10.1% (387/ 3 816)	14.5% (544/ 3 741)	20.8% (781/ 3 741)	18.4%	18.4%	18.4%	18.4%
Percentage of private sector health establishments inspected for compliance with norms and standards per year	Compliance inspectorate		– ¹	– ¹	11.8% (51/ 431)	19%	21%	21%	21%
Percentage of low-risk complaints resolved within 25 working days of being lodged with the call centre per year	Complaints management and Ombuds		91.8% (2 108/ 2 296)	83.1% (2 756/ 3 317)	93.4% (2 472/ 2 647)	85%	90%	90%	90%
Percentage of user complaints resolved through assessment within 30 working days of receipt of a response from the complainant and/or health establishment per year	Complaints management and Ombuds		2.6% (5/ 203)	26.7% (39/ 146)	60.8% (42/ 69)	70%	75%	75%	75%
Number of recommendation reports for improvement in the health care sector made to relevant authorities per year	Health standards design, analysis and support		3	3	3	3	3	3	3
Percentage of health establishments issued with a certificate of compliance within 15 days from the date of the final inspection report and a recommendation by an inspector per year	Certification and enforcement		100% (33)	85.2% (161/ 189)	100% (251)	100%	100%	100%	100%
Percentage of health establishments against which enforcement action has been initiated within 10 days of the date of the final inspection report and a recommendation by an inspector per year	Certification and enforcement		– ¹	0 (23)	100% (100)	100%	100%	100%	100%

1. No historical data available.

Entity overview

The Office of Health Standards and Compliance was established in terms of the National Health Amendment Act (2013), which mandates it to monitor and enforce the compliance of health establishments with the norms and standards prescribed by the Minister of Health in relation to the health system, and ensure the

consideration, investigation and settlement of complaints relating to noncompliance with prescribed norms and standards in a procedurally fair manner.

Over the medium term, the office will continue to monitor the delivery of health care services in an effort to improve the quality and safety of health care at public and private health facilities. As such, the office expects to increase the percentage of private health establishments it inspects and certifies for compliance with established norms and standards, from 19 per cent in 2023/24 to 21 per cent over the medium term. To bolster the necessary support for the health ombud's work on investigations and handling complaints, the entity is allocated an additional R30 million over the MTEF period to retain about 10 temporary employees. This is set to drive an increase in expenditure in the complaints management and office of the ombud programme at an average annual rate of 18.7 per cent, from R21.4 million in 2023/24 to R35.8 million in 2026/27.

Total expenditure is expected to increase at an average annual rate of 7.4 per cent, from R161.5 million in 2023/24 to R200.1 million in 2026/27. The office derives its revenue entirely through transfers from the department.

Programmes/Objectives/Activities

Table 18.30 Office of Health Standards Compliance expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Administration	61.8	65.4	72.3	68.2	3.3%	42.8%	69.9	76.4	79.9	5.4%	40.1%
Compliance inspectorate	41.0	50.9	75.9	57.7	12.1%	35.3%	61.8	63.5	66.4	4.8%	34.0%
Complaints management and office of the ombud	18.8	19.8	23.4	21.4	4.3%	13.3%	33.5	34.6	35.8	18.7%	16.9%
Health standards design, analysis and support	9.2	10.7	13.2	11.5	7.7%	7.1%	13.5	14.2	14.8	8.8%	7.3%
Certification and Enforcement	2.2	2.3	2.5	2.8	7.5%	1.6%	2.9	3.0	3.2	4.6%	1.6%
Total	133.1	149.0	187.2	161.5	6.7%	100.0%	181.6	191.7	200.1	7.4%	100.0%

Statements of financial performance, cash flow and financial position

Table 18.31 Office of Health Standards Compliance statements of financial performance, cash flow and financial position

Statement of financial performance											
R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Revenue											
Non-tax revenue	1.5	2.1	3.3	-	-100.0%	1.1%	-	-	-	-	-
Other non-tax revenue	1.5	2.1	3.3	-	-100.0%	1.1%	-	-	-	-	-
Transfers received	137.6	158.0	157.5	161.5	5.5%	98.9%	181.6	191.7	200.1	7.4%	100.0%
Total revenue	139.2	160.1	160.8	161.5	5.1%	100.0%	181.6	191.7	200.1	7.4%	100.0%
Expenses											
Current expenses	133.1	149.0	187.2	161.5	6.7%	100.0%	181.6	191.7	200.1	7.4%	100.0%
Compensation of employees	89.8	100.3	126.1	108.7	6.6%	67.3%	124.6	130.7	136.8	8.0%	68.1%
Goods and services	36.2	41.9	54.3	52.9	13.4%	29.3%	57.0	61.1	63.3	6.2%	31.9%
Depreciation	7.1	6.9	6.8	-	-100.0%	3.4%	-	-	-	-	-
Total expenses	133.1	149.0	187.2	161.5	6.7%	100.0%	181.6	191.7	200.1	7.4%	100.0%
Surplus/(Deficit)	6.1	11.0	(26.4)	-	-100.0%	-	-	-	-	-	-
Cash flow statement											
Cash flow from operating activities	10.9	17.0	(14.4)	0.0	-96.6%	100.0%	7.5	16.0	5.4	2 253.1%	100.0%
Receipts											
Non-tax receipts	1.5	2.0	3.3	-	-100.0%	1.1%	-	-	-	-	-
Sales of goods and services other than capital assets	-	-	0.0	-	-	-	-	-	-	-	-
Other tax receipts	1.5	2.0	3.3	-	-100.0%	1.1%	-	-	-	-	-
Transfers received	137.6	158.0	157.5	161.5	5.5%	98.9%	181.6	191.7	200.1	7.4%	100.0%
Financial transactions in assets and liabilities	-	0.0	-	-	-	-	-	-	-	-	-
Total receipts	139.2	160.1	160.8	161.5	5.1%	100.0%	181.6	191.7	200.1	7.4%	100.0%

Table 18.31 Office of Health Standards Compliance statements of financial performance, cash flow and financial position (continued)

Cash flow statement											
R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2023/24 - 2026/27	
Payment											
Current payments	128.3	143.1	175.2	161.5	8.0%	100.0%	174.1	175.8	194.7	6.4%	100.0%
Compensation of employees	89.8	100.3	126.1	108.9	6.6%	69.9%	123.9	124.2	141.0	9.0%	70.4%
Goods and services	38.5	42.8	49.1	52.7	11.0%	30.1%	50.3	51.6	53.7	0.6%	29.6%
Total payments	128.3	143.1	175.2	161.5	8.0%	100.0%	174.1	175.8	194.7	6.4%	100.0%
Net cash flow from investing activities	(2.6)	(3.5)	(4.5)	-	-100.0%	-	(4.6)	(7.8)	(8.2)	-	-
Acquisition of property, plant, equipment and intangible assets	(0.6)	(1.7)	(2.5)	-	-100.0%	-	(0.8)	(0.9)	(1.1)	-	-
Acquisition of software and other intangible assets	(2.0)	(1.8)	(2.0)	-	-100.0%	-	(3.8)	(6.8)	(7.2)	-	-
Net increase/(decrease) in cash and cash equivalents	8.3	13.5	(18.9)	0.0	-96.3%	1.3%	2.9	8.2	(2.9)	-2 005.0%	100.0%
Statement of financial position											
Carrying value of assets	15.6	12.2	10.8	32.7	28.1%	22.5%	32.7	34.2	35.7	3.0%	33.1%
of which:											
Acquisition of assets	(0.6)	(1.7)	(2.5)	-	-100.0%	-	(0.8)	(0.9)	(1.1)	-	-
Receivables and prepayments	1.1	1.5	2.6	4.7	60.6%	3.2%	4.7	5.0	5.2	3.0%	4.8%
Cash and cash equivalents	51.0	64.5	45.7	61.3	6.3%	74.3%	61.3	64.0	67.0	3.0%	62.1%
Total assets	67.7	78.1	59.1	98.7	13.4%	100.0%	98.7	103.1	107.9	3.0%	100.0%
Accumulated surplus/(deficit)	54.7	65.8	40.4	67.1	7.0%	75.1%	67.1	70.1	73.3	3.0%	67.9%
Trade and other payables	5.1	6.5	12.4	18.7	54.4%	13.8%	18.7	19.5	32.7	20.5%	21.8%
Taxation	-	-	-	-	-	-	-	-	1.2	-	0.3%
Provisions	7.3	5.6	7.2	12.3	19.1%	10.6%	12.3	12.9	-	-100.0%	9.4%
Derivatives financial instruments	0.6	0.3	-	0.6	0.9%	0.5%	0.6	0.7	0.7	3.0%	0.7%
Total equity and liabilities	67.7	78.1	60.0	98.7	13.4%	100.0%	98.7	103.1	107.9	3.0%	100.0%

Personnel information

Table 18.32 Office of Health Standards Compliance personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024	Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average: salary level/ Total (%)		
	Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23	2023/24		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27					
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Office of Health Standards Compliance																			
Salary level	131	322	129	126.1	1.0	131	108.7	0.8	142	124.6	0.9	142	130.7	0.9	142	136.8	1.0	2.7%	100.0%
7 – 10	83	247	84	77.1	0.9	83	52.8	0.6	88	58.1	0.7	88	61.0	0.7	88	63.9	0.7	2.0%	62.3%
11 – 12	27	49	26	24.3	0.9	27	26.4	1.0	33	34.5	1.0	33	36.1	1.1	33	37.7	1.1	6.9%	22.6%
13 – 16	19	24	17	20.2	1.2	19	24.6	1.3	19	27.0	1.4	19	28.3	1.5	19	29.5	1.6	-	13.7%
17 – 22	2	2	2	4.5	2.3	2	4.9	2.4	2	5.1	2.6	2	5.4	2.7	2	5.6	2.8	-	1.4%

1. Rand million.

South African Health Products Regulatory Authority

Selected performance indicators

Table 18.33 South African Health Products Regulatory Authority performance indicators by programme/objective/activity and related priority

Indicator	Programme/ Objective/ Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of new chemical entities finalised within 360 working days	Health product authorisation	Priority 3: Education, skills and health	100% (72)	100% (44)	100% (89)	80%	80%	80%	80%
Percentage of generic medicines registered within 250 working days	Health product authorisation		55% (131/240)	80% (148/184)	57% (295/520)	75%	75%	75%	75%

Table 18.33 South African Health Products Regulatory Authority performance indicators by programme/objective/activity and related priority (continued)

Indicator	Programme/ Objective/ Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of new good manufacturing practices and good warehouse practices-related licences finalised within 125 working days	Inspectorate and regulatory compliance	Priority 3: Education, skills and health	59% (17/29)	42% (13/31)	22% (12/54)	70%	60%	65%	70%
Percentage of human clinical trial applications finalised within 80 working days	Medicines evaluation and registration		96% (194/203)	95% (235/248)	104% (184/163)	80%	80%	85%	85%
Percentage of medical device establishment licence applications finalised within 90 working days	Devices and radiation control		83% (629/757)	76% (613/804)	136% (943/692)	70%	80%	85%	95%

Entity overview

The South African Health Products Regulatory Authority was established in terms of the Medicines and Related Substances Act (1965). The authority's functions are to provide for the monitoring, evaluation, regulation, investigation, inspection, registration, and control of medicines, scheduled substances, clinical trials, medical devices, in vitro diagnostics, and other related matters in the public interest.

Over the MTEF period, the authority will focus on ensuring adequate health product registrations. This includes issuing safety and quality certifications for products, including verifying their efficacy. Since the authority's work is labour intensive, its main cost driver is compensation of employees, which increases at an average annual rate of 4.4 per cent, from R265 million in 2023/24 to R301.4 million in 2026/27.

Expenditure is expected to increase at an annual average rate of 4.9 per cent, from R394.8 million in 2024/25 to R455.1 million in 2026/27. The authority's revenue is mainly derived through transfers from the department, amounting to R449 million over the medium term; and from fees charged, amounting to R777.8 million. Revenue is expected to increase at an average annual rate of 6.1 per cent, from R380.9 million in 2023/24 to R455.1 million in 2026/27.

Programmes/Objectives/Activities

Table 18.34 South African Health Products Regulatory Authority expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
Administration	110.7	123.0	139.1	135.4	6.9%	35.6%	156.9	154.3	163.4	6.5%	35.9%
Health product authorisation	55.4	73.7	50.6	36.3	-13.2%	15.4%	41.3	44.6	46.8	8.9%	9.9%
Inspectorate and regulatory compliance	35.7	35.4	42.4	52.8	13.9%	11.6%	54.8	57.3	60.2	4.5%	13.2%
Medicines evaluation and registration	73.7	80.4	108.5	125.5	19.4%	26.9%	121.5	130.5	136.9	2.9%	30.3%
Devices and radiation control	38.1	34.3	33.1	44.8	5.6%	10.6%	43.1	45.6	47.8	2.2%	10.7%
Total	313.6	346.7	373.8	394.8	8.0%	100.0%	417.6	432.3	455.1	4.9%	100.0%

Statements of financial performance, cash flow and financial position

Table 18.35 South African Health Products Regulatory Authority statements of financial performance, cash flow and financial position

Statement of financial performance											
R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2020/21	2021/22	2022/23		2020/21 -	2023/24	2024/25	2025/26	2026/27	2023/24 -	2026/27
Revenue											
Non-tax revenue	137.4	222.5	246.3	243.0	20.9%	58.3%	274.1	283.0	298.8	7.1%	65.1%
Sale of goods and services other than capital assets	107.2	183.1	206.2	212.7	25.6%	48.5%	248.5	256.7	272.6	8.6%	58.7%
Other non-tax revenue	30.1	39.5	40.2	30.4	0.2%	9.8%	25.6	26.3	26.2	-4.8%	6.5%
Transfers received	156.6	146.3	150.0	137.9	-4.2%	41.7%	143.5	149.3	156.2	4.3%	34.9%
Total revenue	293.9	368.8	396.3	380.9	9.0%	100.0%	417.6	432.3	455.1	6.1%	100.0%
Expenses											
Current expenses	313.6	346.7	373.8	394.8	8.0%	100.0%	417.6	432.3	455.1	4.9%	100.0%
Compensation of employees	165.3	182.0	224.2	265.0	17.0%	58.1%	274.0	285.6	301.4	4.4%	66.3%
Goods and services	142.1	157.8	143.3	129.8	-3.0%	40.5%	143.6	146.7	153.7	5.8%	33.7%
Depreciation	6.2	7.0	6.3	-	-100.0%	1.4%	-	-	-	-	-
Total expenses	313.6	346.7	373.8	394.8	8.0%	100.0%	417.6	432.3	455.1	4.9%	100.0%
Surplus/(Deficit)	(19.7)	22.1	22.5	(13.9)	-11.0%		-	-	-	-100.0%	
Cash flow statement											
Cash flow from operating activities	49.9	94.4	91.7	(13.9)	-165.3%	100.0%	-	-	-	-100.0%	-
Receipts											
Non-tax receipts	150.9	270.6	293.4	243.0	17.2%	59.7%	274.1	283.0	298.8	7.1%	65.1%
Sales of goods and services other than capital assets	146.9	261.1	272.8	212.7	13.1%	55.7%	248.5	256.7	272.6	8.6%	58.7%
Other tax receipts	4.0	9.5	20.6	30.4	97.1%	4.0%	25.6	26.3	26.2	-4.8%	6.5%
Transfers received	173.3	151.7	163.6	137.9	-7.3%	40.3%	143.5	149.3	156.2	4.3%	34.9%
Total receipts	324.1	422.3	457.0	380.9	5.5%	100.0%	417.6	432.3	455.1	6.1%	100.0%
Payment											
Current payments	274.3	327.9	365.3	394.8	12.9%	100.0%	417.6	432.3	455.1	4.9%	100.0%
Compensation of employees	171.9	185.0	225.8	265.0	15.5%	62.0%	274.0	285.6	301.4	4.4%	66.3%
Goods and services	102.4	142.9	139.5	129.8	8.2%	38.0%	143.6	146.7	153.7	5.8%	33.7%
Total payments	274.3	327.9	365.3	394.8	12.9%	100.0%	417.6	432.3	455.1	4.9%	100.0%
Net cash flow from investing activities	(21.1)	(4.2)	(7.4)	(7.4)	-29.3%	100.0%	(10.5)	(10.5)	(11.0)	13.8%	100.0%
Acquisition of property, plant, equipment and intangible assets	(19.3)	(3.3)	(7.4)	(7.4)	-27.2%	92.9%	(10.5)	(10.5)	(11.0)	13.8%	100.0%
Acquisition of software and other intangible assets	(1.8)	(1.1)	-	-	-100.0%	8.4%	-	-	-	-	-
Proceeds from the sale of property, plant, equipment and intangible assets	0.0	0.2	0.0	-	-100.0%	-1.4%	-	-	-	-	-
Net cash flow from financing activities	-	3.4	0.9	-	-	-	-	-	-	-	-
Deferred income	-	3.4	0.9	-	-	-	-	-	-	-	-
Net increase/(decrease) in cash and cash equivalents	28.8	93.6	85.2	(21.3)	-190.5%	13.4%	(10.5)	(10.5)	(11.0)	-19.9%	100.0%
Statement of financial position											
Carrying value of assets	31.7	29.4	31.1	38.5	6.7%	11.3%	49.0	59.5	70.5	22.3%	15.0%
<i>of which:</i>											
Acquisition of assets	(19.3)	(3.3)	(7.4)	(7.4)	-27.2%	100.0%	(10.5)	(10.5)	(11.0)	13.8%	100.0%
Receivables and prepayments	13.6	20.3	15.8	16.0	5.6%	5.6%	16.0	16.0	16.0	-	4.4%
Cash and cash equivalents	150.8	244.4	329.6	308.3	26.9%	83.1%	297.8	287.3	276.3	-3.6%	80.6%
Total assets	196.0	294.1	376.5	362.8	22.8%	100.0%	362.8	362.8	362.8	-	100.0%
Accumulated surplus/(deficit)	25.4	47.5	70.0	56.1	30.2%	15.8%	56.1	56.1	56.1	-	15.5%
Capital reserve fund	-	3.4	4.3	4.3	-	0.9%	4.3	4.3	4.3	-	1.2%
Finance lease	1.6	3.3	4.1	1.6	-	0.9%	1.6	1.6	1.6	-	0.4%
Deferred income	122.8	200.8	256.8	245.2	25.9%	66.7%	244.7	244.7	244.7	-0.1%	67.5%
Trade and other payables	32.1	15.7	11.5	35.0	3.0%	8.6%	35.0	35.0	35.0	-	9.6%
Provisions	14.2	23.6	29.8	20.6	13.2%	7.2%	21.1	21.1	21.1	0.8%	5.8%
Total equity and liabilities	196.0	294.1	376.5	362.8	22.8%	100.0%	362.8	362.8	362.8	-	100.0%

Personnel information

Table 18.36 South African Health Products Regulatory Authority personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024			Number and cost ¹ of personnel posts filled/planned for on funded establishment												Average growth rate of personnel posts (%)	Average: salary level/ Total (%)			
Number of funded posts	Number of approved establishment	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27						
South African Health Products Regulatory Authority			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Salary level	38	408	293	224.2	0.8	284	265.0	0.9	322	274.0	0.9	322	285.6	0.9	322	301.4	0.9	4.3%	100.0%
1 – 6	1	54	47	15.1	0.3	47	15.5	0.3	48	18.3	0.4	48	18.9	0.4	48	19.9	0.4	0.7%	15.3%
7 – 10	8	75	65	50.6	0.8	63	52.7	0.8	71	49.4	0.7	71	46.2	0.7	71	50.0	0.7	4.1%	22.1%
11 – 12	23	221	132	101.0	0.8	126	130.6	1.0	149	132.1	0.9	149	143.2	1.0	149	150.4	1.0	5.7%	45.8%
13 – 16	6	56	47	52.2	1.1	46	60.5	1.3	52	68.2	1.3	52	71.1	1.4	52	74.7	1.4	4.2%	16.2%
17 – 22	–	2	2	5.4	2.7	2	5.7	2.9	2	5.9	3.0	2	6.2	3.1	2	6.5	3.2	–	0.6%

1. Rand million.

South African Medical Research Council

Table 18.37 South African Medical Research Council performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of accepted and published journal articles, book chapters and books by authors affiliated to and funded by the council per year	Core research	Priority 3: Education, skills and health	1 261	1 169	1 455	700	600	600	600
Number of accepted and published journal articles by council grant holders with acknowledgement of the council per year	Core research		281	265	445	180	170	170	170
Number of accepted and published journal articles where the first and/or last author is affiliated to the council per year	Core research		718	637	775	300	255	255	255
Number of research grants awarded by the council per year	Core research		190	152	174	160	170	170	170
Number of new innovation and technology projects funded by the council that are aimed at developing, testing and/or implementing new or improved health solutions per year	Innovation and technology		29	18	20	4	4	4	4
Number of ongoing innovation and technology projects funded by the council aimed at developing, testing and/or implementing new or improved health solutions per year	Innovation and technology		41	40	44	30	30	30	30
Number of awards (scholarships, fellowships and grants) by the council for MSc and PhD candidates, postdoctoral fellows and early and mid-career scientists per year	Capacity development		144	167	171	150	130	130	130

Table 18.37 South African Medical Research Council performance indicators by programme/objective/activity and related priority (continued)

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of awards by the council to black South African citizens and permanent resident MSc and PhD candidates, postdoctoral fellows and early and mid-career scientists classified as African per year	Capacity development	Priority 3: Education, skills and health	86	108	118	110	90	90	90
Number of awards by the council to MSc and PhD candidates, postdoctoral fellows and early and mid-career scientists from historically disadvantaged institutions per year	Capacity development		38	52	60	80	83	83	83
Number of MSc and PhD candidates who graduated or completed their degrees per year	Capacity development		72	81	93	85	50	50	50

Entity overview

The council's mandate in terms of the South African Medical Research Council Act (1991) is to promote the improvement of the health and quality of life of the population through research, development and technology transfer. In line with this mandate, the council conducts and funds relevant and responsive health research, capacity development, innovation and research translation.

Over the MTEF period, the council intends to accept and publish about 3 075 journal articles, books and book chapters by authors affiliated with or funded by it. This work will be undertaken by the core research programme, which accounts for an estimated 53.7 per cent (R2.7 billion) of the council's budget over the medium term.

Expenditure is expected to increase at an average annual rate of 9.3 per cent, from R1.3 billion in 2023/24 to R1.7 billion in 2026/27, partly as a result of funds reallocated from the Department of Science and Innovation to the council through a transfer payment from the Department of Health to continue the work on the social impact bond for adolescent girls and women.

The council's revenue is mainly derived through departmental transfers, which account for an estimated 55.9 per cent (R2.7 billion) of the council's revenue over the period ahead, while income received from grants amounts to 39.2 per cent (R2 billion). Total revenue is projected to increase at an average annual rate of 9.3 per cent, from R1.3 billion in 2023/24 to R1.7 billion in 2026/27.

Programmes/Objectives/Activities

Table 18.38 South African Medical Research Council expenditure trends and estimates by programme/objective/activity

R million	Audited outcome				Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average Expenditure/ Total (%)	
	2020/21	2021/22	2022/23	2023/24		2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2023/24 - 2026/27	
Administration	197.3	288.5	246.4	232.8	5.7%	17.7%	266.3	278.9	287.5	7.3%	17.1%	
Core research	805.2	726.9	774.4	687.2	-5.1%	55.5%	819.0	887.4	957.3	11.7%	53.7%	
Innovation and technology	169.6	326.7	340.8	313.5	22.7%	21.0%	340.0	357.8	376.0	6.2%	22.3%	
Capacity development	67.6	75.4	70.4	92.8	11.2%	5.7%	100.7	105.0	112.5	6.6%	6.6%	
Research translation	–	–	3.2	3.2	–	0.1%	4.3	4.3	4.3	10.3%	0.3%	
Total	1 239.7	1 417.4	1 435.3	1 329.6	2.4%	100.0%	1 530.3	1 633.4	1 737.6	9.3%	100.0%	

Statements of financial performance, cash flow and financial position**Table 18.39 South African Medical Research Council statements of financial performance, cash flow and financial position**

Statement of financial performance												
R million	Audited outcome				Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27			
Revenue												
Non-tax revenue	464.3	572.4	664.0	543.6	5.4%	40.8%	670.5	734.6	800.6	13.8%	44.1%	
Sale of goods and services other than capital assets	431.8	534.7	600.0	466.9	2.6%	36.9%	596.8	658.4	724.1	15.8%	39.2%	
Other non-tax revenue	32.5	37.7	63.9	76.7	33.1%	3.9%	73.7	76.2	76.5	-0.1%	4.9%	
Transfers received	854.6	851.1	778.9	760.1	-3.8%	59.2%	859.8	898.8	937.0	7.2%	55.9%	
Total revenue	1 318.9	1 423.4	1 442.8	1 303.7	-0.4%	100.0%	1 530.3	1 633.4	1 737.6	10.0%	100.0%	
Expenses												
Current expenses	1 128.2	1 306.4	1 333.7	1 230.5	2.9%	92.2%	1 417.9	1 515.9	1 615.0	9.5%	92.7%	
Compensation of employees	386.4	436.8	484.1	464.4	6.3%	32.7%	495.3	525.7	559.9	6.4%	32.9%	
Goods and services	715.1	845.5	824.5	739.2	1.1%	57.6%	892.9	959.1	1 023.8	11.5%	57.9%	
Depreciation	26.6	23.9	24.8	26.9	0.4%	1.9%	29.8	31.1	31.3	5.1%	1.9%	
Interest, dividends and rent on land	0.1	0.2	0.2	-	-100.0%	-	-	-	-	-	-	
Transfers and subsidies	111.5	111.0	101.6	99.2	-3.8%	7.8%	112.4	117.5	122.6	7.3%	7.3%	
Total expenses	1 239.7	1 417.4	1 435.3	1 329.6	2.4%	100.0%	1 530.3	1 633.4	1 737.6	9.3%	100.0%	
Surplus/(Deficit)	79.2	6.0	7.5	(25.9)	-168.9%		-	-	-	-100.0%		
Cash flow statement												
Cash flow from operating activities	284.6	146.8	76.0	(71.0)	-163.0%	100.0%	69.5	61.6	75.8	-202.2%	100.0%	
Receipts												
Non-tax receipts	475.7	589.7	593.4	510.2	2.4%	40.0%	671.0	738.6	791.6	15.8%	43.7%	
Sales of goods and services other than capital assets	456.1	564.0	550.8	462.5	0.5%	37.5%	621.1	688.6	741.6	17.0%	40.5%	
Other tax receipts	19.6	25.7	42.5	47.7	34.4%	2.5%	49.8	50.0	50.0	1.6%	3.2%	
Transfers received	854.6	851.1	778.9	760.1	-3.8%	60.0%	859.8	898.8	937.0	7.2%	56.3%	
Total receipts	1 330.3	1 440.8	1 372.2	1 270.3	-1.5%	100.0%	1 530.8	1 637.4	1 728.6	10.8%	100.0%	
Payment												
Current payments	1 045.8	1 293.9	1 296.2	1 341.3	8.7%	100.0%	1 461.3	1 575.8	1 652.8	7.2%	100.0%	
Compensation of employees	394.2	434.0	477.5	464.4	5.6%	35.7%	494.6	524.2	550.0	5.8%	33.8%	
Goods and services	651.3	859.7	818.4	876.7	10.4%	64.3%	966.5	1 051.3	1 102.5	7.9%	66.2%	
Interest and rent on land	0.3	0.2	0.3	0.3	3.3%	-	0.3	0.3	0.3	1.4%	-	
Total payments	1 045.8	1 293.9	1 296.2	1 341.3	8.7%	100.0%	1 461.3	1 575.8	1 652.8	7.2%	100.0%	
Net cash flow from investing activities	(54.1)	(52.7)	(54.7)	(57.8)	2.2%	100.0%	(64.4)	(52.0)	(52.0)	-3.5%	100.0%	
Acquisition of property, plant, equipment and intangible assets	(49.3)	(48.9)	(53.0)	(55.1)	3.8%	94.0%	(61.5)	(49.0)	(49.0)	-3.8%	94.8%	
Acquisition of software and other intangible assets	(4.8)	(3.8)	(1.9)	(2.8)	-17.0%	6.1%	(2.9)	(3.0)	(3.0)	2.7%	5.2%	
Proceeds from the sale of property, plant, equipment and intangible assets	-	0.0	0.2	-	-	-0.1%	-	-	-	-	-	
Net cash flow from financing activities	0.1	0.1	0.2	-	-100.0%	-	-	-	-	-	-	
Borrowing activities	0.1	0.1	0.2	-	-100.0%	-	-	-	-	-	-	
Net increase/(decrease) in cash and cash equivalents	230.6	94.2	21.5	(128.9)	-182.4%	4.3%	5.1	9.6	23.8	-156.9%	100.0%	
Statement of financial position												
Carrying value of assets	238.3	270.0	291.1	296.8	7.6%	26.5%	305.6	313.5	320.2	2.6%	30.3%	
<i>of which:</i>												
<i>Acquisition of assets</i>	<i>(49.3)</i>	<i>(48.9)</i>	<i>(53.0)</i>	<i>(55.1)</i>	<i>3.8%</i>	<i>100.0%</i>	<i>(61.5)</i>	<i>(49.0)</i>	<i>(49.0)</i>	<i>-3.8%</i>	<i>100.0%</i>	
Investments	16.1	14.2	15.6	16.1	0.1%	1.5%	16.1	16.1	16.1	0.1%	1.6%	
Receivables and prepayments	65.8	61.9	129.2	87.8	10.1%	8.2%	89.0	85.7	89.2	0.5%	8.6%	
Cash and cash equivalents	601.0	695.6	719.7	590.8	-0.6%	62.9%	595.9	605.5	629.3	2.1%	59.4%	
Taxation	0.9	20.0	16.2	-	-100.0%	0.8%	-	-	-	-	-	
Total assets	922.1	1 061.7	1 171.8	991.6	2.5%	100.0%	1 006.6	1 020.7	1 054.7	2.1%	100.0%	
Accumulated surplus/(deficit)	420.7	426.8	434.3	295.0	-11.2%	38.2%	289.5	289.5	289.5	-0.6%	28.6%	
Deferred income	306.4	450.5	549.6	496.8	17.5%	43.2%	515.8	530.6	553.3	3.7%	51.4%	
Trade and other payables	175.5	162.9	166.5	156.5	-3.7%	16.1%	156.5	152.1	163.3	1.4%	15.4%	
Taxation	-	-	-	13.6	-	0.3%	14.9	15.5	15.5	4.6%	1.5%	
Provisions	19.5	21.6	21.4	29.7	15.0%	2.2%	29.9	33.1	33.1	3.7%	3.1%	
Total equity and liabilities	922.1	1 061.7	1 171.8	991.6	2.5%	100.0%	1 006.6	1 020.7	1 054.7	2.1%	100.0%	

Personnel information

Table 18.40 South African Medical Research Council personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average: salary level/ Total (%)		
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate												
		2022/23			2023/24			2024/25			2025/26			2026/27			2023/24 - 2026/27			
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost				
South African Medical Research Council		764	758	765	484.1	0.6	761	464.4	0.6	760	495.3	0.7	761	525.7	0.7	761	559.9	0.7	-	100.0%
Salary level																				
1 – 6	226	226	226	44.5	0.2	226	43.1	0.2	226	45.6	0.2	223	47.9	0.2	223	49.8	0.2	-0.4%	29.5%	
7 – 10	344	339	345	179.5	0.5	343	171.6	0.5	342	183.3	0.5	344	194.2	0.6	344	208.0	0.6	0.1%	45.1%	
11 – 12	99	98	99	102.6	1.0	97	96.3	1.0	97	103.0	1.1	99	110.4	1.1	99	118.5	1.2	0.7%	12.9%	
13 – 16	91	91	91	144.5	1.6	91	140.7	1.5	91	150.0	1.6	91	159.0	1.7	91	168.5	1.9	-	12.0%	
17 – 22	4	4	4	12.9	3.2	4	12.6	3.2	4	13.4	3.3	4	14.2	3.5	4	15.1	3.8	-	0.5%	

1. Rand million.

