

# Vote 10

## Department of Health

### Adjustment Budget Summary

**Table 10.1: Adjustment Budget Summary**

2016/17			
R thousand	Main appropriation	Adjusted appropriation	(Decrease) / Increase
<b>Amount to be appropriated</b>	<b>4 197 505</b>	<b>4 494 185</b>	<b>296 680</b>
<i>of which</i>			-
Current payments	3 552 257	3 784 383	232 126
Transfers and subsidies	131 872	131 872	-
Payments for capital assets	513 376	577 930	64 554
Payments for financial assets	-	-	-
<b>Direct Charge against the Provincial Fund</b>			
<b>Executing authority</b>	MEC: Department of Health		
<b>Accounting officer</b>	Deputy Director General : Department of Health		

### Aim

The aim of the Northern Cape Department of Health is to promote the health of the people of the Northern Cape, by providing quality health care, by means of the District Health System based on the Primary Health Care approach.

### Changes to programme purposes, objectives and measures

No changes to programme purposes, objectives and measures were recorded for the 2016/17 financial year.

## Adjustment Estimates of Provincial Expenditure 2016

Table 10.2: Adjusted Estimate of Provincial Expenditure

2016/17								
Programme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Administration	180,368	-	-	-	-	3,000	3,000	183,368
District Health Services	1,833,316	2,946	-	-	-	97,352	100,298	1,933,614
Emergency Medical Services	280,928	7,139	-	-	-	32,352	39,491	320,419
Provincial Hospital Services	322,190	-	-	-	-	29,869	29,869	352,059
Central Hospital Services	881,574	3,611	-	-	-	68,442	72,053	953,627
Health Sciences	126,300	-	-	-	-	6,260	6,260	132,560
Health Care Support Services	98,562	-	-	-	-	2,105	2,105	100,667
Health facilities Management	474,267	43,604	-	-	-	-	43,604	517,871
<b>Total</b>	<b>4,197,505</b>	<b>57,300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>239,380</b>	<b>296,680</b>	<b>4,494,185</b>
Economic classification	Additional appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
<b>Current payments</b>	<b>3,552,257</b>	<b>2,946</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>229,180</b>	<b>232,126</b>	<b>3,784,383</b>
Compensation of employees	2,273,017	-	-	-	-	-	-	2,273,017
Goods and services	1,279,240	2,946	-	-	-	229,180	232,126	1,511,366
Interest and rent on land	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>131,872</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>131,872</b>
Provinces and municipalities	9,739	-	-	-	-	-	-	9,739
Departmental agencies and	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	100,698	-	-	-	-	-	-	100,698
Households	21,435	-	-	-	-	-	-	21,435
<b>Payments for capital assets</b>	<b>513,376</b>	<b>54,354</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,200</b>	<b>64,554</b>	<b>577,930</b>
Buildings and other fixed structures	356,455	43,604	-	-	-	-	43,604	400,059
Machinery and equipment	156,921	10,750	-	-	-	10,200	20,950	177,871
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>4,197,505</b>	<b>57,300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>239,380</b>	<b>296,680</b>	<b>4,494,185</b>

An additional amount of R296.680 million has been provided to the department in the adjustment budget. Included in the additional amount is Rollovers of amounting R50.161 million and R7.139 million from 2015/16 financial year in respect of conditional grants and equitable share rollovers respectively.

An additional adjustment amounting to R239.380 million was provided as a once off allocation to reduce the amount of accruals in the department.

## Details of Adjustments to Estimate of Provincial Expenditure 2016

### Programme 1: Administration

**Table 10.2.1: Programme 1: Administration**

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Office of the MEC	10,133						-	10,133
Management	170,235					3,000	3,000	173,235
<b>Total</b>	<b>180,368</b>	-	-	-	-	3,000	3,000	<b>183,368</b>
Economic classification	Additional appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
<b>Current payments</b>	<b>178,298</b>	-	-	-	-	3,000	3,000	<b>181,298</b>
Compensation of employees	115,978						-	115,978
Goods and services	62,320					3,000	3,000	65,320
Interest and rent on land	-						-	-
<b>Transfers and subsidies to:</b>	<b>218</b>	-	-	-	-	-	-	<b>218</b>
Provinces and municipalities	-						-	-
Departmental agencies and	-						-	-
Universities and technikons	-						-	-
Foreign governments and international organisations	-						-	-
Public corporations and private enterprises	-						-	-
Non-profit institutions	116						-	116
Households	102						-	102
<b>Payments for capital assets</b>	<b>1,852</b>	-	-	-	-	-	-	<b>1,852</b>
Buildings and other fixed structures	-						-	-
Machinery and equipment	1,852						-	1,852
Heritage assets	-						-	-
Specialised military assets	-						-	-
Biological assets	-						-	-
Land and sub-soil assets	-						-	-
Software and other intangible	-						-	-
<b>Payments for financial assets</b>							-	-
<b>Total</b>	<b>180,368</b>	-	-	-	-	3,000	3,000	<b>183,368</b>

### Other Adjustments – R3 million

An amount of R3 million is allocated as a once off allocation to relieve budget pressure on contractual obligations on agency services.

## Programme 2: District Health Services

**Table 10.2.2: Programme 2: District Health Services**

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
District Management	135,623						-	135,623
Community Health Clinic Services	402,741					24,907	24,907	427,648
Community Health Centres	263,918					12,455	12,455	276,373
Community Based Services	-						-	-
Other Community Services	65,244						-	65,244
HIV & AIDS	456,570						-	456,570
Nutrition	4,430						-	4,430
Coroner Services	-						-	-
District Hospitals	504,790	2,946				59,990	62,936	567,726
<b>Total</b>	<b>1,833,316</b>	<b>2,946</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>97,352</b>	<b>100,298</b>	<b>1,933,614</b>
Economic classification	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
<b>Current payments</b>	<b>1,700,936</b>	<b>2,946</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>97,352</b>	<b>100,298</b>	<b>1,801,234</b>
Compensation of employees	1,039,165						-	1,039,165
Goods and services	661,771	2,946				97,352	100,298	762,069
Interest and rent on land	-						-	-
<b>Transfers and subsidies to:</b>	<b>114,651</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>114,651</b>
Provinces and municipalities	9,353						-	9,353
Departmental agencies and							-	-
Universities and technikons							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	99,867						-	99,867
Households	5,431						-	5,431
<b>Payments for capital assets</b>	<b>17,729</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,729</b>
Buildings and other fixed structures	-						-	-
Machinery and equipment	17,729						-	17,729
Heritage assets	-						-	-
Specialised military assets	-						-	-
Biological assets	-						-	-
Land and sub-soil assets	-						-	-
Software and other intangible	-						-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1,833,316</b>	<b>2,946</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>97,352</b>	<b>100,298</b>	<b>1,933,614</b>

### Rollovers – R2.946 million

Rollovers of R2.946 million were approved for the National Health Insurance Grant. These funds were committed for the procurement of various goods and services items in the 2015/16 financial year.

### Other Adjustments – R97.352 million

A further amount of R97.352 million as a once off allocation to relieve budget pressure as result of accruals on various items of goods and services which include medicine, medical supplies, laboratory services, operating leases and outsourced services on security, waste removal and medical services.

## Programme 3: Emergency Medical Services

**Table 10.2.3: Programme 3: Emergency Medical Services**

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Emergency Transport	278,289	7,139				32,352	39,491	317,780
Planned Patient Transport	2,639						-	2,639
<b>Total</b>	<b>280,928</b>	<b>7,139</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,352</b>	<b>39,491</b>	<b>320,419</b>
Economic classification	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
<b>Current payments</b>	<b>250,177</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,152</b>	<b>22,152</b>	<b>272,329</b>
Compensation of employees	172,468						-	172,468
Goods and services	77,709					22,152	22,152	99,861
Interest and rent on land	-						-	-
<b>Transfers and subsidies to:</b>	<b>386</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>386</b>
Provinces and municipalities	386						-	386
Departmental agencies and	-						-	-
Universities and technikons	-						-	-
Foreign governments and international organisations	-						-	-
Public corporations and private enterprises	-						-	-
Non-profit institutions	-						-	-
Households	-						-	-
<b>Payments for capital assets</b>	<b>30,365</b>	<b>7,139</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,200</b>	<b>17,339</b>	<b>47,704</b>
Buildings and other fixed structures	-						-	-
Machinery and equipment	30,365	7,139				10,200	17,339	47,704
Heritage assets	-						-	-
Specialised military assets	-						-	-
Biological assets	-						-	-
Land and sub-soil assets	-						-	-
Software and other intangible	-						-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>280,928</b>	<b>7,139</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,352</b>	<b>39,491</b>	<b>320,419</b>

### Rollovers – R7.139 million

An amount of R7.139 million was approved as the rollover from the 2015/16 financial year in respect of the procurement of emergency vehicles and conversion thereof.

### Other Adjustments – R32.352 million

An amount of R22.152 million was provided as a once off allocation to relieve budget pressure on petrol cards for ambulances, while a further R10.200 was allocated towards procurement of emergency vehicles and conversion thereof.

## Programme 4: Provincial Hospital Services

**Table 10.2.4: Programme 4: Provincial Hospital Services**

2016/17								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
General Hospitals	255,042					25,169	25,169	280,211
TB Hospitals	16,933					3,000	3,000	19,933
Psychiatric Hospitals	50,215					1,700	1,700	51,915
<b>Total</b>	<b>322,190</b>	-	-	-	-	<b>29,869</b>	<b>29,869</b>	<b>352,059</b>
Economic classification	Additional appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
<b>Current payments</b>	<b>320,933</b>	-	-	-	-	<b>29,869</b>	<b>29,869</b>	<b>350,802</b>
Compensation of employees	232,490						-	232,490
Goods and services	88,443					29,869	29,869	118,312
Interest and rent on land	-						-	-
<b>Transfers and subsidies to:</b>	<b>1,082</b>	-	-	-	-	-	-	<b>1,082</b>
Provinces and municipalities	-						-	-
Departmental agencies and	-						-	-
Universities and technikons	-						-	-
Foreign governments and international organisations	-						-	-
Public corporations and private enterprises	-						-	-
Non-profit institutions	-						-	-
Households	1,082						-	1,082
<b>Payments for capital assets</b>	<b>175</b>	-	-	-	-	-	-	<b>175</b>
Buildings and other fixed structures	-						-	-
Machinery and equipment	175						-	175
Heritage assets	-						-	-
Specialised military assets	-						-	-
Biological assets	-						-	-
Land and sub-soil assets	-						-	-
Software and other intangible	-						-	-
<b>Payments for financial assets</b>							-	-
<b>Total</b>	<b>322,190</b>	-	-	-	-	<b>29,869</b>	<b>29,869</b>	<b>352,059</b>

### Other Adjustments – R29.869 million

An amount of R29.869 million is allocated as a once off allocation to relieve budget pressure as a result of accruals on various items of goods and services which include medicine, operating leases, laboratory services, municipal services costs and outsourced services.

## Programme 5: Central Hospital Services

**Table 10.2.5: Programme 5: Central Hospital Services**

2016/17								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Provincial Tertiary Hospital Services	881,574	3,611				68,442	72,053	953,627
<b>Total</b>	<b>881,574</b>	<b>3,611</b>	<b>-</b>	<b>-</b>		<b>68,442</b>	<b>72,053</b>	<b>953,627</b>
Economic classification	Adjustment appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
<b>Current payments</b>	<b>853,188</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>68,442</b>	<b>68,442</b>	<b>921,630</b>
Compensation of employees	596,247						-	596,247
Goods and services	256,941					68,442	68,442	325,383
Interest and rent on land							-	-
<b>Transfers and subsidies to:</b>	<b>2,094</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,094</b>
Provinces and municipalities	-						-	-
Departmental agencies and	-						-	-
Universities and technikons	-						-	-
Foreign governments and international organisations	-						-	-
Public corporations and private enterprises	-						-	-
Non-profit institutions	715						-	715
Households	1,379						-	1,379
<b>Payments for capital assets</b>	<b>26,292</b>	<b>3,611</b>	<b>-</b>	<b>-</b>		<b>-</b>	<b>3,611</b>	<b>29,903</b>
Buildings and other fixed structures	-						-	-
Machinery and equipment	26,292	3,611					3,611	29,903
Heritage assets	-						-	-
Specialised military assets	-						-	-
Biological assets	-						-	-
Land and sub-soil assets	-						-	-
Software and other intangible	-						-	-
<b>Payments for financial assets</b>							<b>-</b>	<b>-</b>
<b>Total</b>	<b>881,574</b>	<b>3,611</b>	<b>-</b>	<b>-</b>		<b>68,442</b>	<b>72,053</b>	<b>953,627</b>

### Rollovers – R3.611 million

An amount of R3.611 million was approved as the roll over for the procurement of medical equipment which was committed during the 2015/16 financial year.

### Other adjustments – R68.442 million

An amount of R68.442 million is allocated as a once off allocation to relieve budget pressure as result of accruals on various items under goods and services in respect of medicine, operating leases, laboratory services, municipal services costs, agency and outsourced services including waste removal and medical services.

## Programme 6: Health Sciences

**Table 10.2.6: Programme 6: Health Sciences**

2016/17								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Nursing Training College	58,055					6,260	6,260	64,315
EMS Training College	4,256						-	4,256
Bursaries	24,942						-	24,942
Primary Health Care Training	1,505						-	1,505
Training Other	37,542						-	37,542
<b>Total</b>	<b>126,300</b>	-	-	-	-	<b>6,260</b>	<b>6,260</b>	<b>132,560</b>
Economic classification	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
<b>Current payments</b>	<b>111,347</b>	-	-	-	-	<b>6,260</b>	<b>6,260</b>	<b>117,607</b>
Compensation of employees	42,191						-	42,191
Goods and services	69,156					6,260	6,260	75,416
Interest and rent on land	-						-	-
<b>Transfers and subsidies to:</b>	<b>13,441</b>	-	-	-	-	-	-	<b>13,441</b>
Provinces and municipalities	-						-	-
Departmental agencies and	-						-	-
Universities and technikons	-						-	-
Foreign governments and international organisations	-						-	-
Public corporations and private enterprises	-						-	-
Non-profit institutions	-						-	-
Households	13,441						-	13,441
<b>Payments for capital assets</b>	<b>1,512</b>	-	-	-	-	-	-	<b>1,512</b>
Buildings and other fixed structures	-						-	-
Machinery and equipment	1,512						-	1,512
Heritage assets	-						-	-
Specialised military assets	-						-	-
Biological assets	-						-	-
Land and sub-soil assets	-						-	-
Software and other intangible	-						-	-
<b>Payments for financial assets</b>							-	-
<b>Total</b>	<b>126,300</b>	-	-	-	-	<b>6,260</b>	<b>6,260</b>	<b>132,560</b>

### Other Adjustments – R6.260 million

An amount of R6.260 million is allocated as a once off allocation to relieve budget pressure as results of accruals on various items of goods and services such as accommodation of nursing students and outsourced services including security services.



## Programme 7: Health Care Support Services

**Table 10.2.7: Programme 7: Health Care Support Services**

2016/17								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Laundry Services	7,127						-	7,127
Engineering	18,113						-	18,113
Forensic Services	33,584					1,055	1,055	34,639
Orthotic and Prosthetic Services	9,350						-	9,350
Medicine Trading Account	30,388					1,050	1,050	31,438
<b>Total</b>	<b>98,562</b>	-	-	-	-	<b>2,105</b>	<b>2,105</b>	<b>100,667</b>
Economic classification	Adjustment appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	Adjusted appropriation
<b>Current payments</b>	<b>95,268</b>	-	-	-	-	<b>2,105</b>	<b>2,105</b>	<b>97,373</b>
Compensation of employees	64,764						-	64,764
Goods and services	30,504					2,105	2,105	32,609
Interest and rent on land	-						-	-
<b>Transfers and subsidies to:</b>	-	-	-	-	-	-	-	-
Provinces and municipalities	-						-	-
Departmental agencies and	-						-	-
Universities and technikons	-						-	-
Foreign governments and international organisations	-						-	-
Public corporations and private enterprises	-						-	-
Non-profit institutions	-						-	-
Households	-						-	-
<b>Payments for capital assets</b>	<b>3,294</b>	-	-	-	-	-	-	<b>3,294</b>
Buildings and other fixed structures	-						-	-
Machinery and equipment	3,294						-	3,294
Heritage assets	-						-	-
Specialised military assets	-						-	-
Biological assets	-						-	-
Land and sub-soil assets	-						-	-
Software and other intangible	-						-	-
<b>Payments for financial assets</b>	-						-	-
<b>Total</b>	<b>98,562</b>	-	-	-	-	<b>2,105</b>	<b>2,105</b>	<b>100,667</b>

### Other adjustments – R2.105 million

An amount of R2.105 million is allocated as a once off allocation to relieve budget pressure as result of accruals on various items of goods and services which include outsourced services on security and waste removal services at medical depot and forensic mortuaries.

## Programme 8: Health Facilities Management

**Table 10.2.8: Programme 8: Health Facilities Management**

2016/17								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
District Health Services	351,404	43,604					43,604	395,008
Provincial Hospital Services	122,863					-	-	122,863
<b>Total</b>	<b>474,267</b>	<b>43,604</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,604</b>	<b>517,871</b>
Economic classification	Main appropriation	Adjustment appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
<b>Current payments</b>	<b>42,110</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>42,110</b>
Compensation of employees	9,714							9,714
Goods and services	32,396							32,396
Interest and rent on land	-							-
<b>Transfers and subsidies to:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-							-
Departmental agencies and	-							-
Universities and technikons	-							-
Foreign governments and international organisations	-							-
Public corporations and private enterprises	-							-
Non-profit institutions	-							-
Households	-							-
<b>Payments for capital assets</b>	<b>432,157</b>	<b>43,604</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,604</b>	<b>475,761</b>
Buildings and other fixed structures	356,455	43,604					43,604	400,059
Machinery and equipment	75,702							75,702
Heritage assets	-							-
Specialised military assets	-							-
Biological assets	-							-
Land and sub-soil assets	-							-
Software and other intangible	-							-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>474,267</b>	<b>43,604</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>43,604</b>	<b>517,871</b>

### Rollovers – R43.604 million

The roll over amounts of R42.318 million and R1.286 million were approved by national department of Health for the Health Facility Revitalisation Grant and Extended Public Works Programme (EPWP) Incentive Grant respectively to address the budget pressures experienced on ongoing infrastructure projects committed during the 2015/16 financial year.

### Virements and Shifts

No virements and shifts were envisaged for the period under review, due to budgetary pressures experienced in all programmes.

## Expenditure for 2015/16 and the preliminary expenditure for 2016/17

Table 10.4: Expenditure for 2015/16 and preliminary expenditure for 2016/17

Programme	2015/16					2016/17			
	Expenditure outcome					Preliminary expenditure			
R thousand	Adjusted appropriation	Apr 2015 - Sep 2015	Apr 2015 - Sep 2015 - percentage of adjusted appropriation	Apr 2015 - Mar 2016	Apr 2015 - Mar 2016 - percentage of adjusted appropriation	Adjusted appropriation	Apr 2016 - Sep 2016	Apr 2016 - Sep 2016 - percentage of adjusted appropriation	% change in Expenditure 2015/16 - 2016/17 Apr - Sep
Administration	178,684	116,379	65%	211,203	118%	183,368	127,876	70%	10%
District Health Services	1,701,174	869,882	51%	1,696,409	100%	1,933,614	923,739	48%	6%
Emergency Medical Services	305,754	153,377	50%	271,386	89%	320,419	140,810	44%	-8%
Provincial Hospital Services	304,577	183,797	60%	340,432	112%	352,059	205,983	59%	12%
Central Hospital Services	858,244	477,776	56%	879,335	102%	953,627	483,082	51%	1%
Health Sciences	124,514	53,072	43%	91,114	73%	132,560	88,794	67%	67%
Health Care Support Services	96,026	55,034	57%	119,767	125%	100,667	58,802	58%	7%
Health facilities Management	659,760	270,817	41%	558,619	85%	517,871	111,213	21%	-59%
<b>Total</b>	<b>4,228,733</b>	<b>2,180,134</b>	<b>52%</b>	<b>4,168,265</b>	<b>99%</b>	<b>4,494,185</b>	<b>2,140,299</b>	<b>48%</b>	<b>-2%</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>3,408,810</b>	<b>1,809,596</b>	<b>53%</b>	<b>3,470,721</b>	<b>102%</b>	<b>3,784,383</b>	<b>1,925,826</b>	<b>51%</b>	<b>6%</b>
Compensation of employees	2,151,775	1,065,670	50%	2,150,712	100%	2,275,122	1,162,711	51%	9%
Goods and services	1,257,035	742,462	59%	1,317,306	105%	1,509,261	761,180	50%	3%
Interest and rent on land	-	1,464	-	2,703	0%	-	1,935	0%	32%
<b>Transfers and subsidies to:</b>	<b>110,637</b>	<b>61,852</b>	<b>56%</b>	<b>114,288</b>	<b>103%</b>	<b>131,872</b>	<b>97,713</b>	<b>74%</b>	<b>58%</b>
Provinces and municipalities	9,247	5,184	56%	5,341	58%	9,739	169	2%	-97%
Departmental agencies and accounts	-	40	0%	-	-	-	29	0%	-100%
Universities and technikons	-	-	0%	-	0%	-	-	0%	0%
Foreign governments and international	-	-	0%	-	0%	-	-	0%	0%
Public corporations and private enterprises	-	-	0%	-	0%	-	-	0%	0%
Non-profit institutions	81,077	39,689	49%	85,948	106%	100,698	49,587	49%	25%
Households	20,313	16,939	83%	22,999	113%	21,435	47,928	224%	183%
<b>Payments for capital assets</b>	<b>709,286</b>	<b>308,686</b>	<b>44%</b>	<b>583,256</b>	<b>82%</b>	<b>577,930</b>	<b>116,760</b>	<b>20%</b>	<b>-62%</b>
Buildings and other fixed structures	516,397	245,586	48%	487,723	94%	400,059	91,129	23%	-63%
Machinery and equipment	192,889	62,431	32%	94,767	49%	177,871	25,617	14%	-59%
Heritage assets	-	-	0%	-	0%	-	-	0%	0%
Specialised military assets	-	-	0%	-	0%	-	-	0%	0%
Biological assets	-	-	0%	-	0%	-	-	0%	0%
Land and sub-soil assets	-	-	0%	-	0%	-	-	0%	0%
Software and other intangible assets	-	669	0%	766	0%	-	14	0%	-100%
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>-</b>	<b>0%</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>0%</b>
<b>Total</b>	<b>4,228,733</b>	<b>2,180,134</b>	<b>52%</b>	<b>4,168,265</b>	<b>99%</b>	<b>4,494,185</b>	<b>2,140,299</b>	<b>48%</b>	<b>-2%</b>

### Selected expenditure trend for the first half of the 2016/17 financial year

The expenditure in the first half of the 2016/17 financial year amounts to R2.140 billion or 48 per cent of the adjusted appropriation of R4.494 billion. The trend of expenditure to the end of the second quarter shows a decrease of 4 per cent when comparing with the mid-year expenditure of 2015/16 financial year.

#### Programme 1: Administration

Expenditure in programme 1 for the first half of the current financial year amounts to R127.876 million or 70 per cent of the adjusted budget of R183.368 million. This amount of expenditure is 5 per cent higher when compared to expenditure of the same period in 2015/16 financial year due to the impact of accruals.

#### Programme 2: District Health Services

Expenditure in programme 2 for the first half of the current financial year amounts to R923.739 million or 48 per cent of the adjusted budget of R1.933 billion. This amount of expenditure is 3 per cent lower when compared to expenditure of the same period in 2015/16 financial year. This is attributable to the additional funding allocated to reduce the amount of accruals within the programme.

### **Programme 3: Emergency Medical Services**

Expenditure in programme 3 for the first half of the current financial year amounts to R140.810 million or 44 per cent of the adjusted budget of R320.419 million. This amount of expenditure is 6 per cent lower when compared to expenditure of the same period in 2015/16 financial year. This is attributable to the additional funding allocated to relieve the impact of accruals.

### **Programme 4: Provincial Hospital Services**

Expenditure in programme 4 for the first half of the current financial year amounts to R205.983 million or 59 per cent of the adjusted budget of R352.059 million. This amount of expenditure is 1 per cent lower when compared to expenditure of the same period in 2015/16 financial year. This is attributable to the additional funding allocated to relieve the impact of accruals.

### **Programme 5: Central Hospital Services**

Expenditure in programme 5 for the first half of the current financial year amounts to R483.082 million or 51 per cent of the adjusted budget of R953.627 million. This amount of expenditure is 5 per cent lower when compared to expenditure of the same period in 2015/16 financial year. This is attributable to the additional funding allocated to relieve the impact of accruals.

### **Programme 6: Health Sciences**

Expenditure in programme 6 for the first half of the current financial year amounts to R88.794 million or 67 per cent of the adjusted budget of R132.560 million. This amount of expenditure is 24 per cent higher when compared to expenditure of the same period in 2015/16 financial year due to the payment of accruals relating to the Cuban Doctors programme which were only paid in the current year.

### **Programme 7: Health Care Support Services**

Expenditure in programme 7 for the first half of the current financial year amounts to R58.802 million or 58 per cent of the adjusted budget of R100.667 million. This amount of expenditure is 1 per cent higher when compared to expenditure of the same period in 2015/16 financial year.

### **Programme 8: Health Facilities Services**

Expenditure in programme 8 for the first half of the current financial year amounts to R111.213 million or 21 per cent of the adjusted budget of R517.871 million. This amount of expenditure is 20 per cent lower when compared to expenditure of the same period in 2015/16 financial year. This is due to delays in the implementation of certain infrastructure projects and non-payment of Kimberley Mental Hospital's contractors.

### **Expenditure analysis per economic classification**

#### ***Compensation of Employees***

The department has spent R1.162 billion or 51 per cent of the adjusted budget of R2.275 billion on the first six months of the current financial year. This amount of expenditure is 1 per cent higher when compared to expenditure of the same period in 2015/16 financial year. This is due to non-allocation of Improvements on Conditions of Service (ICS) shortfall to the department.

## *Goods and Services*

The department has spent R761.180 million or 50 per cent of the adjusted budget of R1.509 billion on the first six months of the current financial year. This amount of expenditure is 9 per cent lower when compared to expenditure of the same period in 2015/16 financial year. This is due to the once off allocation to relieve budget pressures resulting from the impact of accruals.

## *Transfers and Subsidies*

The department has spent R97.713 million or 74 per cent of the adjusted budget of R131.872 million on the first six months of the current financial year. This amount of expenditure is 18 per cent higher when compared to expenditure of the same period in 2015/16 financial year. This is attributable to unexpected personnel exits and payments of Cuban Doctors programme.

## *Payments for capital assets*

The department has spent R116.760 million or 20 per cent of the adjusted budget of R577.930 million at the end of first six months of the current financial year. The spending trend of expenditure is 24 per cent lower when compared to expenditure of the same period in 2015/16 financial year. This slow spending is mainly attributable to delays and slow implementation of certain infrastructure projects.

## **Departmental Receipts**

Table 10.5: Departmental Receipts

R thousand	Adjusted appropriation	2015/16				2016/17			
		Receipts Outcome				Preliminary Receipts			
		Apr 2015 - Sep 2015	Apr 2015 - Sep 2015 - percentage of adjusted estimate	Apr 2015 - Mar 2016	Apr 2015 - Mar 2016 - percentage of adjusted estimate	Budget estimate	Adjusted estimate	Apr 2016 - Sep 2016	Apr 2016 - Sep 2016 - percentage of adjusted estimate
Departmental Receipts	58 379	22 488	39%	45 038	77%	61 934	61 934	20 937	34%
Tax receipts	-	-	0%	-	0%	-	-	-	0%
Sales of goods and services other than capital assets	56 269	20 911	37%	40 681	72%	59 702	59 702	19 314	32%
<i>of which: Patient fees</i>	50 569	16 993	34%	36 344	72%	52 044	52 044	17 229	33%
Transfers received	-	-	0%	-	0%	-	-	-	0%
Fines, penalties and forfeits	-	-	0%	-	0%	-	-	-	0%
Interest, dividends and rent on land	-	-	0%	-	0%	-	-	69	0%
Sales of capital assets	2 110	1 002	47%	3 499	166%	2 232	2 232	1 068	48%
Financial transactions in assets and liabilities	-	575	0%	858	0%	-	-	486	0%
<b>Total</b>	<b>58 379</b>	<b>22 488</b>	<b>39%</b>	<b>45 038</b>	<b>77%</b>	<b>61 934</b>	<b>61 934</b>	<b>20 937</b>	<b>34%</b>

## **Main departmental revenue trends for the first half of 2016/17**

The revenue collected at the end of first six months of the financial year amounts to R20.937 million or 34 per cent of the adjusted revenue target of R61.934 million. This collection rate is lower when compared to 5 per cent previously collected in the same period during 2015/16 financial year. The revenue budget of the department remains unchanged for the 2016/17 financial year.

## Changes to transfers and subsidies and conditional grants

### Summary of changes to transfers and subsidies

Table 10.6: Summary of changes to transfers and subsidies

R thousand	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Other adjustments	Total adjustment appropriation	
<b>Programme number, name</b>							
<b>Economic sphere</b>							
<b>Current</b>	131 872	-	-	-	-	-	131 872
Provinces and municipalities	9 739	-	-	-	-	-	9 739
Departmental agencies and accounts	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-
Non-profit institutions	100 698	-	-	-	-	-	100 698
Households	21 435	-	-	-	-	-	21 435
<b>Total</b>	<b>131 872</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>131 872</b>

The budget allocation remains the same as the original budget.

### Summary of changes to Conditional Grants

Table 10.7: Summary of changes to conditional grants

R thousand	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Other adjustments	Total adjustment appropriation	
<b>Programme number, name</b>							
Comprehensive HIV and AIDS Grant	413,231	-	-	-	-	-	413,231
Health Facility Revitalisation Grant	472,267	42,318	-	-	-	42,318	514,585
Health Professions Training and Development Grant	81,815	-	-	-	-	-	81,815
National Tertiary Services Grant	318,661	3,611	-	-	-	3,611	322,272
National Health Insurance Grant	7,543	2,946	-	-	-	2,946	10,489
Extended Public Works Programme Incentive Grant	2,000	1,286	-	-	-	1,286	3,286
Social Sector Extended Public Works Programme Incentive Grant	15,230	-	-	-	-	-	15,230
Province							
<b>Total</b>	<b>1,310,747</b>	<b>50,161</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>50,161</b>	<b>1,360,908</b>

#### *Health Facility Revitalisation Grant – R42.318 million*

An amount of R42.318 million is allocated as roll over to fund on-going projects committed during the 2015/16 financial year.

#### *National Tertiary Services Grant – R3.611 million*

An amount of R3.611 million is allocated as roll over to fund the commitments from 2015/16 financial year in respect of procurement of medical equipment, office furniture and other capital assets used to provide tertiary services.

***National Health Insurance Grant – R2.946 million***

An amount of R2.946 million is allocated as roll over to fund the commitments from 2015/16 financial year in respect of procurement of various items of goods and services.

***Extended Public Works Programme (EPWP) Incentive Grant– R1.286 million***

An amount of R1.286 million is allocated as roll over to fund the commitments from 2015/16 financial year in respect of construction of internal roads at Griekwastad Community Health Centre (CHC).