

# VOTE 7

## Health

Operational budget	R53 794 793 757
MEC remuneration	R 2 098 243
Total amount to be appropriated	R53 796 892 000
Responsible MEC	MEC for Health
Administering department	Health
Accounting officer	Head: Health

### 1. Overview

#### Vision

The vision of the Department of Health (DOH) is: *Optimal health for all persons in KZN.*

#### Mission

The department's mission is: *To develop and implement a sustainable, co-ordinated, integrated and comprehensive health system at all levels, based on the primary health care approach through the District Health System, to ensure universal access to health care.*

#### Strategic outcomes

The impact and outcomes of the department are as follows:

- Impact: Increased life expectancy.
- Outcome: Universal health coverage.
- Outcome: Improved client experience of care.
- Outcome: Reduced morbidity and mortality.

#### Core functions

The main purpose of the department is to develop and implement a sustainable, co-ordinated, integrated and comprehensive health system based on the primary health care (PHC) approach, which encompasses promotive, curative, rehabilitative, supportive and palliative care. This is guided by the principles of accessibility, equity, quality and efficiency, sustainability, community participation, appropriate technology, and inter-governmental and inter-sectoral collaboration.

The department provides health services, primarily to the uninsured population of KZN. According to StatsSA mid-year estimates (2022), 10.5 per cent of the KZN population are members of medical aid schemes. This translates to 1 239 155 people who are members of medical aid schemes and 10 562 318 (89.5 per cent) who are not members of medical aid schemes. In addition, the department provides central health services to people beyond provincial boundaries. The main categories of health services provided are as follows:

##### *Primary health care services*

PHC services are rendered at community/household level by community outreach teams and mobile clinics and in fixed clinics and community health centres (CHC). Services include health promotion and prevention, screening and early detection of health conditions or risk factors, referral and curative and rehabilitative services.

### ***Hospital services***

District hospitals render hospital services at a general practitioner level, while provincial hospitals render hospital services at a specialist level. District hospitals provide clinical outreach services to PHC clinics. Specialised hospitals render specialised hospital services for patients with tuberculosis (TB), psychiatric illnesses and those patients requiring long-term or chronic step-down/rehabilitative care. Tertiary and central hospitals render tertiary, central and quaternary hospital services at specialist level. Tertiary and central hospitals also provide clinical outreach services to provincial and district hospitals and participate in research to improve evidence-based practice.

### ***Forensic pathology services***

This category renders specialised forensic and medico-legal services including establishing the circumstances and causes surrounding unnatural death, ensuring the integrity of forensic evidence and providing Inspector of Anatomy Services.

### ***Emergency medical services***

This category renders emergency care for trauma patients including patients from road traffic accidents, and provides emergency transport for emergency medical and obstetric patients. Planned patient transport is provided for inter-hospital transfer, while indigent patients are transported between clinics and hospitals.

### **Legislative mandate**

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

- The Constitution of the Republic of South Africa, 1996
- Public Service Act, 1994, as amended
- Public Finance Management Act, 1999, as amended and Treasury Regulations
- National Health Act, 2003 (Act No. 61 of 2003)
- Medicines and Related Substances Act, 1965 (Act No. 101 of 1965)
- Hazardous Substances Act, 1973 (Act No. 15 of 1973)
- Occupational Diseases in Mines and Works Act, 1973 (Act No. 78 of 1973)
- Pharmacy Act, 1974 (Act No. 53 of 1974)
- Health Professions Act, 1974 (Act No. 56 of 1974)
- Dental Technicians Act, 1979 (Act No. 19 of 1979)
- Allied Health Professions Act, 1982 (Act No. 63 of 1982)
- SA Medical Research Council Act, 1991 (Act No. 58 of 1991)
- Academic Health Centres Act, 86 of 1993
- Choice on Termination of Pregnancy Act, 1996 (Act No. 92 of 1996)
- Sterilisation Act, 1998 (Act No. 44 of 1998)
- Medical Schemes Act, 1998 (Act No. 131 of 1998)
- Council for Medical Schemes Levy Act, 2000 (Act 58 of 2000)
- Tobacco Products Control Amendment Act, 1999 (Act No. 12 of 1999)
- Mental Health Care Act, 2002 (Act No. 17 of 2002)
- National Health Laboratory Service Act, 2000 (Act No. 37 of 2000)
- Nursing Act, 2005 (Act No. 33 of 2005)
- Higher Education Act, 1997 (Act No. 101 of 1997)
- National Qualifications Act, 2008 (Act No. 67 of 2008)
- Traditional Health Practitioners Act, 2007 (Act No. 22 of 2007)
- Foodstuffs, Cosmetics and Disinfectants Act, 1972 (Act No. 54 of 1972)
- KZN Health Act, 2009 (Act No. 1 of 2009) and Regulations

- Skills Development Act (Act No. 97 of 1998)
- Preferential Procurement Policy Framework Act (PPPFA), 2000 and revised regulations dated 16 January 2023
- Protection of Personal Information Act, 2013 (Act No. 4 of 2013)

### **Aligning the department's budget to achieve government's prescribed outcomes**

In terms of the NDP, the department contributes towards priority 3: Education, skills and health. In line with this priority, the department's main interventions are:

- The expansion of Universal Health Coverage (UHC) preparedness in all 10 districts, plus the Metro.
- The roll-out of a quality health improvement programme in public health facilities to ensure that they meet the quality standards required for certification and accreditation for the National Health Insurance (NHI).
- Mitigating the risks related to medical litigation *via* improved quality of PHC services through expansion of the Ideal Clinic programme.
- Implementing an HR strategy 2030 and HR plan 2020/21 to 2024/25 to address the human resources requirements, including filling critical vacant posts for full implementation of universal healthcare.

Prevention strategies assist to save costs on treating clients, as the latter is a less cost effective way to provide healthcare. Prevention strategies to be intensified include screening and testing for HIV, TB, chronic diseases, cervical and breast cancers, as well as condom distribution. The department will conduct deliberations on the contributions of the PHC approach to UHC to formulate key cluster commitments to UHC through PHC.

The department's Strategic Plan is aligned to the NDP, through the PGDS, and also aligned to the revised MTSF. The strategic objectives are aligned to its goals and have been incorporated into the APP to ensure strategic alignment.

## **2. Review of the 2023/24 financial year**

Section 2 provides a review of 2023/24 outlining the main achievements and progress made by the department, as well as providing a brief discussion on the challenges and new developments.

### ***Programme 1: Administration***

The department planned to roll-out the eHealth system at 47 hospitals out of 69, including Greys, Queen Nandi Memorial and Ngwelezane Hospitals, among others. By the end of the third quarter, 18 hospitals were fully implementing the eHealth system. Connectivity challenges remain the main reason for failure to implement the system in all hospitals. All remaining hospitals are work-in-progress. To address these issues, the department will continue with network upgrades and provision of hardware and additional resources.

In terms of the medico-legal unit and addressing the issue of reducing medico-legal claims, three centres of excellence, namely Greys Hospital, supported by the Pietermaritzburg (PMB) Assessment and Therapy Centre, King Edward VIII Hospital, supported by the KZN Children's Hospital and the Phoenix Assessment and Therapy Centre, as well as the Queen Nandi Memorial Hospital, supported by the Ngwelezane Hospital, are functional. Currently, implementation is limited due to a lack of accommodation to support therapy, with Mother's lodges not fully equipped/provisioned, but the department notes that this situation will improve once it is able to address these issues for block therapy in Greys Hospital and the KZN Children's Hospital, as well as some facilities that are not part of the centres of excellence. The department is considering offering services in the Ugu, iLembe and uThukela Districts. The above-mentioned seven facilities were consolidated into three functional sites, each with either primary or secondary functions. Each site developed a clinical services plan for persons with cerebral palsy. The department was hopeful that a court case set for October 2023 would result in referrals to the centres of excellence, which would reduce claim values significantly. However, the case was postponed,

which will delay the hoped for reduction in claim values. It is noted that the Eastern Cape DOH was recently successful in a similar case, and developments in this regard are still being assessed.

Although the department finalised the minimum staff establishment plan aimed at addressing critical staff shortages at identified facilities, implementation has been a challenge as the department has insufficient funding at this stage to implement the finalised plan. The funding challenge is compounded by the ongoing absorption of temporary Covid-19 staff into permanent employment.

The department planned to increase the number of general practitioners contracted in KZN *via* the NHI grant from 119 in 2022/23 to 130 in 2023/24. At the end of the third quarter, 112 general practitioners were contracted. The increase in general practitioners contracted assists to increase access to medical care, improve the quality of care at public health facilities and reduce the relative cost of health care.

#### ***Programme 2: District Health Services***

This programme exists to render PHC and district hospital services. Other services include a nurse driven PHC service at 608 clinics (including 169 mobile clinics), TB/HIV and AIDS services, maternal child and women's health, as well as coroner services. Most of the targets in this programme are in comparison to 2022/23 achievements. Some of the targets included:

- Implement a scale-up plan to increase PHC facilities that obtain the Ideal Clinic Realisation and Maintenance status, with a target of 100 per cent of clinics achieving ideal clinic status by 2024. By the end of the third quarter, the ideal clinic status is 96 per cent (582/608). The development and implementation of a KZN Standard Operating Procedure (SOP) for ideal clinic assessments by the task team improved performance.
- The original target was to increase the number of clients on ARV treatment from 1 564 327 to 1 701 031 in 2023/24. By the end of the third quarter, this target was not achieved due to high losses to follow-up, especially in the first six months of treatment initiation. To mitigate this, the department accelerated the implementation of the community anti-retroviral ARV programme and Welcome Back strategy to improve retention in care. Currently, the department has enrolled 1 558 890 clients on ARV treatment.
- The department continued investigating the rationalisation of services in district and specialised hospitals, particularly where there is a trend of low bed-occupancy rates and low demand for services. This exercise is ongoing. To date, the department has made progress on the rationalisation process in the following institutions:
  - Richmond Hospital was redesignated from a specialised TB hospital to a district hospital.
  - Thulasizwe Hospital, which was a specialised TB hospital, was merged with Ceza Hospital, which is a district hospital.
  - St Francis Hospital, which was a specialised psychiatric hospital, was merged with Nkonjeni Hospital which is a district hospital.
  - St Aidan's Hospital, which was a regional hospital, was merged with King Edward VIII Hospital which is a tertiary hospital.
  - St Margaret's Hospital was redesignated from a specialised TB hospital to a CHC.
  - Clairwood Hospital was redesignated from a chronic step-down hospital to a district hospital.
  - Charles James Hospital, which was a specialised TB hospital, was decommissioned.
  - Don McKenzie Hospital, which was a specialised TB hospital, was decommissioned.

#### ***Programme 3: Emergency Medical Services (EMS)***

The department planned to increase the average number of daily operational ambulances from 179 by mid-year of 2022/23 to 200 by 31 March 2024. By the end of the third quarter, the number of daily operational ambulances was 158, with budget cuts resulting in the target being under-achieved. Various resource constraints remain the key challenge impacting the expansion of EMS. These include human resources, vehicles (specifically operational ambulances), base infrastructure, budget constraints, etc.

**Programme 4: Provincial Hospital Services (regionalised and specialised)**

This programme delivers hospital services at general specialist level, including specialised rehabilitation services, as well as a platform for training health professionals and research. There are 12 regional hospitals, three specialised TB hospitals, five specialised psychiatric hospitals and one chronic/sub-acute hospital in KZN. The department had 1 332 119 in-patient days at an average length of stay of 6.7 days in regional hospitals at the end of the third quarter of 2023/24.

Initially, four hospitals were identified to offer decentralised haemodialysis with four dialysis beds each, namely General Justice Gizenga Mpanza, Madadeni, Harry Gwala and Port Shepstone Hospitals. Infrastructure assessments were done at all of these hospitals. A haemodialysis contract with a service provider was concluded and meetings were held between the service provider and the hospitals regarding commencement of services. The programme has since gained momentum in that, in addition to the four initially identified hospitals, two further hospitals, namely Dr Pixley ka Isaka Seme Memorial Hospital (PKISMH) and Ladysmith Hospital were added into the project. All of the identified hospitals have a qualified nephrology trained specialist onsite.

PKISMH is currently operational and was officially opened by President Cyril Ramaphosa on 24 November 2023. All services were commissioned with the exception of obstetrics, gynaecology and paediatric services, as the department is currently finalising the procurement of outstanding equipment. The appointment of staff for these remaining disciplines (obstetrics, gynaecology and paediatric services) is in the process of being approved by the HOD.

**Programme 5: Central Hospital Services**

This programme provides tertiary and highly specialised medical health and quaternary services on a national basis and serves as a platform for the training of health workers and research. There are three tertiary hospitals (Greys, King Edward VIII and Ngwelezane Hospitals) and one central hospital, namely the Inkosi Albert Luthuli Central Hospital (IALCH). The PPP contract agreement with the Impilo Consortium (RF) (Pty) Ltd at IALCH became effective in February 2002. It had a 15-year term and included an option for the department to extend the agreement for a period ranging from 6 to 12 months. The project agreement has been extended by the following periods:

- 36 months (1 February 2017 – 31 January 2020).
- 18 months (1 February 2020 – 31 July 2021).
- 18 months plus six months transition period (1 August 2021 – 31 July 2023).
- Seven months (1 August 2023 – 29 February 2024).

The plan for this PPP beyond February 2024 is outlined in Section 3.

**Programme 6: Health Sciences and Training**

Programme 6 renders training and development opportunities for current and potential employees of the department. The department is unable to report on the bursaries awarded to first-year nursing students or internal employees as awards will be made in the fourth quarter of 2023/24, thus no bursaries were awarded by the end of the third quarter. It is anticipated that set targets will be met. The following are reports on the remaining targets for 2023/24:

- The department is accredited by the Health Professions Council of South Africa (HPCSA) for 1 170 medical intern posts. These posts are funded through the equitable share (646 posts) and the Human Resources (HR) and Training grant (524 posts). The department was also allocated 1 081 community service personnel in various categories, such as medical, pharmaceutical, physiotherapists, clinical psychology, professional nurses, speech therapists, occupational therapists, dietitians and radiographers. All community service personnel are paid through the equitable share. Also, 180 pharmacy interns and 30 clinical psychology posts are funded through the equitable share.
- In total, 28 students who were trained in Cuba, qualified to be placed as medical interns in January 2023 in various hospitals, including hospitals outside the province. The target was met as all students were placed by the first quarter of 2023/24. There are currently five students who are still studying in Cuba. In total, there are 158 Cuban doctors' programme students who are currently performing their medical internship in and outside the province.

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

This programme houses a number of centralised services, including the Provincial Pharmaceutical Supply Depot (PPSD), which manages the supply of pharmaceuticals and medical sundries, the provision of laundry services, as well as the provision of specialised orthotic and prosthetic services. The programme sought to fit 60 per cent of clients needing orthotics and 60 per cent of clients needing prosthetics in 2023/24. The indicator is demand driven so it is difficult to predict with absolute certainty the actual numbers that will be fitted. By the end of the third quarter, 59 per cent of prosthetics were fitted and 65 per cent of orthotics were fitted. The target for fitted prosthetics was not met due to budgetary constraints, however the target for fitted orthotics was exceeded.

The Covid-19 vaccination programme was reviewed and integrated into routine health services as from January 2023. Staff responsible for the Covid-19 vaccination were also relocated to facilities and outreach programmes to strengthen provision of preventive, promotive healthcare services, and comprehensive health services. The province started vaccination of the 5 to 11 year-olds at risk of severe Covid disease. The eligible age group receives two doses of the Comirnaty Paediatric Vaccine given with a minimum interval of 21 days. KZN is leading in the country with the 5 to 11 year-old vaccinations. The province has, as of 28 January 2024, vaccinated as follows:

- 1st dose: 2 578
- 2nd dose: 1 063

The 5 to 11 year-old vaccination programme will continue until 30 June 2024, or as directed by the National Department of Health (NDOH).

***Programme 8: Health Facilities Management***

This programme performs facilities management of clinics, CHCs, district hospitals, EMS facilities, provincial hospitals, central and tertiary hospitals, as well as all other buildings and structures.

Various targets were set for 2023/24, including the following:

- The plans to create 2 500 jobs maintaining grounds and gardens through the EPWP by March 2024 were achieved by mid-year, as the department created 2 883 jobs, already exceeding the annual target. These jobs are funded from both the EPWP Integrated Grant for Provinces and the equitable share.
- The department completed 57 capital infrastructure projects, exceeding the target of 41 planned, due to the introduction of the NHI compliance clinic maintenance and upgrading programme. This was decided in-year by the department due to savings on a number of capital projects that were proceeding slower than expected.
- PKISMH was the only project implemented under the new and replacement projects category. By the end of the third quarter, 247 beds were commissioned to provide medical, critical care, pharmacy, orthopaedics, surgical services, mental outpatient, dental, radiological outpatient services and four theatres.
- The department planned to monitor access to health services by mapping the percentage of the population within a 5-kilometre radius of a health service. The department planned to expand on the calculation using the outreach services (mobile clinics) and not just fixed clinics. The mapping of the facility catchment population of public health fixed and mobile clinics, as well as Thusong Centres, as per the Web District Health Information System was done. This exercise revealed that 85.9 per cent of the population was within a 5-kilometre radius of these services. It must be noted that there still is no national standard/norm/definition on how to calculate this indicator.
- The commitment to build a new tertiary hospital in the northern parts of the province in Empangeni continued, with the draft business case being reviewed through the Provincial Treasury Infrastructure Crack Team. At this stage, only long-term planning is underway, with the budget for the construction and operationalisation of this hospital yet to be determined.

### 3. Outlook for the 2024/25 financial year

Section 3 looks at the key focus areas of 2024/25, outlining what the department is hoping to achieve, as well as briefly looking at the challenges facing the department, and proposed new developments. The bulk of the department's budget allocation is for the delivery of PHC services to the approximately 89.5 per cent uninsured population of KZN. The main services rendered at this level include preventive, promotive, screening and referral services for communicable and non-communicable services at community level, and preventive, promotive, screening, referral, rehabilitative, curative and EMS delivered through fixed clinics, CHCs and district hospitals. In 2024/25, the department will focus on the following priorities to further improve service delivery and health outcomes:

#### ***Programme 1: Administration***

The department aims for 30 out of 69 hospitals, inclusive of the 18 done in 2023/24, to access the eHealth system by the end of 2024/25. The connectivity to these hospitals is planned for completion by the end of March 2025. The eHealth system helps to ultimately reduce patient waiting times, address the challenge of missing and damaged patient files and also improve the department's ability to defend itself against medico-legal claims.

In terms of the provisions of the DPSA Regulation 10.4.1, which provides that where the HR Plan expires in an election year, the Executive Authority shall submit the HR Plan by the 31st of August. The department's MTEF HR Plan, as prescribed by the DPSA, will thus be developed and submitted by 31 August 2024.

The department plans to increase the number of general practitioners contracted in the province *via* the NHI grant from 119 in 2022/23 to 120 in 2024/25, with fiscal consolidation cuts to the NHI grant impacting on the number to be targeted. The increase in general practitioners contracted assists to reduce the relative cost of health care and increases access to medical professionals in needy communities.

#### ***Programme 2: District Health Services***

This programme exists to render PHC and district hospital services. Services offered include nutrition, maternal child and woman's health, TB/HIV and AIDS, as well as district coronary services. These services are offered in 180 mobile clinics, 588 fixed clinics, 23 CHCs and 39 district hospitals across KZN. Some of the targets include:

- Implementing a scale-up plan to increase PHC facilities that obtain the Ideal Clinic Realisation and Maintenance status, with a target of 95 per cent of clinics achieving ideal clinic status by 2025. The target in 2023/24 is 100 per cent, but budget constraints make this unachievable. An ideal clinic is defined as a clinic with good infrastructure, adequate staff, adequate medicine and supplies, good administrative processes and sufficient adequate bulk supplies, among a number of other measures.
- Increasing the number of clients on ARV treatment from 1 558 890 as at the end of December 2023 to 1 677 836 in 2024/25.

#### ***Programme 3: Emergency Medical Services (EMS)***

There are various factors that impact on the number of operational ambulances available, including issues around staffing and vehicle maintenance. The department is exploring different shift systems to reduce the compulsory (commuted) overtime paid to all staff, which will, in turn, increase the available budget for actual overtime performed. The department plans to increase the average number of daily operational ambulances from 158 by mid-year of 2023/24 to 180 by 31 March 2025.

#### ***Programme 4: Provincial Hospital Services (regionalised and specialised)***

This programme delivers hospital services at general specialist level, including specialised rehabilitation services, as well as a platform for training health professionals and research. There are 13 regional hospitals, four specialised TB hospitals, six specialised psychiatric hospitals and two chronic/sub-acute hospitals within KZN as at December 2023. The department will, in 2024/25:

- Continue with the transfer of patients with intellectual disabilities from Ekuhlengeni Psychiatric Hospital in Amanzimtoti to uMngeni Hospital in Howick. While infrastructure refurbishments were finalised at the uMngeni Hospital and ward renovations to accommodate these patients were done,

resourcing processes are still in progress in that HR and equipment costing of resources has been submitted to the HOD and is being considered for 2024/25.

- Conduct an infrastructure assessment and develop recommendations on the package of service for Doris Goodwin Hospital. Doris Goodwin Hospital is currently designated as a TB Specialised Hospital and has been included in the provincial rationalisation plan due to its continued low utilisation rate. In order to maximise its use, the department considered that this hospital be merged with Harry Gwala Regional Hospital. Currently, the two hospitals are already functioning collaboratively, with Harry Gwala stepping down some of its patients to Doris Goodwin. The infrastructure of Doris Goodwin needs to be assessed to look at other services that can be provided in this hospital according to clinical services needs even beyond those of Harry Gwala Regional Hospital.
- Review the organisational HR structure of the Hillcrest Hospital, which is currently designated as a chronic rehabilitation hospital. Approval was granted to review the package of service for this hospital towards its redesignation as a provincial physical rehabilitation hospital, which will provide short to medium-term rehabilitation to patients to prevent permanent disability and to improve the quality of life. In 2024/25, a review of the organisational HR structure of the Hillcrest Hospital will be done to ensure that, as a rehabilitation hospital, the hospital is equipped with appropriate professionals for this purpose.
- Continue work on policies relating to hospital services, including the referral policy and the clinical outreach framework policy
- PKISMH was commissioned with regard to most services, except obstetrics, gynaecology and paediatrics, which are still provided at Mahatma Gandhi Hospital. Costing for commissioning the outstanding services was concluded and services will be commissioned when budget is available, and this is unlikely to occur in 2024/25.

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

This programme provides tertiary and highly specialised medical health and quaternary services on a national basis and serves as a platform for the training of health workers and research. There are three tertiary hospitals (Greys, King Edward VIII and Ngwelezane Hospitals) and one central hospital in KZN, namely IALCH.

The department will continue to strengthen oncology services in the northern parts of the province at Ngwelezane Hospital. Chemotherapy services will be commissioned at the hospital, an Oncology Services Unit HR structure will be drawn up and an Oncology Services Unit business case will be concluded and submitted for approval to the NDOH.

The PPP agreement with Impilo Consortium (RF) (Pty) Ltd at IALCH was further extended from 1 August 2023 to 29 February 2024. The department is in the final stages of the negotiations with the preferred bidder for the new 12-year PPP agreement, which is planned to commence on 1 June 2024. The procurement process was proceeding well, but has since experienced a three-month delay, and the department now envisages to apply for Treasury Approval III (TA III) by March 2024 and to reach financial closure on the old agreement by 30 May 2024. However, as the current extension contract terminates on 29 February 2024, the department will have to make alternative arrangements to extend the existing contract for the months of March, April and May 2024 to ensure sufficient time to reach financial closure and to ensure long-term continuation of services at the IALCH.

#### ***Programme 6: Health Sciences and Training***

This programme renders training and development opportunities for current and potential employees of the department. The following are some of the targets for 2024/25:

- Award 120 new bursaries to first-year nursing students.
- The accreditation process for the KZN College of Nursing (KZNCN) for Post Graduate Diplomas is at an advanced stage with the South African Nursing Council and Council on Higher Education.



- 40 officials will be trained at the EMS College based at McCord Campus for a higher education programme in the Higher Certificate in Emergency Medical Care, which is a one-year programme.
- The department will award 480 bursaries in the 2024 academic year to internal employees to study various qualifications. This is to afford internal employees an opportunity for skills development in order to enhance career pathing through the improvement of their current qualifications and to improve employee performance.
- The department is accredited by the HPCSA for 1 170 medical intern posts and these posts are funded through equitable share funds (646 posts) and through the HR and Training grant (524 posts). The department has been allocated 1 081 community service personnel in the various categories and this is fully funded *via* the equitable share, such as medical, pharmaceutical, clinical psychology, professional nurses, speech therapists, audiologists, physiotherapists, occupational therapists, radiographers and dieticians. In addition, 180 pharmacy interns and 30 clinical psychology posts are funded through the equitable share.
- With respect to the Cuban doctors' programme, currently, there are five students studying in Cuba, with three expected to complete their studies in July 2024. NDOH is yet to indicate to provinces if they can start recruitment for further students to study in Cuba in the 2024 academic year.

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

This programme houses a number of centralised services, including the PPSD, which manages the supply of pharmaceuticals and medical sundries, the provision of laundry services, as well as the provision of specialised orthotic and prosthetic services. The department seeks to fit 40 per cent of clients needing orthotics and 40 per cent of clients needing prosthetics in 2024/25. The budget was cut in 2023/24, however, the department was able to procure goods at a far reduced rate to meet the targets in 2023/24. This is unlikely to be repeated in 2024/25, hence the lower targets set. The department's orthotics and prosthetics programme will continue to conduct outreach clinics each month. The services will be rationalised to once every two months in certain clinics where there is low demand for services, to yield savings in travelling costs.

Vaccination against Covid-19 will continue to be part of the routine vaccination programme.

#### ***Programme 8: Health Facilities Management***

This programme performs facilities management of CHCs, district hospitals, EMS facilities, provincial hospitals, central and tertiary hospitals, as well as all other buildings and structures. Over the 2024/25 MTEF, the department will continue to improve its existing infrastructure assets, with ongoing projects including, among others:

- Install replacement perimeter fences at clinics and hospitals across the province, including Ekhombe, Kwa Magwaza and Emmaus Hospitals and their attached clinics, among many others. The fencing project is relatively new, with completion expected in 2024/25.
- Complete the installation of new/replacement standby generator sets across all districts, mainly at clinics. This is an ongoing project which has been running for a number of years, with completion expected in 2024/25.
- Continue the asbestos and other dilapidated roof replacement programme, at a number of clinics across most districts. This is an ongoing project which has been running for a number of years, with completion expected in 2025/26.
- The commitment to build a new tertiary hospital in the north part of the province in Empangeni will make progress in the department is working with National Treasury and NDOH to solicit a funding strategy for the new hospital. At this stage, only long-term planning is underway, with the budget for the construction and operationalisation of this hospital yet to be determined.

The department continued its approach to decentralise its infrastructure operations, which commenced in 2022/23, and three infrastructure management hubs were established in eThekwin, uMgungundlovu and Empangeni. The eThekwin and uMgungundlovu Hubs are sufficiently operational, while resourcing of the Empangeni Hub was planned for completion in 2023/24 but, due to budget constraints, is now

anticipated to be completed in 2024/25. There are ongoing discussions with Eskom to exempt certain hospitals from load shedding. Load shedding impacts on critical engineering equipment, thereby resulting in increased diesel costs and costly breakdowns. There is also a legal process nationally in this regard and the final outcome is still awaited.

#### **4. Reprioritisation**

In the preparation of the 2024/25 MTEF budget, the department undertook comprehensive reprioritisation affecting most programmes, with the main movements being the following:

- R352.379 million and R368.065 million was reprioritised in 2024/25 and 2025/26, respectively, from Programme 2: District Health Services, mainly to Programme 4: Provincial Hospital Services and Programme 5: Central Hospital Services to address the absorption of former Covid-19 staff, originally employed under Programme 2 but now moved to Programmes 4 and 5. This movement was within *Compensation of employees*.
- R50.883 million and R101.144 million was reprioritised mainly from *Machinery and equipment* in 2024/25 and 2025/26, respectively, due to enforced savings in respect of non-medical equipment. This funding was reprioritised to *Goods and services* to address medicines and medical supplies, which were under-funded as a result of the carry-through of the 2021/22 MTEF budget cuts. This affected Programmes 1, 2, 4, 5 and 6
- In 2025/26, R100.014 million was reprioritised from *Goods and services*, within Programme 2, with the bulk moved to address *Compensation of employees* pressures related to unfunded existing staff.

The department is continuing to investigate the rationalisation of services in hospitals across the province, particularly where there is a trend of low bed-occupancy rates and low demand for services. As savings are identified from this ongoing investigation, the department will reprioritise funding in-year to areas of pressure that have arisen due to historic and recent budget cuts.

#### **5. Procurement**

The department made provision in its procurement plan for a number of major purchases, including:

- Medicines, National Health Laboratory Services (NHLS), medical supplies and property payments. National contracts are used for medicines and some medical supplies.
- An ongoing item of procurement is for capital infrastructure (including medical equipment) with the continuation of major building projects being funded, such as the construction of the new Multi Drug Resistant (MDR) TB unit at Osindisweni Hospital, the renovations at Addington and Greys Hospitals, as well as the construction of new mental health units at Port Shepstone and General Justice Gizenga Mpanza Hospitals. The department is also undertaking the ongoing removal of asbestos roofs and replacement of generators in various districts.
- The department will procure *Machinery and equipment* in the form of replacement vehicles, ambulances, as well as medical equipment, such as ventilators, anaesthetic machines, X-ray machines and CT scanners. The department has also budgeted to procure non-medical equipment, such as trolleys, patient beds, etc.

Note that the department has developed their own policy for procurement in line with the PPPFA and the revised regulations, as promulgated on 16 January 2023.

#### **6. Receipts and financing**

##### **6.1 Summary of receipts and financing**

Table 7.1 gives the source of funding for Vote 7 over the seven-year period 2020/21 to 2026/27. The table also compares actual and budgeted receipts against actual and budgeted payments, as discussed below.

Table 7.1 : Summary of receipts

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
Equitable share	35 957 584	38 591 432	39 647 953	39 216 821	40 676 717	40 676 717	41 883 061	43 635 396	45 569 014
Conditional grants	10 953 480	11 045 753	11 879 807	11 470 691	11 103 410	11 103 410	11 913 831	12 000 335	12 549 214
District Health Programmes grant	6 833 651	7 166 582	7 547 069	7 087 769	6 812 358	6 812 358	7 367 534	7 431 491	7 772 528
Health Facility Revitalisation grant	1 271 414	1 247 730	1 389 913	1 462 122	1 371 765	1 371 765	1 458 192	1 441 233	1 507 542
National Tertiary Services grant	2 015 775	1 955 628	2 045 854	2 000 300	2 000 300	2 000 300	2 201 200	2 257 934	2 361 596
National Health Insurance grant	60 290	50 415	104 092	126 332	126 332	126 332	87 732	88 977	90 929
Provincial Disaster Relief grant	138 918	-	-	-	-	-	-	-	-
EPWP Integrated Grant for Provinces	10 903	12 689	11 736	8 614	8 614	8 614	6 951	-	-
Social Sector EPWP Incentive Grant for Provinces	-	21 228	26 293	21 107	19 594	19 594	22 688	-	-
HR and Training grant	622 529	591 481	754 850	764 447	764 447	764 447	769 534	780 700	816 619
<b>Total receipts</b>	<b>46 911 064</b>	<b>49 637 185</b>	<b>51 527 760</b>	<b>50 687 512</b>	<b>51 780 127</b>	<b>51 780 127</b>	<b>53 796 892</b>	<b>55 635 731</b>	<b>58 118 228</b>
<b>Total payments</b>	<b>49 370 245</b>	<b>50 629 977</b>	<b>51 527 860</b>	<b>50 687 512</b>	<b>51 780 127</b>	<b>54 778 958</b>	<b>53 796 892</b>	<b>55 635 731</b>	<b>58 118 228</b>
Surplus/(Deficit) before financing	(2 459 181)	(992 792)	(100)	-	-	(2 998 831)	-	-	-
Financing									
of which									
Provincial roll-overs	655	97 115	-	-	-	-	-	-	-
Provincial cash resources	4 396 347	895 677	5 995	-	-	-	-	-	-
<b>Surplus/(Deficit) after financing</b>	<b>1 937 821</b>	<b>-</b>	<b>5 895</b>	<b>-</b>	<b>-</b>	<b>(2 998 831)</b>	<b>-</b>	<b>-</b>	<b>-</b>

In 2020/21, the department received a roll-over of R655 000 from 2019/20 in respect of under-spending against the NHI grant, which was used to pay for salaries to contracted doctors. In addition, the following changes were made in the 2020/21 Special Adjustments Estimate and 2020/21 Second Adjustments Estimate:

- In the Special Adjustments Estimate, the department's budget was increased by R4.396 billion from provincial cash resources for the provincial response to the Covid-19 pandemic.
- In the Special Adjustments Estimate, the department received new conditional grant funding to assist in the response to Covid-19, as follows:
  - R138.918 million was allocated in the form of a new once-off conditional grant, namely the Provincial Disaster Relief grant, mainly for the purchasing of personal protective equipment (PPE) and medical equipment.
  - R446.764 million was added to the District Health Programmes grant as part of the Covid-19 component of the grant. The funding was for additional NHLS Covid-19 testing costs, advertising and communication costs, as well as PPE costs.
- In the Second Adjustments Estimate, the budget was reduced by a net R1.732 billion, as follows:
  - The department's equitable share budget was cut by R1.776 billion in the Second Adjustments Estimate related to the non-implementation of the 2021 wage agreement due to the national fiscal situation, with departments required to cut their *Compensation of employees* budgets. This matter was later resolved by the courts in government's favour.
  - The District Health Programmes grant was decreased by a net amount of R1.797 million. The grant was increased by R56.230 million from the Presidential Youth Employment Initiative (PYEI) Fund, but this was offset by a cut of R58.027 million made in line with the budget cuts effected by National Treasury to provide for the rescue plan for South African Airways.
  - The NHI grant was increased by R5 million from the PYEI Fund.
  - The HR and Training grant was increased by R40.548 million from the PYEI Fund.

The department under-spent its 2020/21 budget by R1.938 billion, with a significant part of the under-spending (R1.163 billion) related to Covid-19 funding allocated to the department towards the provincial response to the Covid-19 pandemic. The first and second waves of the pandemic were not as costly as initially anticipated, hence the under-spending. Also contributing to the under-spending was the inability to fill posts, including replacement posts, with inadequate funding over the MTEF period for the carry-through costs, as well as delays in the commissioning of PKISMH. In addition, there was slow spending on *Machinery and equipment* attributed to the medical equipment plan being finalised late in the financial year, as well as the department benefitting from donated ventilators, with less equipment needed for Covid-19 than was initially expected.

In 2021/22, the department received the following increases in funding:

- R1.119 billion was added to the equitable share allocation for the 2021 wage agreement. It should be noted that the allocation made by National Treasury was for the non-pensionable cash allowance, while the 1.5 per cent increase should have been budgeted for from within departments' baselines and thus no addition was made to the province for this cost.
- R71.615 million was added to the department's equitable share allocation related to the PYEI. These funds were to support the health sector to be used by the department for the employment of staff and assistant nurses for the Covid-19 response.
- R28.522 million was allocated to the HR and Training grant from the NHI Indirect grant managed by NDOH. The funding was allocated as a higher number of medical interns completed their studies.
- R6.045 million was allocated to the Mental Health Services component under the District Health Programmes grant. This funding was from the NHI Indirect grant held under NDOH. This conversion of funds allowed provinces to directly procure the provision of mental health and oncology services.
- A roll-over of R97.115 million related to the District Health Programmes grant, which was committed by year-end by way of invoices and goods received prior to year-end, but too late for processing payment, including medicines, vehicles and medical equipment.
- A further R895.677 million was allocated from provincial cash resources for budget pressures experienced by the department largely brought about by the 2021/22 MTEF budget cuts, and budget pressures caused by the Covid-19 pandemic. This growth was mitigated to an extent by budget cuts implemented against both the equitable share and conditional grant budget over the 2021/22 MTEF.

The department achieved a balanced budget at year-end of 2021/22.

In 2022/23, the department received the following increases in funding:

- R1.512 billion, R695.690 million and R964.877 million was allocated over the 2022/23 MTEF. The funding was for the response to Covid-19, as well as to reduce the impact of the 2021/22 MTEF budget cuts on essential medical *Goods and services*.
- R1.032 billion was received from National Treasury for the carry-through costs of the non-pensionable allowance related to the 2021 wage agreement.
- R866.454 million was received from National Treasury to fund the 3 per cent increase in salaries for all staff, back-dated to 1 April 2022.
- R5.895 million was received from provincial cash resources to correct an error made in the 2021/22 allocation to the department. In effect, the error meant that the budget for Vote 7: Health was overstated in 2021/22 and that the department thus spent funds that had not been received from National Treasury. To correct this, a further amount of R5.895 million was allocated to the department for the HR and Training grant.
- There was an additional allocation of R100 000 from provincial cash resources, being an addition made to the provincial fiscus in respect of donor funds received toward the April 2022 flood disaster response.

The department under-spent its budget at year-end by R5.895 million to correct an error in allocation to the HR and Training grant. This error was only discovered in late March 2022 when the final transfer from national was received and was R5.895 million short. The department had, by this stage, already spent the budget despite not receiving the actual cash yet. To address this error in terms of the department's bank balance, the department was required to under-spend in 2022/23 by R5.895 million.

In 2023/24, the Main Appropriation was R50.688 billion, a decrease from 2022/23 partly due to a lower carry-through amount for the response to Covid-19 funding allocated in 2022/23. Also impacting was a marked increase in the carry-through impact of the 2021/22 budget cuts. There was an additional allocation of R1.032 billion received from National Treasury for the carry-through costs of the non-

pensionable allowance related to the 2021 wage agreement. In addition, R866.454 million was received from National Treasury to fund the 3 per cent increase in salaries for all staff, back-dated to 1 April 2022.

The growth in 2023/24 is negative due to the extent of the cuts implemented in the 2020/21 and 2021/22 MTEF processes. Mitigating the negative growth to some extent was additional equitable share funding from National Treasury of R1.532 billion, R1.587 billion and R1.636 billion over the three MTEF years, respectively. This funding was to address pressures in *Compensation of employees* and backlogs on various *Goods and services* items. There was also additional funding from National Treasury of R840.784 million, R866.758 million and R876.750 million over the three years, respectively, for the carry-through costs of the 2022 wage settlement. Mitigating these additions to some extent were cuts of R188.436 million in 2024/25 and R331.708 million in 2025/26, as a result of the annual updates of the data that informs the equitable share formula, as well as reduced own revenue baselines. In addition, two grants received increases in 2023/24, with the Health Facility Revitalisation grant receiving R78.192 million in 2023/24 only, and the NHI grant receiving an additional R42.570 million in 2023/24, R20.345 million in 2024/25 and R25.097 million in 2025/26.

In the 2023/24 Adjustments Estimate, the department's budget was increased by a net amount of R1.093 billion, as explained below:

- R1.470 billion additional funding was received from National Treasury to partly address pressures from the unfunded 2023 wage agreement, with additional funding allocated only to Education and Health.
- R10 million was reduced from the department, being savings due to the department putting on hold the implementation of the subsidised motor vehicles scheme, which the department was planning to implement for the first time, and this project has been postponed to 2024/25. This funding was reallocated to Vote 9: Community Safety and Liaison for the provincial Crime Fighting Initiative, in line with the Honourable Premier's announcement in the SOPA.
- R275.411 million was reduced from the District Health Programmes grant due to in-year fiscal consolidation budget cuts by National Treasury because of lower than expected revenue collection *via* SARS.
- R1.513 million was reduced under the Social Sector EPWP Incentive Grant for Provinces as a result of fiscal consolidation budget cuts made in-year by National Treasury, as explained.
- R90.357 million was reduced under the Health Facility Revitalisation grant, as a result of fiscal consolidation budget cuts, as explained.

The department is projecting to over-spend its 2023/24 budget by R2.999 billion at year-end, as per the December 2023 IYM. This is attributed partly to *Compensation of employees* related to the extension of contracts for Covid-19 staff, for which no budget was available, as well as to the under-funding of the 2023 wage agreement. The over-spending is also attributed to the ongoing impact of the carry-through of the 2021/22 budget cuts, affecting *Goods and services*. In addition, there are pressures related to higher than budgeted medico-legal claims.

The growth in 2024/25 is negative due to the extent of the cuts implemented in the 2020/21 and 2021/22 MTEF processes, as well as the unbudgeted carry-through impact of absorbing Covid-19 temporary staff. There is additional funding, as well as cuts over the 2024/25 MTEF, as follows:

- Additional funding for the carry-through impact of the 2023 wage agreement, with R2.365 billion, R2.448 billion and R2.546 billion allocated over the three MTEF years, respectively.
- Fiscal consolidation cuts of R1.487 billion, R1.469 billion and R1.572 billion over the three MTEF years, respectively.
- There is a technical adjustment to the outer year in the form of a cut of R23.496 million.
- The Social Sector EPWP Incentive Grant for Provinces is allocated R22.688 million in 2024/25 only.
- The EPWP Integrated grant is allocated R6.951 million in 2024/25 only.

- The Health Facility Revitalisation grant is increased by a net amount of R31.082 million in 2024/25, followed by a cut of R49.811 million in 2025/26, and an increase of R16.498 million in 2026/27. The net amount in 2024/25 includes an incentive amount of R72.900 million awarded for good planning, offset by budget cuts, though, resulting in a net increase.
- The NHI grant is reduced by R18.331 million, R21.838 million and R19.886 million over the three MTEF years, respectively. This reduction is to address funding fragmentation for oncology services, with allocations shifted from the NHI grant to the National Tertiary Services grant.
- The National Tertiary Services grant is increased by R11.068 million, R74.164 million and R177.826 million over the three MTEF years, respectively. This is also because of the oncology services fragmentation issue, as mentioned.
- The HR and Training grant is increased by R21.693 million in 2024/25, followed by a cut of R644 000 in 2025/26, and an increase of R35.275 million in 2026/27.
- The District Health Programmes grant is cut by R38.543 million in 2024/25 and by R306.378 million in 2025/26, with an increase of R34.659 million in 2026/27.

Growth of the baseline over the two outer years of the MTEF is slightly below inflation, at 3.4 per cent in 2025/26 and 4.5 per cent in 2026/27.

## 6.2 Departmental receipts collection

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

**Table 7.2 : Summary of departmental receipts collection**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	198 229	211 498	255 760	312 333	312 333	248 983	326 076	340 684	356 356
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	26	22	27	84	84	30	88	92	96
Interest, dividends and rent on land	932	329	377	191	191	450	199	208	218
Sale of capital assets	17	18 916	20 909	9 847	9 847	3	10 280	10 741	11 235
Transactions in financial assets and liabilities	17 414	22 535	20 723	21 389	21 389	20 817	22 330	23 330	24 403
<b>Total</b>	<b>216 618</b>	<b>253 300</b>	<b>297 796</b>	<b>343 844</b>	<b>343 844</b>	<b>270 283</b>	<b>358 973</b>	<b>375 055</b>	<b>392 308</b>

Revenue from *Sale of goods and services other than capital assets* is derived mainly from patient fees, boarding fees, rentals, parking fees, commission charged on PERSAL deductions such as insurance premiums and garnishees, etc. The fluctuating trend from 2020/21 to the 2023/24 Revised Estimate was due to the minimum revenue received from patient fees, as the Road Accident Fund (RAF) experienced financial challenges during the Covid-19 phase and was not paying a significant portion of the claims submitted by the department. Also, payments are processed once the investigations are completed and this takes time. Additionally, the prior years' revenue collection was impacted by fewer road accidents as a result of the national lockdown, the Uniform Patient Fee Structure not implemented in time (1 April 2020), the low volume of paying patients visiting various hospitals due to the national lockdown, as well as elective surgeries being postponed. The revenue trend is improving slowly to pre-Covid-19 collection. Inflationary growth is anticipated over the 2024/25 MTEF budget.

*Fines, penalties and forfeits* shows revenue collected from parking transgressions. The trend fluctuates from 2020/21 to the 2023/24 Revised Estimate. The low revenue shown in the prior years due to fewer transgressions emanated from the national lockdown. The department needs to review the 2024/25 MTEF allocations to be in line with the prior years' trend.

*Interest, dividends and rent on land* reflects collection of interest on staff debts. The fluctuations from 2020/21 to the 2023/24 Revised Estimate are due to the volatility in respect of staff debts, coupled with interest rate changes.

*Sale of capital assets* relates to the sale of redundant assets, such as motor vehicles and equipment. The amounts recorded in prior years relate to the proceeds from the sale of motor vehicles. The low collection in 2020/21 relates to the sale of equipment only. The high collection in 2021/22 and 2022/23 relates to the proceeds from the auction of motor vehicles. The 2023/24 Revised Estimate reflects minimal revenue due to a directive issued by the OTP to all departments to halt the processes of disposing of state vehicles that have reached the end of their life span, with these to be assessed and to be used in the provincial Crime Fighting Initiative where possible. The budget over the 2024/25 MTEF was determined based on the department's asset disposal policy.

*Transactions in financial assets and liabilities* relates to the recovery of staff debts, which emanate mainly from salary over-payments from previous financial years, breached bursary contracts, refunds of previous years' expenditure, etc. It is difficult to accurately predict these recoveries, hence the fluctuating trend over the seven-year period.

### 6.3 Donor and agency funding

Donor and agency funding received by the department, which falls outside its voted fund allocation, is summarised in Tables 7.3 and 7.4.

Spending on donor and agency funds in Table 7.4 exceeds receipts in Table 7.3 due to the roll-over of unspent receipts from previous years, offsetting expenditure in future years. These roll-overs related mainly to learnerships received from the Health and Welfare Sector Training Authority (HWSETA) programme.

**Table 7.3 : Details of donor and agency funding receipts**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27
<b>Donor funding</b>	-	7 500	8 525	-	12 203	12 203	12 207	-	-
CDC Award	-	7 500	8 525	-	12 203	12 203	12 207	-	-
<b>Agency funding</b>	2 839	8 639	1 283	-	2 531	2 531	-	-	-
HWSETA	2 839	-	659	-	2 531	2 531	-	-	-
HWSETA: Bridging for enrolled nurse training	-	325	-	-	-	-	-	-	-
HWSETA Learnership: TVET graduates	-	1 497	-	-	-	-	-	-	-
HWSETA: Interns	-	2 575	624	-	-	-	-	-	-
HWSETA: NHI Leaders and Govt. Programme	-	4 242	-	-	-	-	-	-	-
<b>Total</b>	2 839	16 139	9 808	-	14 734	14 734	12 207	-	-

**Table 7.4 : Details of donor and agency funding payments and estimates**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27
<b>Donor funding</b>	728	409	8 525	7 349	19 552	19 552	12 207	-	-
Astra Zeneca	-	-	-	26	26	26	-	-	-
Atlantic Philanthropies	728	174	-	-	-	-	-	-	-
CDC Award	-	235	8 525	7 265	19 468	19 468	12 207	-	-
Conforth Investments	-	-	-	32	32	32	-	-	-
Impumelelo Trust Innovation	-	-	-	24	24	24	-	-	-
MASEA Awards	-	-	-	2	2	2	-	-	-
<b>Agency funding</b>	1 666	9 276	20 661	8 423	20 417	20 417	-	-	-
HWSETA Learnership: Bethesda Sub-Campus	11	-	-	9	9	9	-	-	-
HWSETA Learnership: Edendale Campus	-	-	-	61	61	61	-	-	-
HWSETA Learnership: HIV and AIDS Support	-	-	45	-	-	-	-	-	-
HWSETA Learnership: Ngwelezane	-	-	-	261	261	261	-	-	-
HWSETA Learnership: Nkandla	-	-	-	26	26	26	-	-	-
HWSETA Learnership: Prince Mshiyeni Hospital/St Aidans	4	49	-	10	10	10	-	-	-
HWSETA Learnership: Dental/Oral Hygiene	-	-	1 085	-	-	-	-	-	-
HWSETA Learnership: Social Environmental Health	-	-	50	-	-	-	-	-	-
HWSETA Learnership: TVET Graduates	540	3 192	4 445	-	-	-	-	-	-
HWSETA - Bridging for enrolled nurse training	-	-	-	315	315	315	-	-	-
HWSETA	-	624	10 747	-	11 994	11 994	-	-	-
PSETA	-	-	222	-	-	-	-	-	-
HWSETA: Ad hoc projects	228	-	-	-	-	-	-	-	-
HWSETA: Interns	600	811	1 404	344	344	344	-	-	-
HWSETA: NHI Leaders and Gov. Prog.	181	4 448	-	-	-	-	-	-	-
HWSETA: Healthcare Quality and Patient Safety	-	-	39	-	-	-	-	-	-
HWSETA: Nursing	102	152	2 624	7 397	7 397	7 397	-	-	-
<b>Total</b>	2 394	9 685	29 186	15 772	39 969	39 969	12 207	-	-

The department received new donor funding in 2021/22 and 2022/23 from the Centre for Disease Control and Prevention (CDC Award), amounting to R7.500 million and R8.525 million, respectively. The department will receive \$625 000 in 2024/25, which is approximately R12.207 million at the exchange rate at the time of compiling this document. The actual Rand amount will depend on the exchange rate at the time of receipt in 2024/25. These funds are to strengthen public health policy implementation, mainly by strengthening human resources for the analysis, dissemination, and use of information at all levels in the province. The 2022/23 funding was only received in February 2023, too late for spending in 2022/23, hence the roll-over.

The department received agency funding from the HWSETA up until 2023/24. These funds are for learnership programmes within the department. Interest has been expressed with HWSETA for further funding, however, no funding is budgeted to be received or spent over the 2024/25 MTEF, at this stage. The amount reflected against the HWSETA in the 2023/24 Adjusted Appropriation is a general allocation, and is awaiting final allocation to the various HWSETA projects. The high Adjusted Appropriation and Revised Estimate in Table 7.4 for the HWSETA projects relates to funds rolled over from 2022/23 for various projects that closed with residual balances, and these are consolidated awaiting guidance as to which projects the funds will be directed to.

## **7. Payment summary**

This section provides information pertaining to the Vote as a whole at an aggregated level, including payments and budgeted estimates in terms of programmes and economic classification. Further details are given in Section 8, as well as in the *Annexure – Vote 7: Health*.

### **7.1 Key assumptions**

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

- Over the 2024/25 MTEF, National Treasury has provided partial funding for the carry-through of the 2023 wage agreement to the Departments of Education, Health and Social Development only, whereas all other departments must fund this higher cost from within their existing baselines.
- The department has provided for a negative 3.6 per cent growth against *Compensation of employees* in 2024/25 (as based on the 2023/24 Revised Estimate), 4 per cent growth in 2025/26 and 4.6 per cent in the outer year of the MTEF. The negative growth in 2024/25 is due to the carry-through impact of the 2021/22 budget cuts resulting in current staff not being fully funded, as well as the unfunded costs of absorbing Covid-19 temporary staff. The increases in 2025/26 and 2026/27 are from the low base in 2024/25 and are insufficient for the carry-through costs of the existing staff.
- The department will continuously review the post establishment to manage the number of posts in line with the budget affordability over the MTEF, including addressing issues, such as staff exits through retirements, resignations and deaths. The department implemented a turnaround strategy to manage their budget pressures and this includes the rationalisation of services, such as the phasing out of some TB hospitals, deploying surplus staff to posts that become vacant and the control of overtime, etc., and this will continue over the 2024/25 MTEF in order to generate savings and improve efficiencies to remain with the budget and with a view to filling critical vacant posts once sufficient savings are realised.
- Where feasible, CPI projections were used to calculate inflation related items. Note that, for medical related items, inflation is at least 2 per cent higher than CPI.
- Funding for the salaries of staff at the eThekweni Metro municipal clinics will continue to be provided *via* transfer payments over the 2024/25 MTEF.
- The department has finalised the minimum staff establishment aimed at addressing critical staff shortages at identified facilities. However, implementation has been a challenge as the department has insufficient funding at this stage to implement the finalised plan. The funding gap is estimated at R1.200 billion at this stage.



## 7.2 Amendments to provincial and equitable share allocations: 2022/23 to 2024/25 MTEF

Table 7.5 shows amendments to provincial and equitable share funding received by the department over the 2022/23, 2023/24 and 2024/25 MTEF periods, and excludes grant funding. The carry-through allocations for the outer year (i.e. 2026/27) are based on the incremental percentage used in the 2024/25 MTEF.

**Table 7.5 : Summary of amendments to provincial and equitable share allocations for the 2022/23 to 2024/25 MTEF**

R thousand	2022/23	2023/24	2024/25	2025/26	2026/27
<b>2022/23 MTEF period</b>	<b>1 511 503</b>	<b>695 690</b>	<b>964 877</b>	<b>1 008 103</b>	<b>1 053 468</b>
Allocation for Covid-19 and reduce impact of budget cuts on essential medical goods and services	1 511 503	695 690	964 877	1 008 103	1 053 468
<b>2023/24 MTEF period</b>		<b>2 372 605</b>	<b>2 265 005</b>	<b>2 181 053</b>	<b>2 279 200</b>
Cost of living adjustment carry-through (3%)		840 784	866 758	876 750	916 204
Funds from National Treasury for budget pressures		1 531 821	1 586 683	1 636 011	1 709 631
PES data update and own revenue reductions		-	(188 436)	(331 708)	(346 635)
<b>2024/25 MTEF period</b>			<b>877 969</b>	<b>978 700</b>	<b>950 110</b>
Fiscal consolidation reduction by National Treasury			(1 486 633)	(1 468 999)	(1 572 277)
Additions for 2023 wage agreement carry-through			2 606 968	2 702 118	2 812 558
Reduction of 2023 wage agreement as covered under CG budget			(242 366)	(254 419)	(266 675)
Technical adjustment to 2026/27			-	-	(23 496)
<b>Total</b>	<b>1 511 503</b>	<b>3 068 295</b>	<b>4 107 851</b>	<b>4 167 856</b>	<b>4 282 779</b>

In the 2022/23 MTEF, the department received additional equitable share funding of R1.512 billion, R695.690 million and R964.877 million, with carry-through to cater for the response to Covid-19, as well as to reduce the impact of the 2021/22 MTEF budget cuts on essential medical *Goods and services*.

In the 2023/24 MTEF, the following changes were made to the department's baseline:

- The baseline was increased by R840.784 million, R866.758 million and R876.750 million over the MTEF, with carry-through, with funding from National Treasury for the carry-through costs of the 3 per cent cost of living adjustment, which was part of the 2022 wage settlement, allocated to *Compensation of employees* in all programmes.
- The baseline was increased by R1.532 billion, R1.587 billion and R1.636 billion over the MTEF, with carry-through, with funding from National Treasury mainly allocated to address pressures in *Compensation of employees*, with a smaller allocation to address backlogs in various *Goods and services* items. These funds were allocated to all programmes to offset a portion of the budget cuts made over the 2021/22 MTEF, with the bulk allocated to Programmes 2, 4 and 5.
- The equitable share was reduced by amounts of R188.436 million in 2024/25 and R331.708 million in 2025/26, with carry-through, as a result of the annual updates of the data that informs the equitable share formula, as well as reduced own revenue baselines. This cut was made from Programme 2 and *Goods and services* only.

In the 2024/25 MTEF, the following changes were made to the department's baseline:

- The equitable share was reduced by amounts of R1.487 billion in 2024/25, R1.469 billion in 2025/26 and R1.572 billion in 2026/27, with carry-through, as a result of fiscal consolidation budget cuts made against the equitable share over the 2024/25 MTEF, in view of lower than anticipated economic growth, lower than anticipated revenue collection, as well as the need to manage the country's debt levels. In addition, the province sees reductions as a result of updates to the data that informs the equitable share formula. The cuts were mainly effected against *Compensation of employees*, with a lesser amount from *Goods and services*.
- The baseline was increased by R2.607 billion, R2.707 billion and R2.813 billion over the MTEF, with carry-through, with funding from National Treasury allocated to *Compensation of employees*, for the carry-through costs of the 2023 wage agreement. This fully compensates the department for this cost. The funds were allocated to all programmes, with the bulk going to Programmes 2, 4 and 5.
- The equitable share baseline was decreased by R242.366 million, R254.419 million and R266.675 million over the MTEF for funding for the 2023 wage agreement covered under the conditional grants, with these funds allocated to the various grants that employ staff. These amounts were cut from *Compensation of employees* across various programmes.

- There is a decrease of R23.496 million in 2026/27 related to a technical adjustment, affecting Programme 1: Administration and *Compensation of employees*.

Note that additional funding was allocated in the 2012/13 MTEF for improving infrastructure support. Although no longer visible in Table 7.5, this funding was specifically and exclusively appropriated. Thus, amounts of R34.017 million, R35.541 million and R37.140 million remain ring-fenced for this purpose over the 2024/25 MTEF.

### 7.3 Summary by programme and economic classification

The department has eight budget programmes in total, with four of them directly linked to the core functions, and they fully adhere to the generic Health sector structure.

Tables 7.6 and 7.7 provide a summary of payments and estimates of these eight programmes, as well as per economic classification.

Mitigating the 2021/22 MTEF budget cuts to an extent was additional equitable share funding of R1.512 billion, R695.690 million and R964.877 million allocated over the 2022/23 MTEF. Also, additional funds were allocated to conditional grants. In total, R534.189 million, R185.512 million and R142.912 million was allocated to conditional grants over the three 2022/23 MTEF years, respectively.

In the 2023/24 MTEF, the department received further additional funding, with R2.373 billion, R2.453 billion and R2.513 billion allocated over the three MTEF years, respectively. This funding was allocated to all programmes but mainly to Programmes 2, 4 and 5, and mainly to *Compensation of employees*. The funding was to address budget pressures and to fund the carry-through cost of the 3 per cent cost of living adjustment granted to all employees in 2022. A small portion of the funding was allocated to *Goods and services*, mainly for property payments and medicines pressures. In addition, various grants received increases in 2023/24, with the Health Facility Revitalisation grant receiving R78.192 million as an incentive for good planning, allocated to Programme 8: Health Facilities Management. The NHI grant received R42.570 million in 2023/24, R20.345 million in 2024/25 and R25.097 million in 2025/26, to enhance the roll-out of the NHI in the province, allocated to Programme 2.

In the 2024/25 MTEF, the department receives additional funding of R2.607 billion, R2.707 billion and R2.813 billion allocated over the three MTEF years, respectively. This funding is to cover the carry-through costs of the 2023 wage agreement and is allocated to *Compensation of employees* in all programmes.

The increase was mitigated to an extent by fiscal consolidation cuts of R1.487 billion, R1.469 billion and R1.572 billion over the three MTEF years, respectively. The cuts were implemented against all programmes, with the bulk cut from *Compensation of employees*, as well as relatively minor amounts cut from *Goods and services* and *Buildings and other fixed structures*. In addition, there were amendments to the baselines of all conditional grants (additional funding and cuts) and more detail is given per grant in Section 7.4.

Note that more detail is given on these adjustments in Sections 7.1 and 8.2.

**Table 7.6 : Summary of payments and estimates by programme: Health**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27
1. Administration	1 307 061	1 040 001	1 120 318	1 266 483	1 257 454	1 304 572	1 367 949	1 429 487	1 495 244
2. District Health Services	24 937 252	27 269 871	27 180 146	26 310 574	26 575 886	28 404 446	27 545 469	28 508 982	29 814 006
3. Emergency Medical Services	1 605 927	1 596 766	1 667 866	1 655 515	1 677 615	1 720 099	1 789 779	1 867 908	1 953 828
4. Provincial Hospital Services	11 325 639	11 745 756	12 334 527	12 164 749	12 658 596	13 488 610	13 216 368	13 664 510	14 273 178
5. Central Hospital Services	5 385 460	5 355 155	5 663 085	5 492 145	5 867 180	6 079 190	5 981 864	6 146 917	6 429 675
6. Health Sciences and Training	1 265 197	1 362 187	1 338 906	1 481 009	1 513 941	1 545 036	1 552 250	1 654 840	1 747 069
7. Health Care Support Services	430 514	318 159	310 336	351 892	354 667	362 218	371 234	392 210	410 254
8. Health Facilities Management	3 113 195	1 942 082	1 912 676	1 965 145	1 874 788	1 874 788	1 971 979	1 970 877	1 994 974
<b>Total</b>	<b>49 370 245</b>	<b>50 629 977</b>	<b>51 527 860</b>	<b>50 687 512</b>	<b>51 780 127</b>	<b>54 778 958</b>	<b>53 796 892</b>	<b>55 635 731</b>	<b>58 118 228</b>

Table 7.7 : Summary of payments and estimates by economic classification: Health

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>45 686 367</b>	<b>47 894 005</b>	<b>49 353 063</b>	<b>47 907 079</b>	<b>49 327 114</b>	<b>52 619 429</b>	<b>50 828 972</b>	<b>52 431 985</b>	<b>54 855 979</b>
Compensation of employees	29 536 991	31 983 347	32 699 084	31 489 888	33 031 152	34 221 304	32 976 479	34 311 723	35 859 079
Goods and services	16 148 661	15 909 210	16 651 866	16 416 720	16 295 487	18 396 583	17 851 959	18 119 704	18 996 317
Interest and rent on land	715	1 448	2 113	471	475	1 543	534	558	583
<b>Transfers and subsidies to:</b>	<b>633 753</b>	<b>839 282</b>	<b>714 107</b>	<b>777 749</b>	<b>780 844</b>	<b>854 124</b>	<b>812 726</b>	<b>849 066</b>	<b>881 181</b>
Provinces and municipalities	204 625	257 602	271 753	283 525	283 525	283 318	295 464	308 700	315 406
Departmental agencies and accounts	23 551	23 478	23 455	25 692	25 694	25 798	26 849	28 051	29 342
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	57 294	57 478	63 440	64 778	66 773	66 807	67 693	70 726	73 979
Households	348 283	500 724	355 459	403 754	404 852	478 201	422 720	441 589	462 454
<b>Payments for capital assets</b>	<b>3 045 953</b>	<b>1 896 029</b>	<b>1 459 650</b>	<b>2 002 684</b>	<b>1 672 169</b>	<b>1 304 824</b>	<b>2 155 194</b>	<b>2 354 680</b>	<b>2 381 068</b>
Buildings and other fixed structures	2 218 868	1 008 123	840 608	1 252 318	916 597	606 979	1 358 671	1 458 320	1 472 392
Machinery and equipment	827 085	887 906	619 042	750 366	755 572	697 845	796 523	896 360	908 676
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>4 172</b>	<b>661</b>	<b>1 040</b>	<b>-</b>	<b>-</b>	<b>581</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>49 370 245</b>	<b>50 629 977</b>	<b>51 527 860</b>	<b>50 687 512</b>	<b>51 780 127</b>	<b>54 778 958</b>	<b>53 796 892</b>	<b>55 635 731</b>	<b>58 118 228</b>

The high spending against Programme 1 in 2020/21 related to a once-off reprioritisation to the programme of R90 million for priority projects, which included the PABX system and the electronic patient records system. Also placed under this programme was funding of R10 million reprioritised within the programme to strengthen and re-capacitate the Internal Control section at head office. The once-off funding in 2020/21 was also due to provision made for the Covid-19 response, which accounts for the decrease in 2021/22, as well as the fact that the budget was cut over the 2021/22 MTEF, as explained. The decrease in the 2023/24 Adjusted Appropriation relates to R10 million reduced from *Goods and services*, being savings due to the department putting on hold the implementation of the subsidised motor vehicles scheme, which it was planning to implement for the first time, and this project was postponed to 2024/25. The funds were reallocated towards the provincial Crime Fighting Initiative. The high spending projected in the 2023/24 Revised Estimate is largely due to pressure under *Goods and services* mainly related to computer services pressure resulting from Telkom installing new network equipment (routers and switches) for the second network and Telkom software licences for the help desk, with delivery at 42 sites across the province. The programme receives additional funding of R1.101 million in 2024/25, with carry-through, to fund the carry-through impact of the 2023 wage agreement, mitigated by a fiscal consolidation cut of R982 000, with carry-through. The growth in 2024/25 and the outer years is inflationary only.

The increase in Programme 2 over the seven years relates mainly to the restructuring of the department to improve service delivery at PHC level. In addition, expenditure included the various wage agreements and increases in the District Health Programmes grant. The high spending in 2020/21 and 2021/22 was because of the provincial response to the Covid-19 pandemic. The budget was further increased due to the shifting of Covid-19 funding from Programmes 1, 4 and 5, in line with areas of spending. Adding to this increase was the movement of funding from Programmes 4, 7 and 8 to address spending pressures. This increase was offset to some extent by the budget cuts as part of the non-implementation of the 2020 wage agreement due to the national fiscal situation. This once-off increase accounts for the negative growth in 2022/23, with the low trend also due to the budget cuts over the 2021/22 MTEF resulting from no increases for staff, as well as fiscal consolidation cuts. The decrease in the 2023/24 Main Appropriation is a result of the Covid-19 contract extensions being for 12 months, with funding only available for six months, as well as budget cuts from previous budget processes resulting in under-budgeting for current staff, medicine, and medical supplies, accounting for the projected over-spending in the 2023/24 Revised Estimate and the negative growth in 2024/25. The increase in the 2023/24 Adjusted Appropriation was mainly for the costs of the 2023 wage agreement, mitigated by the relinking of staff from this programme to Programmes 4 and 5 now that the demand for Covid-19 services has declined. The relinking of staff was also implemented over the MTEF years. In the 2024/25 MTEF, an additional R1.682 billion was allocated to the programme, with carry-through, mainly for the carry-through costs of the 2023 wage

agreement, as well as for the Social Sector EPWP Incentive Grant for Provinces (in 2024/25 only). This additional funding was mitigated by a cut of R1.169 billion, with carry-through, mainly related to the fiscal consolidation cuts, but also due to cuts against the District Health Programmes grant and the NHI grant. The increase over the remaining years is inflationary only.

In Programme 3: Emergency Medical Services, there was a relatively high base in 2020/21 due to once-off reprioritised funds to recapitalise the aging ambulance fleet, hence the negative growth in 2021/22. There was also high spending in 2020/21 as part of the provincial response to the Covid-19 pandemic. This increase was mitigated to some extent by the budget cuts related to the non-implementation of the 2020 wage agreement due to the national fiscal situation. The negative growth in the 2023/24 Main Appropriation is due to the once-off funding for Covid-19 contracted staff in 2022/23, as well as overtime and medico-legal costs. The increase in the 2023/24 Adjusted Appropriation related to additional funding provided by National Treasury to partly fund the 2023 wage agreement. The high spending expected in the Revised Estimate relates to under-budgeting for fleet service costs, as well as the under-funded 2023 wage agreement and the carry-through impact of the 2021/22 budget cuts, accounting for minimal growth in 2024/25, and this will be addressed in-year. In the 2024/25 MTEF, an additional R89.989 million was allocated to the programme, with carry-through, for the carry-through costs of the 2023 wage agreement. This additional funding was mitigated to some extent by a cut of R22.375 million, with carry-through, related to the fiscal consolidation cuts. Growth in the two outer years is for inflationary purposes only.

Programme 4 has been significantly under-funded following the 2021/22 MTEF budget cuts, as well as the budget being reprioritised toward PKISMH operational costs. The current staff are not fully funded, and the medicine and medical supplies funding is not sufficient to sustain the current level of services. This accounts for the negative growth in the 2023/24 Main Appropriation. However, there was additional funding received in the Adjusted Appropriation to partly fund the costs of the 2023 wage agreement. In addition, the department moved funding from Programme 2 related to the relinking of Covid-19 permanent staff back to this programme, where they were moved from to respond to the Covid-19 pandemic. The projected over-spending in the Revised Estimate is due to under-funded current staff resulting from the 2021/22 MTEF budget cuts, as well as unfunded costs for the absorption of Covid-19 staff. These pressures also account for the decrease in 2024/25, and the department will need to reprioritise funding in-year to address this. Mitigating this pressure to a small degree is an additional R717.906 million allocated to the programme, with carry-through, for the carry-through costs of the 2023 wage agreement. This additional funding was partly mitigated by a cut of R402.253 million, with carry-through, related to the fiscal consolidation cuts. In addition, the NHI grant was increased by R13.836 million in 2024/25 and R2.262 million in 2025/26. Growth over the outer two years of the MTEF is inflationary only.

The decrease against Programme 5 in the 2023/24 Main Appropriation was due to the carry-through impact of the 2021/22 budget cuts, resulting in the inability of the department to fully fund existing staff and annual inflationary price increases on various items, such as medicines, medical supplies and property payments. The increase in the 2023/24 Adjusted Appropriation relates includes the additional funding provided by National Treasury to partly fund the 2023 wage agreement. In addition, there was funding moved to this programme to address pressures in under-funding of current staff, as well as medicines, medical supplies and property payments. The projected over-spending in the Revised Estimate is mainly against *Goods and services*, attributed to the 2021/22 MTEF budget cuts, as mentioned, and this pressure accounts for the decrease in 2024/25. Note that, in the 2024/25 MTEF, an additional R254.297 million, with carry-through, was allocated to the programme for the carry-through costs of the 2023 wage agreement. This additional funding was largely mitigated by a cut of R178.232 million, with carry-through, related to the fiscal consolidation cuts. Growth in the outer two years is inflationary.

In Programme 6: Health Sciences and Training, the high growth in 2021/22 relates to the province receiving more medical interns than budgeted for. The negative growth in 2022/23 is due to a reduced number of Cuban doctors' programme students, as students graduate and return to South Africa for their internship programme, as well as invoices for this programme not received in time for payment in 2022/23, accounting for the increase in the 2023/24 Main Appropriation. The increase in the 2023/24 Adjusted Appropriation was as a result of additional funding provided by National Treasury to

partly fund the 2023 wage agreement. In addition, there was funding moved to this programme to address pressures in under-funding of current staff. In the 2024/25 MTEF, an additional R23.531 million, with carry-through, was allocated to the programme for the carry-through costs of the 2023 wage agreement. This additional funding was largely mitigated by a cut of R19.505 million, with carry-through, related to the fiscal consolidation cuts. The programme remains under-funded in 2024/25 and this will be addressed in-year and in subsequent budget processes.

Programme 7: Health Care Support Services shows high spending in 2020/21 due to additional funding allocated as part of the provincial response to the Covid-19 pandemic, as well as problems with the interfacing of Medical Trading Account expenditure to programmes, which could not be rectified before year-end. This accounts for the negative growth in 2021/22. The increase in the 2023/24 Adjusted Appropriation relates to additional funding provided by National Treasury to partly fund the 2023 wage agreement. Additional funding of R3.148 million was allocated in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This additional funding was largely mitigated by a cut of R2.809 million, related to the fiscal consolidation cuts. Growth over the MTEF is inflationary only.

Programme 8 is mainly financed through conditional grant funding and the programme's performance is directly linked to the Health Facility Revitalisation grant. The variances in this programme also account for the variances against *Buildings and other fixed structures*. The spending from 2020/21 to 2022/23 was in line with various project requirements, including the construction of PKISMH, which was completed at the end of 2022/23. The high spending in 2020/21 was as a result of the additional allocation received to provide for the provincial response to the Covid-19 pandemic. This increase was mitigated to a small degree by the movement of funding to Programme 2 to address spending pressures. This once-off increase accounts for the decrease in 2021/22. The spending in 2021/22 included the leasing of private facilities as isolation and quarantine sites for Covid-19, as well as to address backlogs in all categories of maintenance and to cover the Covid-19 pressures that were not budgeted for, including the upgrade of the oxygen supply system in the Covid-19 wards at the Clairwood and RK Khan Hospitals. These once-off projects account for the further decrease in 2022/23. In the 2023/24 Adjusted Appropriation, the programme's budget was reduced by R90.357 million related to the previously mentioned fiscal consolidation budget cuts made in-year by National Treasury against the Health Facility Revitalisation grant. The trend over the MTEF years is in line with project requirements. Additional funding of R41.798 million was allocated in 2024/25 only, with a portion being for the carry-through costs of the 2023 wage agreement, as well as an increase in the Health Facility Revitalisation grant. This additional funding was partly offset by cuts of R3.765 million in 2024/25 and R49.811 million in 2025/26, related to the fiscal consolidation cuts. Growth over the MTEF is inflationary only.

*Compensation of employees* shows growth in 2021/22 attributed to once-off additional funding for the provincial response to Covid-19, as well as increases of R327.526 million in 2021/22 and R401.264 million in 2022/23 due to National Treasury recognising that the full *Compensation of employees* budget cuts were made against the equitable share in error, as some staff are remunerated from the conditional grant allocations. In addition, funding was allocated for the budget pressures experienced by the department, largely brought about by the 2021/22 MTEF budget cuts, and budget pressures caused by the Covid-19 pandemic, as well as funding allocated towards the 2021 wage agreement. Mitigating this growth were significant budget cuts due to no increases for staff. The decrease in the 2023/24 Main Appropriation is a result of the carry-through impact of the 2021/22 budget cuts, as well as under-funding for the ongoing absorption of temporary Covid-19 staff, with no provision for 2023/24 or over the MTEF, hence the further decrease in 2024/25. The budget cuts made in previous budget processes also resulted in under-budgeting for current staff, adding to the negative growth in 2024/25. This will be need to be addressed in-year for 2024/25, and in the next budget process for the outer years of the MTEF. The increase in the 2023/24 Adjusted Appropriation was mainly toward the costs of the 2023 wage agreement. The projected over-spending in the Revised Estimate relates to the under-funding of the 2023 wage agreement, as well as the impact of previous budget cuts, which resulted in current staff not being fully funded. There was additional funding allocated to this category of R2.648 billion in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was largely mitigated by a fiscal consolidation cut of R1.666 billion, with carry-through. As mentioned, the impact of the 2021/22 budget cuts in 2024/25 is still evident, and this will be addressed in-year. Growth in the outer years is inflationary only.

The high spending against *Goods and services* in 2020/21 was related to additional funding provided as part of the provincial response to the Covid-19 pandemic. The decrease in 2021/22 was attributed to some of the Covid-19 funding in 2020/21 being once-off, as well as the 2021/22 budget cuts, as mentioned. The negative growth in the 2023/24 Main Appropriation is attributed to the carry-through impact of the 2021/22 MTEF budget cuts against property-related payments, medicine and medical supplies. In the Adjusted Appropriation, the category was increased to partly cover the shortfall under medical supplies as a result of the carry-through impact of the 2021/22 MTEF budget cuts. The decrease in the 2023/24 Adjusted Appropriation was attributed to savings under Covid-19 activities resulting from the decline in cases and the integration of Covid-19 activities into the normal package of services. The projected over-spending in the Revised Estimate is attributed to the ongoing impact of the 2021/22 MTEF budget cuts on medicines, medical supplies and property payments. The carry-through impact of these cuts also impacts on the growth in 2024/25 and 2025/26, and this was exacerbated by cuts to the District Health Programmes grant, particularly in 2025/26. There was additional funding allocated to this category of R103.269 million in 2024/25 and R64.304 million in 2025/26, including increases to the National Tertiary Services grant. This was mitigated by a fiscal consolidation cut of R133.345 million in 2024/25 and R366.998 million in 2025/26, mainly due to fiscal consolidation cuts to the District Health Programmes grant and the NHI grant. Growth in the outer years is inflationary only.

*Interest and rent on land* largely relates to interest costs on medico-legal claims and interest on overdue accounts. The department has made a minimal provision for this category over the MTEF.

*Transfers and subsidies to: Provinces and municipalities* largely provides for payment to eThekweni for municipal clinics, as well as motor vehicle licences. The 2024/25 MTEF provides for continued transfers to the Metro and motor vehicle licences. Growth over the MTEF is inflationary only.

*Transfers and subsidies to: Departmental agencies and accounts* relates to payments to HWSETA and is based on *Compensation of employees* spending. The growth over the MTEF is inflationary.

*Transfers and subsidies to: Non-profit institutions* grows steadily over the entire seven-year period. This category funds entities that render PHC services, and was subjected to the wage freeze cuts as transfers to institutions cover salaries. The growth over the MTEF is inflationary only.

The fluctuating trend against *Transfers and subsidies to: Households* relates to staff exit costs and medico-legal claims. Also included in this category are costs for the Cuban doctors' programme and these are influenced by the fluctuating exchange rate. Currently, there are five students who are studying in Cuba, with three expected to complete their studies in July 2024. The higher spending in 2021/22 relates to higher than budgeted medico-legal claims, following the courts closure during 2020/21 for the Covid-19 lockdown. The significant increase in the 2023/24 Main Appropriation was to cater for the Cuban doctors' programme costs still to be invoiced. The baseline from 2024/25 will be reviewed in-year and in the next budget process. There is limited provision for medico-legal claims in the 2024/25 MTEF, but the adequacy of this will depend on the success of new strategies being developed by the medico-legal unit, which are hoped to yield positive results. These strategies depend largely on the outcomes of various cases before the courts, and it is hoped that these will be finalised in 2024/25.

As mentioned under Programme 8, the *Buildings and other fixed structures* trend is largely related to the trend in the Health Facility Revitalisation grant. From 2020/21, the trend fluctuates in line with the availability of grant funds, and the reprioritisation of some equitable share funding from new projects to accelerate the day-to-day maintenance of existing infrastructure. The high spending in 2020/21 was additional funding received for the provincial response to Covid-19, and provided for the construction of temporary isolation and quarantine centres, the conversion of a number of existing facilities into isolation and quarantine centres, as well as the construction of complete field hospitals. This once-off spending accounts for the decrease in 2021/22. The decrease in 2022/23 related to savings due to capital projects being at tender stage, as well as challenges with some contractors, with funding redirected to maintenance projects. The decrease in the 2023/24 Adjusted Appropriation was due to slower progress on site on a number of capital projects, as well as slower than anticipated progress on the flood disaster projects emanating from the April 2022 floods. These issues also account for the projected under-spending in the Revised Estimate, with the savings to be used to offset pressures against *Goods and services* for current

maintenance. The 2024/25 baseline includes ongoing major projects at Greys Hospital (staff accommodation and roof repairs), and Addington Hospital (general renovations), etc. Further detail regarding this category is provided under Section 7.5. This category was subjected to the budget cuts related to fiscal consolidation over the 2021/22 MTEF, which will impact on the pace of the roll-out of projects over the 2024/25 MTEF. Note that none of the 2024/25 MTEF equitable share cuts were effected against this category, but the category was impacted by amendments to the Health facility Revitalisation grant and the EPWP Integrated Grant for Provinces.

The negative growth in *Machinery and equipment* in 2022/23 was due to once-off high spending in 2021/22 related to carry-over expenditure from 2020/21 for medical equipment, computer/IT equipment, and the CCTV camera project. The high growth in the 2023/24 Main Appropriation relates to planned purchases of motor vehicles, with procurement delayed in 2022/23 due to pressures elsewhere in the budget, as well as the replacement of medical equipment including anaesthetic machines, X-ray machines and CT scanners. The projected under-spending in the Revised Estimate relates to planned accruals to 2024/25 to remain within budget. This once-off matter accounts for the increase in 2024/25. Growth in 2025/26 is high to address the backlogs in medical equipment that will have accumulated.

*Payments for financial assets* reflect debts that were written-off.

## 7.4 Summary of conditional grant payments and estimates

Tables 7.8 and 7.9 illustrate conditional grant payments and estimates from 2020/21 to 2026/27. Details of all conditional grants are listed below, with further detail given in *Annexure – Vote 7: Health*. Note that the historical figures set out in Table 7.1 for the period 2020/21 to 2022/23, indicate the actual receipts for each grant, as well as other technical adjustments, and therefore should not be compared to the figures reflected in Table 7.8, which shows expenditure against the grants.

**Table 7.8 : Summary of conditional grants payments and estimates by name**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23		2023/24		2024/25	2025/26	2026/27
District Health Programmes grant	6 801 774	7 263 697	7 547 069	7 087 769	6 812 358	6 812 358	7 367 534	7 431 491	7 772 528
Health Facility Revitalisation grant	1 271 414	1 247 730	1 389 913	1 462 122	1 371 765	1 371 765	1 458 192	1 441 233	1 507 542
National Tertiary Services grant	2 015 775	1 955 628	2 045 854	2 000 300	2 000 300	2 000 300	2 201 200	2 257 934	2 361 596
National Health Insurance grant	58 073	50 415	104 092	126 332	126 332	126 332	87 732	88 977	90 929
EPWP Integrated Grant for Provinces	10 903	12 689	11 736	8 614	8 614	8 614	6 951	-	-
Social Sector EPWP Incentive Grant for Provinces	260	21 228	26 293	21 107	19 594	19 594	22 688	-	-
HR and Training grant	634 378	591 481	754 850	764 447	764 447	764 447	769 534	780 700	816 619
Provincial Disaster Relief grant	116 363	-	-	-	-	-	-	-	-
<b>Total</b>	<b>10 908 940</b>	<b>11 142 868</b>	<b>11 879 807</b>	<b>11 470 691</b>	<b>11 103 410</b>	<b>11 103 410</b>	<b>11 913 831</b>	<b>12 000 335</b>	<b>12 549 214</b>

**Table 7.9 : Summary of conditional grants payments and estimates by economic classification**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23		2023/24		2024/25	2025/26	2026/27
<b>Current payments</b>	<b>9 549 365</b>	<b>9 803 961</b>	<b>10 618 504</b>	<b>9 992 478</b>	<b>9 714 309</b>	<b>9 714 309</b>	<b>10 289 627</b>	<b>10 343 561</b>	<b>10 827 768</b>
Compensation of employees	4 378 057	5 025 410	5 698 741	4 906 991	4 915 435	4 915 435	5 053 032	5 145 908	5 194 316
Goods and services	5 171 308	4 778 551	4 919 763	5 085 487	4 798 874	4 798 874	5 236 595	5 197 653	5 633 452
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>128 966</b>	<b>147 017</b>	<b>152 446</b>	<b>159 686</b>	<b>159 686</b>	<b>159 686</b>	<b>167 923</b>	<b>174 262</b>	<b>175 125</b>
Provinces and municipalities	108 063	135 224	141 715	147 950	147 950	147 950	155 942	162 928	162 928
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	11 211	-	-	-	-	-	-	-	-
Households	9 692	11 793	10 731	11 736	11 736	11 736	11 981	11 334	12 197
<b>Payments for capital assets</b>	<b>1 230 609</b>	<b>1 191 879</b>	<b>1 108 844</b>	<b>1 318 527</b>	<b>1 229 415</b>	<b>1 229 415</b>	<b>1 456 281</b>	<b>1 482 512</b>	<b>1 546 321</b>
Buildings and other fixed structures	1 057 773	910 054	804 017	1 233 958	1 143 601	1 143 601	1 332 871	1 338 043	1 429 542
Machinery and equipment	172 836	281 825	304 827	84 569	85 814	85 814	123 410	144 469	116 779
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>11</b>	<b>13</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>10 908 940</b>	<b>11 142 868</b>	<b>11 879 807</b>	<b>11 470 691</b>	<b>11 103 410</b>	<b>11 103 410</b>	<b>11 913 831</b>	<b>12 000 335</b>	<b>12 549 214</b>

The ***District Health Programmes grant*** is the former HIV, TB, Malaria, Community Outreach and HPV Vaccine grant, which was renamed. The grant has two components, namely the HIV/AIDS component and the District Health component.

This grant is provided to enable the sector to develop effective and integrated management of HIV, AIDS, and TB to support the implementation of the National Operational Plan for comprehensive HIV and AIDS treatment and care and to subsidise, in part, funding for the ARV treatment programme. The grant received a specific Covid-19 allocation of R302.271 million in 2021/22 and R181.362 million in 2022/23. These additions were made for the purpose of rolling out the Covid-19 vaccine programme. While funding was allocated to NDOH for the procurement of the vaccines for the whole country, this allocation was made to provinces to cover costs associated with the administration of the vaccine programme, including service delivery costs and vaccine administering related supplies (such as syringes and swabs).

The grant was decreased in-year in the 2023/24 Adjusted Appropriation by R275.411 million, as a result of fiscal consolidation budget cuts, as explained. Over the 2024/25 MTEF, there were further cuts made to this grant, with R38.543 million and R306.378 million reduced in 2024/25 and 2025/26, respectively. The funding in 2026/27 was increased by R34.659 million.

The ***Health Facility Revitalisation grant*** has the following aims:

- To accelerate the construction, maintenance, upgrading and rehabilitation of new and existing health infrastructure.
- To enable provinces to plan, manage, modernise, rationalise and transform health infrastructure, health technology, monitoring and evaluation of hospitals and to transform hospital management and improve quality of care, in line with national policy objectives.
- To supplement provincial funding of health infrastructure, to accelerate the provision of health facilities including office furniture and related equipment, as well as to ensure proper maintenance of provincial health infrastructure for nursing colleges and schools.

This grant was subjected to fiscal consolidation cuts in the 2021/22 MTEF. The grant was decreased in the 2023/24 Adjusted Appropriation by R90.355 million, as a result of in-year budget cuts made by National Treasury, as explained. Over the 2024/25 MTEF, the baseline is increased in the first year due to a further incentive allocation of R72.900 million received in 2024/25 because the department scored 99 per cent in line with the incentive nature of the grant, accounting for the decrease in 2025/26. This was partly offset by budget cuts, though, resulting in a net increase in 2024/25 of R31.082 million. However, in 2025/26, the grant is cut by R49.811 million. This is followed in 2026/27 by an inflationary increase of R16.498 million.

The ***National Tertiary Services grant*** enables provinces to plan, modernise, rationalise and transform the tertiary hospital service delivery platform in line with national policy objectives, including improving access and equity. The grant was subjected to wage freeze and fiscal consolidation cuts in the 2021/22 MTEF. The grant was allocated additional funding of R111.068 million, R74.164 million and R177.826 million over the 2024/25 MTEF to provide for inflationary growth, as well as to address the fragmentation of oncology services, as mentioned.

The ***NHI grant*** was created to provide financial support for the development of projects directed at improving health delivery in line with the requirements of the introduction of the NHI. The grant saw budget cuts over the 2021/22 MTEF. The grant received additional funding of R41.192 million, R20.345 million and R25.097 million over the 2023/24 MTEF. However, all three years of the 2024/25 MTEF are cut, by R18.331 million, R21.838 million and R19.886 million, respectively. This is also to deal with the fragmentation of oncology services, with funds moved to the National Tertiary Services grant.

The ***EPWP Integrated Grant for Provinces*** is used to enhance the number of full-time equivalent jobs created through labour intensive infrastructure programmes, which utilises local people to maintain grounds and clean buildings. Funding of R6.951 million is provided in 2024/25 only and will be used to employ 500 people who will undertake work, such as maintenance of departmental buildings, gardens and grounds at the health facilities across the province. The department has identified a further R40 million



from equitable share funding, and this will be used to employ an additional 2 000 people who will undertake the above-mentioned functions, with total employment at 2 500 for this function.

The *Social Sector EPWP Incentive Grant for Provinces* subsidises non-profit organisations in home community-based care programmes to provide stipends to previously unpaid volunteers to maximise job creation and skills development in line with the EPWP guidelines. The grant was decreased in-year in the 2023/24 Adjusted Appropriation by R1.513 million related to in-year fiscal consolidation budget cuts made by National Treasury. Funding of R22.688 million is provided for 2024/25 only, at this stage, which will be used to employ 321 community care-givers (CCGs) whose function is to provide home based care to the sick. Moreover, the department has set aside a further R510.919 million from equitable share funding to cater for the stipends of a further 9 997 CCGs.

The *HR and Training grant* has two components, with the Health Professions Training and Development component continuing to fund the training of health science trainees, while the Statutory HR component funds interns and community service posts. In 2020/21, the grant received additional funding of R40.548 million under the PYEI Fund toward the appointment of enrolled nurses and assistant/ auxiliary nurses. Over the 2021/22 MTEF, the grant was cut, partly to take into account that there would be no increases for staff funded from the grant, as well as fiscal consolidation cuts. In 2021/22, the grant was increased by R28.522 million to provide for the statutory obligation to place medical interns upon completion of their studies. The grant was increased in the 2023/24 MTEF by R33.503 million in 2025/26, to provide for inflationary growth. However, there are further adjustments in the 2024/25 MTEF, with an increase of R21.693 million in 2024/25, a cut of R644 000 in 2025/26, and an increase of R35.275 million in 2026/27.

The growth in 2021/22 against *Compensation of employees* was due to additional funding received for the HR and Training grant, as mentioned. Also, there is additional funding in 2022/23 only, for the extension of the monthly non-pensionable allowance for employees paid from various grants. Growth over the MTEF is minimal and is only sufficient for pay progression, and this will be addressed in the next budget process. Note that the grants were provided with funds for the carry-through costs of the 2023 wage agreement.

The decrease in *Goods and services* in 2021/22 relates to the previously mentioned additional funds received for the provincial response to the Covid-19 pandemic in 2020/21. The decrease in the 2023/24 Adjusted Appropriation is attributed to over-budgeting for ARV medication, as well as to in-year budget cuts related to significant shortfalls against the tax collection *via* SARS, necessitating a reduction in government spending. The decrease was mitigated to some extent by funds moved within the Health Facility Revitalisation grant from *Buildings and other fixed structures* to *Goods and services* to address the increased servicing of generators resulting from load shedding, as well as a backlog in maintenance in respect of category C maintenance, which is minor project-based maintenance, such as drainage, roofing, etc. The category's growth over the outer years of the MTEF is inflationary only.

*Transfers and subsidies to: Provinces and municipalities* relates to support for municipal clinics in the eThekweni Metro for the treatment of HIV and AIDS. Growth over the MTEF is inflationary only.

*Transfers and subsidies to: Non-profit institutions* in 2020/21 relates to support to NGOs for treatment related to HIV and AIDS.

*Transfers and subsidies to: Households* is for staff exit costs of staff paid from the various grants.

The relatively higher spending against *Buildings and other fixed structures* in 2020/21 was due to PKISMH spending, as well as once-off Covid-19 projects. The decrease in 2022/23 was attributed to Covid-19 projects being completed in 2021/22. The increase in the 2023/24 Main Appropriation is linked to the trends in the Health Facility Revitalisation grant, as well as carry-over costs for the April 2022 flood damage projects. The decrease in the Adjusted Appropriation is attributed to savings under the various capital projects due to slower than expected progress, as well as slower than anticipated progress on flood disaster projects relating to the April 2022 floods. This funding was redirected to address the increased servicing of generators resulting from load shedding, as well as a backlog in maintenance relating to category C maintenance. The under-spending in 2023/24 is despite this category being

subjected to fiscal consolidation budget cuts in-year. Growth over the 2024/25 MTEF is linked to the Health Facility Revitalisation grant trend.

*Machinery and equipment* shows low spending in 2020/21 due to delays in delivery of equipment for PKISMH, impacted by the Covid-19 lockdown on supply lines. The increase in 2021/22 relates mainly to the previously mentioned provincial Covid-19 response in the District Health Programmes grant. The MTEF allocations are in accordance with the business plans of the relevant grants, and include costs of essential medical equipment, such as X-ray machines, CT scanners, etc.

## 7.5 Summary of infrastructure payments and estimates

Table 7.10 presents a summary of infrastructure payments and estimates by categories for Vote 7. Detailed information on infrastructure is given in the 2024/25 ECE.

The trends generally follow the trends of the Health Facility Revitalisation grant, affecting mainly *New infrastructure assets: Capital, Upgrades and additions: Capital*, as well as *Refurbishment and rehabilitation: Capital*.

**Table 7.10 : Summary of infrastructure payments and estimates by category**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Existing infrastructure assets</b>	<b>2 291 854</b>	<b>1 055 361</b>	<b>1 382 385</b>	<b>1 657 780</b>	<b>1 376 963</b>	<b>1 393 988</b>	<b>1 255 501</b>	<b>1 367 337</b>	<b>1 310 656</b>
Maintenance and repair: Current	465 425	420 088	595 130	421 812	625 689	846 130	345 446	277 867	299 513
Upgrades and additions: Capital	1 491 640	447 772	558 979	699 695	428 470	310 368	571 169	842 132	847 095
Refurbishment and rehabilitation: Capital	334 789	187 501	228 276	536 273	322 804	237 490	338 886	247 338	164 048
<b>New infrastructure assets: Capital</b>	<b>392 439</b>	<b>372 850</b>	<b>53 353</b>	<b>16 350</b>	<b>165 323</b>	<b>59 121</b>	<b>448 616</b>	<b>368 849</b>	<b>461 250</b>
<b>Infrastructure transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Infrastructure transfers: Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital	-	-	-	-	-	-	-	-	-
<b>Infrastructure: Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Infrastructure: Leases	176 513	236 800	123 369	130 679	97 444	160 486	120 000	100 000	116 069
<b>Non infrastructure</b>	<b>621 929</b>	<b>462 853</b>	<b>434 050</b>	<b>439 252</b>	<b>522 635</b>	<b>384 269</b>	<b>381 125</b>	<b>472 055</b>	<b>459 885</b>
<b>Total</b>	<b>3 482 735</b>	<b>2 127 864</b>	<b>1 993 157</b>	<b>2 244 061</b>	<b>2 162 365</b>	<b>1 997 864</b>	<b>2 205 242</b>	<b>2 308 242</b>	<b>2 347 859</b>
<i>Capital infrastructure</i>	<i>2 218 868</i>	<i>1 008 123</i>	<i>840 608</i>	<i>1 252 318</i>	<i>916 597</i>	<i>606 979</i>	<i>1 358 671</i>	<i>1 458 320</i>	<i>1 472 392</i>
<i>Current infrastructure</i>	<i>641 938</i>	<i>656 888</i>	<i>718 499</i>	<i>552 491</i>	<i>723 133</i>	<i>1 006 616</i>	<i>465 446</i>	<i>377 867</i>	<i>415 582</i>

1. Non infrastructure is a stand-alone item, and is therefore excluded from Capital infrastructure and Current infrastructure, but is included in the overall total

*Maintenance and repair: Current* shows a fluctuating trend from 2020/21 to 2023/24. This relates to the reprioritisation of funding from capital projects, as the department was in the final stages of completing the PKISMH project, with commissioning completed in 2022. The increase in the 2023/24 Adjusted Appropriation was related to savings under *Upgrades and additions: Capital* and *Refurbishment and rehabilitation: Capital* due to slower than expected progress on a number of projects, as well as slower than anticipated progress on flood disaster projects relating to the April 2022 floods. This funding was redirected to address the increased servicing of generators resulting from load shedding, as well as a backlog in maintenance relating to category C maintenance, which are minor project-based maintenance, such as drainage, roofing, etc. The projected over-spending in the Revised Estimate relates to savings in all capital categories, which will be used to address the maintenance backlog. The significant decrease in 2024/25 is attributed to the once-off reprioritisation in 2023/24 to this category. The further decrease in 2025/26 is due to a focus on capital projects. The outer year growth is based on the availability of funding for Category C maintenance, which is for major projects. The department is continuing to focus on long-term (three-year) preventative maintenance contracts for critical engineering systems, such as sewerage and air conditioning systems, which is expected to see a reduction in unplanned reactive maintenance going forward.

The high spending against *Upgrades and additions: Capital* in 2020/21 was related to additional funding for the provincial response to the Covid-19 pandemic and provided for the construction of temporary isolation and quarantine centres, the conversion of a number of existing facilities into isolation and quarantine centres, as well as the construction of complete field hospitals. This once-off funding accounts for the decrease in 2021/22. The spending in 2021/22 related to the continuation of projects such as the Clairwood Hospital Covid-19 facility, as well as the new MDR TB unit at Osindisweni Hospital. The

decrease in the 2023/24 Adjusted Appropriation relates to slower than expected progress on a number of projects, including the Benedictine Hospital staff accommodation, Cato Manor Regional Laundry upgrade to a laundry processing plant, Madadeni Hospital staff accommodation, Nkonjeni Hospital neonatal unit and Untunjambili Hospital new staff accommodation, among others. The projected under-spending in the Revised Estimate relates to slower than expected progress on a number of projects, including the completion of the generator programme at approximately 80 sites, the conversion of the Newtown CHC (Inanda) into a large clinic, staff accommodation at the Untunjambili, Usher Memorial, and Benedictine Hospitals, and a major security upgrade to the Natalia building premises (access controls, surveillance equipment, fencing, etc.). These projects drive the trend over the MTEF, particularly the high growth in 2024/25 and 2025/26.

The decrease in the 2023/24 Adjusted Appropriation against *Refurbishment and rehabilitation: Capital* relates to the previously mentioned savings due to slower than expected progress on a number of projects, including Ekhombe Hospital staff accommodation, King Edward VIII Hospital renovations to the nursing college, as well as slower than anticipated progress on flood disaster projects relating to the April 2022 floods, also accounting for the projected under-spending in the Revised Estimate. Major projects planned over the 2024/25 MTEF include the continuation of projects started in the previous MTEF, such as Ekhombe Hospital renovations to staff accommodation, renovations to ablutions, dining hall, nutrition centre and general renovations on the ground floor at Addington Hospital, and the renovation of staff accommodation and roof repairs at Greys Hospital. Other projects include the asbestos removal programme for the province at a number of clinics across most districts, as required by the Occupational Health and Safety Act the replacement of perimeter fences at clinics and hospitals across the province, as well as flood recovery projects. The flood recovery projects were initially planned for 2022/23 but, due to challenges in the SCM processes, these were started in 2023/24, and are only likely to be completed in 2024/25, hence the peak in that year.

The decreasing trend in *New infrastructure assets: Capital* from 2020/21 to 2023/24 relates to the PKISMH project, the new Groutville Clinic and Townhill Hospital office park projects being finalised. The increase in the 2023/24 Adjusted Appropriation is to fund the final account for PKISMH, as well as to provide for planning and design fees at 11 priority clinics. The projected under-spending in the Revised Estimate relates to delays in agreeing on the final settlement amount for PKISMH, which will be funded in 2024/25. Projects funded over the 2024/25 MTEF include the electrical upgrade at RK Khan Hospital, the construction of new mental health units at the Port Shepstone and General Justice Gizenga Mpanza Hospitals and the 11 priority clinics, including the clinics at Mpaphala and Blaauwbosch, as well as the Mtubatuba CHC. There were cuts to this category in the 2021/22 and 2022/23 MTEFs, which continue to reduce the pace at which projects are rolled out over the MTEF.

*Infrastructure: Leases* provides for the hiring of office accommodation for various district offices across the province. The decrease in the 2023/24 Adjusted Appropriation relates to savings on student accommodation, which was over-budgeted for. The projected over-spending in the Revised Estimate relates to staff accommodation projects commencing, and the need to hire accommodation for staff while the projects are underway. The baseline over the 2024/25 MTEF is lower due to the anticipated completion of the various accommodation related projects.

*Non infrastructure* relates mainly to the procurement of capital medical equipment. Fluctuations can be attributed to exchange rate related variations in the cost of essential medical equipment, including X-ray machines, CT scanners, etc. Also included in this category is *Compensation of employees*, being the costs of the various specialists (architects, engineers, etc.) employed specifically in Programme 8. The high amount in 2020/21 is ascribed to equipment for Covid-19, as well as PKISMH. The increase in the 2023/24 Adjusted Appropriation was to absorb pressures from equitable share funding under Programmes 4 and 5, including the purchase of a linear accelerator for Greys Hospital. The amounts in the outer years provide for the procurement of medical equipment, primarily across Programmes 2, 3, 4 and 5.

## 7.6 Summary of Public-Private Partnerships (PPP)

Table 7.11 provides a summary of PPP projects in the department.

Table 7.11 : Summary of departmental Public-Private Partnership projects

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
Projects signed i.t.o. Treasury Regulation 16	800 600	729 438	764 300	875 343	875 511	833 231	914 908	955 896	999 867
PPP unitary charge <sup>1</sup>	800 600	729 438	764 300	875 343	875 511	833 231	914 908	955 896	999 867
of which:									
Capital portion (principal plus interest)	243 200	136 800	128 900	157 600	157 600	150 000	165 000	172 000	180 000
Services provided by the operator	557 400	592 638	635 400	717 743	717 911	683 231	749 908	783 896	819 867
<b>Total</b>	<b>800 600</b>	<b>729 438</b>	<b>764 300</b>	<b>875 343</b>	<b>875 511</b>	<b>833 231</b>	<b>914 908</b>	<b>955 896</b>	<b>999 867</b>

1. Only projects that have received Treasury Approval

In 2002/03, the department entered into a PPP with Impilo Consortium (Pty) Ltd. The agreement covered the provision of equipment, information management and technology and facilities management for the IALCH. This agreement enables the department to focus on the clinical services at the hospital, and to promote the hospital as a central referral hospital, operating at the highest standards in terms of quality, efficiency, effectiveness and patient focused care. The PPP agreement had a 15-year term and included an option for the department to extend the agreement for a period ranging from 6 to 12 months. The project agreement has been extended by the following periods:

- 36 months (1 February 2017 – 31 January 2020).
- 18 months (1 February 2020 – 31 July 2021).
- 18 months plus six months transition period (1 August 2021 – 31 July 2023).
- Seven months (1 August 2023 – 29 February 2024).

The department is in final stages of the negotiations with the preferred bidder for the new 12-year PPP agreement, which is planned to commence on 1 June 2024. The procurement process has experienced a three-month delay, and the department envisages to apply for TA III by March 2024 and to reach financial closure on the old agreement by 30 May 2024. However, as the current extension contract terminates on 29 February 2024, the department will have to make alternative arrangements to extend the existing contract for the months of March, April and May 2024 to ensure sufficient time to reach financial closure and to ensure long-term continuation of services at the IALCH.

Payments made for services rendered are index-linked and are thus subject to movements in CPI. Note that the spending reflected in 2020/21 and 2021/22 has been corrected from that stated in the 2023/24 EPRE, as the amounts were under-stated in error. The fluctuating trend over the period relates mainly to the fluctuations in the Rand/Dollar exchange rate (for equipment procurement). The negative growth in 2021/22 reflects savings realised from hedging costs. The high growth in 2023/24 relates to carry-over costs from 2022/23 attributed to spending to address medical equipment backlogs. The department is planning to accrue costs to 2024/25 in an effort to address over-spending in 2023/24, hence the high growth in 2024/25. Growth over the two outer years of the MTEF is inflationary only.

## 7.7 Transfers to public entities (listed i.t.o. Schedule 3 of the PFMA) and other entities

Table 7.12 provides a list of entities that receive funding from the department.

The amounts in the table correspond to *Transfers and subsidies to: Non-profit institutions* in Table 7.7. The transfers include the provision of general clinic, HIV and AIDS, district hospital and TB services.

The varying trend relates mainly to the inclusion/exclusion of entities, as well as the implementation of OSD for doctors in certain institutions which qualify. The effect of the higher than anticipated wage agreements and the OSD for doctors is shown under those institutions which qualify for state salary increases.

Over the 2024/25 MTEF, the baseline growth is inflationary only, with these transfers not affected by any budget cuts. There were some cuts and reprioritisation over the 2021/22 MTEF from this category, related to the wage freeze. There is no impact on the NGOs as the reductions relate to no wage increases.

Note that the funds against *Earmarked for further negotiations* are funds awaiting recommendations upon receipt of requests for additional or new funding from the districts (for NGOs). These funds will be allocated as soon as the figures from the department's Committee for Grant Funding are received. Note that this committee's deliberations for 2024/25 will commence in the first quarter of 2024/25.

Table 7.12 : Summary of departmental transfers to other entities

				Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates			
Audited Outcome										
R thousand		2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
Transfers to public entities										
Transfers to other entities										
Austerville Halfway House	2.5: Other Comm. Serv.	685	546	764	-	682	682	-	-	-
Azalea House	2.5: Other Comm. Serv.	632	503	705	-	628	628	-	-	-
Clermont Day Care Centre	2.5: Other Comm. Serv.	-	468	468	-	487	487	-	-	-
C.R.E.A.T.E.	2.5: Other Comm. Serv.	483	500	524	-	800	800	-	-	-
DPSA Community-based Rehab. Project	2.5: Other Comm. Serv.	1 150	1 074	1 126	-	1 176	1 176	-	-	-
DPSA Wheelchair Repair/Maintenance	2.5: Other Comm. Serv.	1 056	987	1 034	-	1 064	1 064	-	-	-
Duduza Care Centre (NGO)	2.5: Other Comm. Serv.	458	597	614	-	880	880	-	-	-
Durban Coastal - Happy Hours Amaoti	2.5: Other Comm. Serv.	645	546	764	-	682	682	-	-	-
Durban Coastal - Happy Hours Durban North	2.5: Other Comm. Serv.	565	455	637	-	568	568	-	-	-
Durban Coastal - Happy Hours KwaXimba	2.5: Other Comm. Serv.	516	390	546	-	487	487	-	-	-
Durban Coastal - Happy Hours Mpumalanga	2.5: Other Comm. Serv.	516	416	83	-	-	-	-	-	-
Durban Coastal - Happy Hours Ninikhona	2.5: Other Comm. Serv.	322	272	354	-	340	340	-	-	-
Durban Coastal - Happy Hours Nyangwini	2.5: Other Comm. Serv.	339	135	-	-	-	-	-	-	-
Durban Coastal - Happy Hours Phoenix	2.5: Other Comm. Serv.	322	260	364	-	324	324	-	-	-
Ekukhanyeni Clinic	2.5: Other Comm. Serv.	1 181	1 297	1 242	-	1 242	1 242	-	-	-
Enkumane Clinic	2.5: Other Comm. Serv.	340	314	329	-	329	329	-	-	-
Estcourt Hospice	2.5: Other Comm. Serv.	651	609	638	-	660	660	-	-	-
Ethembeni Care Centre	2.5: Other Comm. Serv.	4 508	5 687	5 590	-	5 590	5 590	-	-	-
Genesis Care Centre	2.6: HIV and AIDS	3 081	273	-	-	-	-	-	-	-
Highway Hospice	2.5: Other Comm. Serv.	880	821	860	-	860	860	-	-	-
Hlanganani Ngothando	2.5: Other Comm. Serv.	424	421	441	-	459	459	-	-	-
Howick Hospice	2.5: Other Comm. Serv.	722	674	706	-	748	748	-	-	-
Ikwezi Cripple Care	2.5: Other Comm. Serv.	1 495	1 823	1 911	-	1 968	1 968	-	-	-
John Peattie House	2.5: Other Comm. Serv.	1 511	1 750	2 450	-	2 450	2 450	-	-	-
Jona Vaughn Centre	2.5: Other Comm. Serv.	3 002	2 553	4 779	-	4 396	4 396	-	-	-
KZN Blind and Deaf Society	2.5: Other Comm. Serv.	1 022	955	1 001	-	1 045	1 045	-	-	-
Lynn and Imbali House	2.5: Other Comm. Serv.	759	1 088	1 404	-	1 446	1 446	-	-	-
Madeline Manor	2.5: Other Comm. Serv.	1 106	882	1 234	-	1 090	1 090	-	-	-
Magaye School for the Blind	2.5: Other Comm. Serv.	735	597	626	-	800	800	-	-	-
Matikwe Oblate Clinic	2.2: Comm. Hlth Clinics	606	558	585	-	611	611	-	-	-
Mountain View Special Hospital	2.2: Comm. Hlth Clinics	5 643	3 989	3 989	-	3 990	3 990	-	-	-
Philanjalo Hospice	2.5: Other Comm. Serv.	2 637	3 075	2 958	-	2 958	2 958	-	-	-
Philakade TLC (Power of God centre)	2.2: Comm. Hlth Clinics	1 426	1 314	1 377	-	1 438	1 438	-	-	-
Rainbow Haven	2.5: Other Comm. Serv.	507	604	633	-	658	658	-	-	-
Scadifa Centre	2.5: Other Comm. Serv.	1 182	1 458	2 041	-	2 102	2 102	-	-	-
South Coast Hospice	2.5: Other Comm. Serv.	222	2 028	2 276	-	2 451	2 451	-	-	-
Solid Found for Rural development	2.5: Other Comm. Serv.	798	745	745	-	775	775	-	-	-
Sparks Estate	2.5: Other Comm. Serv.	1 404	1 677	2 348	-	2 418	2 418	-	-	-
St. Lukes Home	2.5: Other Comm. Serv.	566	604	633	-	658	658	-	-	-
Tender Loving Care	2.5: Other Comm. Serv.	273	268	314	-	350	350	-	-	-
The Bhekhimpilo Trust	2.2: Comm. Hlth Clinics	10 552	7 662	5 662	-	3 662	3 662	-	-	-
Sunfield Home	2.5: Other Comm. Serv.	333	277	290	-	302	302	-	-	-
Umlazi Halfway House	2.5: Other Comm. Serv.	342	272	487	-	449	449	-	-	-
Msunduzi Hospice	2.5: Other Comm. Serv.	1 697	1 100	1 100	-	1 100	1 100	-	-	-
Holycross Hospice	2.5: Other Comm. Serv.	-	800	800	-	-	-	-	-	-
Ikhayaletu Health and Edu Centre	2.5: Other Comm. Serv.	-	500	524	-	1 749	1 749	-	-	-
Induyokuphela Skills Training	2.5: Other Comm. Serv.	-	478	630	-	655	655	-	-	-
Kwahilda Ongcwele	2.5: Other Comm. Serv.	-	150	150	-	300	300	-	-	-
Mpilonhle	2.2: Comm. Hlth Clinics	-	-	695	-	-	-	-	-	-
Ladysmith Hospice	2.5: Other Comm. Serv.	-	500	525	-	560	560	-	-	-
Othandweni Cerebral Palsy Org	2.5: Other Comm. Serv.	-	277	409	-	425	425	-	-	-
Still A Time	2.5: Other Comm. Serv.	-	206	206	-	214	214	-	-	-
Thembaletu Care Org	2.5: Other Comm. Serv.	-	214	258	-	300	300	-	-	-
Hillcrest AIDS Centre Trust	2.5: Other Comm. Serv.	-	800	838	-	880	880	-	-	-
Ramakrishna Umzamo Home	2.5: Other Comm. Serv.	-	729	729	-	758	758	-	-	-
Woza Moya Org	2.5: Other Comm. Serv.	-	300	348	-	369	369	-	-	-
Zisize Educational Trust	2.2: Comm. Hlth Clinics	-	-	696	-	-	-	-	-	-
Akehlulwa Lutho	2.5: Other Comm. Serv.	-	-	-	-	680	680	-	-	-
Blessed Gerard Care Centre	2.5: Other Comm. Serv.	-	-	-	-	418	418	-	-	-
Chatsworth Regional Hospice	2.5: Other Comm. Serv.	-	-	-	-	350	350	-	-	-
I-Matter Foundation	2.5: Other Comm. Serv.	-	-	-	-	600	600	-	-	-
Nominated Disability Organisation	2.5: Other Comm. Serv.	-	-	-	-	360	360	-	-	-
Ntokozweni Village for the Vulnerable	2.5: Other Comm. Serv.	-	-	-	-	180	180	-	-	-
Rachel Swart Fund	2.5: Other Comm. Serv.	-	-	-	-	800	800	-	-	-
South African Mobility for the Blind Trust	2.5: Other Comm. Serv.	-	-	-	-	800	800	-	-	-
Talitha Cumi Special Needs Care Centre	2.5: Other Comm. Serv.	-	-	-	-	680	680	-	-	-
The Word of God	2.5: Other Comm. Serv.	-	-	-	-	192	192	-	-	-
Earmarked for further negotiations	Various	-	-	-	64 778	380	414	67 693	70 726	73 979
Total		57 294	57 478	63 440	64 778	66 773	66 807	67 693	70 726	73 979

## 7.8 Transfers to local government

Table 7.13 shows transfers to local government, per category of municipality. All transfers are made to a single grant, namely municipal clinics in the sub-programme: Community Health Clinics in Programme 2.

It is noted that, although the payment of motor vehicle licences falls under *Transfers and subsidies to: Provinces and municipalities*, these funds are not transferred to any municipality, and hence are excluded from the table.

**Table 7.13 : Summary of departmental transfers to local government by category**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
Category A	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Category B	-	-	-	-	-	-	-	-	-
Category C	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>199 352</b>	<b>249 303</b>	<b>263 662</b>	<b>275 373</b>	<b>275 373</b>	<b>275 373</b>	<b>286 945</b>	<b>299 800</b>	<b>306 096</b>

Although these funds are earmarked for transfer to the eThekweni Metro, the transfer is dependent upon the provision of satisfactory services in line with the signed SLA. The purpose of the transfer is to subsidise PHC for services provided by municipal clinics in the Metro.

The MTEF provides for continued transfers to the Metro and provides for inflationary increases only. Note that this transfer was cut over the 2021/22 MTEF due to the wage freeze, but there is no impact on services as this only related to no increases for staff. This transfer is not affected by the 2024/25 MTEF budget cuts.

## 7.9 Transfers and subsidies

Table 7.14 gives a summary of spending on *Transfers and subsidies* by programme and main category, as detailed below:

- In Programmes 1 to 5, the transfers against *Departmental agencies and accounts* relate to TV licences.
- In all programmes (apart from Programme 6) the variable trend against *Households* relates largely to staff exit costs. In Programmes 2, 4 and 5, the variable trend is exacerbated by medico-legal claims, which are also erratic in nature. Some provision is made for these claims over the 2024/25 MTEF, but the provision is not adequate due to budget constraints and hence, there is only inflationary growth over the MTEF (based on the 2023/24 Adjusted Appropriation). The lack of available funding results in negative growth in Programmes 2 and 4 in 2024/25 (based on the 2023/24 Revised Estimate), while Programmes 3 and 5 show positive growth due to expected under-spending in 2023/24.
- All motor vehicle licence fees are centralised within Programmes 1 and 3.
- In Programme 2, *Provinces and municipalities* relates to transfers in respect of the eThekweni municipal clinics, as explained in Section 7.8.
- Programme 2's transfers to *Non-profit institutions* are explained in Section 8.7.
- In Programme 6, *Departmental agencies and accounts* relates to transfers in respect of the HWSETA levy, which is in line with the fluctuations in *Compensation of employees*. Also in Programme 6, the negative growth in *Households* from 2020/21 to 2022/23 is due to a reduced number of Cuban doctors' programme students, as students graduate and return to South Africa for their internship programme, and the funding previously allocated here, was then reprioritised to *Compensation of employees* in the Training Other sub-programme within Programme 6. The significant increase in the 2023/24 Main Appropriation was to cater for Cuban doctors' programme costs still to be invoiced. The baseline from 2024/25 will be reviewed in-year and in the next budget process.

Table 7.14 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>1. Administration</b>	<b>11 076</b>	<b>23 049</b>	<b>27 660</b>	<b>9 908</b>	<b>9 908</b>	<b>27 373</b>	<b>10 354</b>	<b>10 817</b>	<b>11 315</b>
Provinces and municipalities	3 243	6 426	5 098	4 751	4 751	4 953	4 965	5 187	5 426
Motor vehicle licences	3 243	6 426	5 098	4 751	4 751	4 953	4 965	5 187	5 426
Departmental agencies and accounts	4	-	-	1	1	4	1	1	1
SABC - TV licences	4	-	-	1	1	4	1	1	1
Households	7 829	16 623	22 562	5 156	5 156	22 416	5 388	5 629	5 888
Staff exit costs	3 204	2 495	1 940	5 156	5 156	6 218	5 388	5 629	5 888
Other transfers to households	4 625	14 128	20 622	-	-	16 198	-	-	-
<b>2. District Health Services</b>	<b>364 206</b>	<b>469 946</b>	<b>466 758</b>	<b>473 672</b>	<b>476 767</b>	<b>520 570</b>	<b>494 457</b>	<b>516 541</b>	<b>533 359</b>
Provinces and municipalities	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Municipal clinics	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Departmental agencies and accounts	154	80	45	58	60	165	61	63	66
SABC - TV licences	154	80	45	58	60	165	61	63	66
Non-profit institutions	51 651	53 489	63 440	64 778	66 773	66 807	67 693	70 726	73 979
Non-profit institutions	51 651	53 489	63 440	64 778	66 773	66 807	67 693	70 726	73 979
Households	113 049	167 074	139 611	133 463	134 561	178 225	139 758	145 952	153 218
Staff exit costs	66 569	80 611	60 691	84 984	86 082	81 018	89 098	93 023	97 854
Other transfers to households	46 480	86 463	78 920	48 479	48 479	97 207	50 660	52 929	55 364
<b>3. Emergency Medical Services</b>	<b>5 818</b>	<b>13 920</b>	<b>16 657</b>	<b>6 830</b>	<b>6 830</b>	<b>7 032</b>	<b>7 137</b>	<b>7 456</b>	<b>7 799</b>
Provinces and municipalities	2 030	1 873	2 993	3 401	3 401	2 992	3 554	3 713	3 884
Motor vehicle licences	2 030	1 873	2 993	3 401	3 401	2 992	3 554	3 713	3 884
Departmental agencies and accounts	-	-	-	2	2	2	2	2	2
SABC - TV licences	-	-	-	2	2	2	2	2	2
Households	3 788	12 047	13 664	3 427	3 427	4 038	3 581	3 741	3 913
Staff exit costs	3 044	2 785	4 496	2 166	2 166	3 452	2 263	2 364	2 473
Other transfers to households	744	9 262	9 168	1 261	1 261	586	1 318	1 377	1 440
<b>4. Provincial Hospital Services</b>	<b>98 425</b>	<b>211 951</b>	<b>118 498</b>	<b>90 205</b>	<b>90 205</b>	<b>129 545</b>	<b>94 265</b>	<b>98 488</b>	<b>103 018</b>
Departmental agencies and accounts	68	87	65	113	113	77	118	123	129
SABC - TV licences	68	87	65	113	113	77	118	123	129
Non-profit institutions	5 643	3 989	-	-	-	-	-	-	-
Non-profit institutions	5 643	3 989	-	-	-	-	-	-	-
Households	92 714	207 875	118 433	90 092	90 092	129 468	94 147	98 365	102 889
Staff exit costs	38 335	41 181	33 411	40 110	40 110	38 063	41 915	43 793	45 807
Other transfers to households	54 379	166 694	85 022	49 982	49 982	91 405	52 232	54 572	57 082
<b>5. Central Hospital Services</b>	<b>27 104</b>	<b>27 517</b>	<b>24 457</b>	<b>45 687</b>	<b>45 687</b>	<b>24 187</b>	<b>47 743</b>	<b>49 882</b>	<b>52 177</b>
Departmental agencies and accounts	77	63	97	82	82	114	86	90	94
SABC - TV licences	77	63	97	82	82	114	86	90	94
Households	27 027	27 454	24 360	45 605	45 605	24 073	47 657	49 792	52 083
Staff exit costs	17 295	10 349	12 699	14 772	14 772	12 031	15 437	16 129	16 871
Other transfers to households	9 732	17 105	11 661	30 833	30 833	12 042	32 220	33 663	35 212
<b>6. Health Sciences and Training</b>	<b>126 123</b>	<b>92 096</b>	<b>59 295</b>	<b>150 499</b>	<b>150 499</b>	<b>143 952</b>	<b>157 779</b>	<b>164 847</b>	<b>172 430</b>
Departmental agencies and accounts	23 248	23 248	23 248	25 436	25 436	25 436	26 581	27 772	29 050
HWSETA	23 248	23 248	23 248	25 436	25 436	25 436	26 581	27 772	29 050
Households	102 875	68 848	36 047	125 063	125 063	118 516	131 198	137 075	143 380
Staff exit costs	3 225	2 833	3 366	2 873	2 873	1 576	3 003	3 137	3 281
Other transfers to households	99 650	66 015	32 681	122 190	122 190	116 940	128 195	133 938	140 099
<b>7. Health Support Services</b>	<b>1 001</b>	<b>803</b>	<b>782</b>	<b>948</b>	<b>948</b>	<b>1 335</b>	<b>991</b>	<b>1 035</b>	<b>1 083</b>
Households	1 001	803	782	948	948	1 335	991	1 035	1 083
Staff exit costs	1 001	803	782	948	948	1 335	991	1 035	1 083
<b>8. Health Facilities Management</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>130</b>	<b>-</b>	<b>-</b>	<b>-</b>
Households	-	-	-	-	-	130	-	-	-
Staff exit costs	-	-	-	-	-	130	-	-	-
<b>Total</b>	<b>633 753</b>	<b>839 282</b>	<b>714 107</b>	<b>777 749</b>	<b>780 844</b>	<b>854 124</b>	<b>812 726</b>	<b>849 066</b>	<b>881 181</b>

## 8. Programme description

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

### 8.1 Programme 1: Administration

Programme 1's objectives are the provision of overall strategic leadership and management of the department. The programme also includes the formulation of policies, overall leadership, management and administration support of the respective districts and institutions.

Tables 7.15 and 7.16 summarise information for the period 2020/21 to 2026/27. The growth over the MTEF is inflationary only. Additional funding of R1.101 million was allocated in 2024/25, with carry-through, to fund the carry-through impact of the 2023 wage agreement, mitigated by a fiscal consolidation cut of R982 000 in 2024/25, with carry-through, and these are discussed under each sub-programme.

**Table 7.15 : Summary of payments and estimates by sub-programme: Administration**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
1. Office of the MEC	19 676	21 243	26 721	24 890	25 861	29 866	25 755	27 166	28 414
2. Management	1 287 385	1 018 758	1 093 597	1 241 593	1 231 593	1 274 706	1 342 194	1 402 321	1 466 830
<b>Total</b>	<b>1 307 061</b>	<b>1 040 001</b>	<b>1 120 318</b>	<b>1 266 483</b>	<b>1 257 454</b>	<b>1 304 572</b>	<b>1 367 949</b>	<b>1 429 487</b>	<b>1 495 244</b>

**Table 7.16 : Summary of payments and estimates by sub-programme: Administration**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>1 269 315</b>	<b>924 989</b>	<b>1 037 028</b>	<b>1 202 147</b>	<b>1 207 607</b>	<b>1 225 265</b>	<b>1 305 348</b>	<b>1 355 318</b>	<b>1 417 664</b>
Compensation of employees	429 698	476 820	501 188	536 262	537 233	543 548	563 400	580 129	606 815
Goods and services	839 245	447 671	535 102	665 885	670 374	681 579	741 948	775 189	810 849
Interest and rent on land	372	498	738	-	-	138	-	-	-
<b>Transfers and subsidies to:</b>	<b>11 076</b>	<b>23 049</b>	<b>27 660</b>	<b>9 908</b>	<b>9 908</b>	<b>27 373</b>	<b>10 354</b>	<b>10 817</b>	<b>11 315</b>
Provinces and municipalities	3 243	6 426	5 098	4 751	4 751	4 953	4 965	5 187	5 426
Departmental agencies and accounts	4	-	-	1	1	4	1	1	1
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	7 829	16 623	22 562	5 156	5 156	22 416	5 388	5 629	5 888
<b>Payments for capital assets</b>	<b>22 631</b>	<b>91 840</b>	<b>55 503</b>	<b>54 428</b>	<b>39 939</b>	<b>51 934</b>	<b>52 247</b>	<b>63 352</b>	<b>66 265</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	22 631	91 840	55 503	54 428	39 939	51 934	52 247	63 352	66 265
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>4 039</b>	<b>123</b>	<b>127</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 307 061</b>	<b>1 040 001</b>	<b>1 120 318</b>	<b>1 266 483</b>	<b>1 257 454</b>	<b>1 304 572</b>	<b>1 367 949</b>	<b>1 429 487</b>	<b>1 495 244</b>

The purpose of the sub-programme: Office of the MEC is to render advisory, secretarial and office support services, administrative, public relations/ communication and parliamentary support. The sub-programme receives additional funding of R1.101 million in 2024/25, with carry-through, to partly fund the carry-through impact of the 2023 wage agreement, mitigated by a fiscal consolidation cut of R982 000, with carry-through. Growth in the outer year is inflationary only.

The sub-programme: Management is responsible for policy formulation, overall management and administrative support of the department and the respective regions and institutions in the department, and includes human resources, finance, supply chain management, legal services, etc. The growth in 2021/22 was negative due to once-off funding allocated in 2020/21 as part of the provincial response to Covid-19. The decrease in the 2023/24 Adjusted Appropriation relates to R10 million reduced from *Goods and services*, being savings due to the department putting on hold the implementation of the subsidised motor vehicles scheme, which it was planning to implement for the first time, and this project was postponed to 2024/25. The funds were suspended towards the provincial Crime Fighting Initiative. The high spending projected in the 2023/24 Revised Estimate is largely due to pressure under *Goods and services* mainly related to computer services pressure resulting from Telkom installing new network equipment (routers and switches) for the second network and Telkom software licences for the help desk, with delivery at 42 sites across the province. The growth in 2024/25 and the outer years is inflationary only.

*Compensation of employees* increased marginally in the 2023/24 Adjusted Appropriation attributed to additional funding received for the 2023 wage agreement. The growth in 2024/25 and 2025/26 is insufficient for any possible wage agreement increase, apart from the carry-through of the 2023 wage agreement, as well as for the pay progression, with the outer year's growth being inflationary only. This low growth will be addressed in-year and in the next budget process.



The high amount against *Goods and services* in 2020/21 relates to once-off funding for the provincial Covid-19 response. The high growth in 2022/23 was largely due to the centralisation of the department's legal costs in this programme. The high growth in the 2023/24 Main Appropriation is attributed to additional funding allocated by National Treasury for pressures from the 2021/22 budget cuts, mainly to strengthen computer services including the eHealth system. This allocation also accounts for the high growth in 2024/25. Growth in the outer years is inflationary only.

*Interest and rent on land* relates to interest paid on over-due accounts.

*Transfers and subsidies to: Provinces and municipalities* provides for motor vehicle licences for the entire department, excluding Programme 3.

*Transfers and subsidies to: Departmental agencies and accounts* relates to payments for TV licences.

*Transfers and subsidies to: Households* mainly relates to staff exit costs. The higher spending in 2021/22, 2022/23 and the 2023/24 Revised Estimate related to claims against the state, which are not budgeted for over the MTEF. The MTEF budget is for staff exit costs only and shows inflationary growth.

*Machinery and equipment* shows fluctuating growth over the period as a result of the once-off provision in 2021/22 for final costs for IT equipment replacements. The department will continue the roll-out of the patients record system (eHealth) over the MTEF, with additional funding from National Treasury allocated towards this in the 2023/24 MTEF process. The decrease in the 2023/24 Adjusted Appropriation is due to the realignment of the IT plan with the available funding. These funds were moved within the programme to *Goods and services* to partly fund the ongoing project by Telkom, as mentioned. The projected over-spending in the 2023/24 Revised Estimate is attributed to carry-over costs from 2022/23 for motor vehicles. The high growth in 2025/26 is related to the planned replacement of redundant computer equipment. Growth in the outer year is inflationary only.

*Payments for financial assets* provides the write-off of thefts and losses.

### Service delivery measures: Administration

Table 7.17 illustrates the main service delivery measures relating to Programme 1. Note that both measures are annual in nature and therefore no Estimated performance for 2023/24 is available at this stage. Note also that the department publishes additional measures for this programme in its annual APP.

**Table 7.17 : Service delivery measures: Administration**

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2023/24	2024/25	2025/26	2026/27
1. To conduct the strategic management and overall administration of the Department of Health	• Audit opinion of provincial DOH	Annual	Unqualified	Unqualified	Unqualified
2. Hospitals implementing the eHealth system	• Total no. of hospitals with an electronic system to record clinical codes	Annual	30	42	69

## 8.2 Programme 2: District Health Services

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

- To render PHC services with a nurse-driven service at clinic level, including visiting points, mobile and local authority clinics.
- To provide service planning, administration of services, managing personnel and financial administration and the co-ordination and monitoring of district health services.
- To render PHC services in respect of maternal child and women's health, geriatrics, occupational therapy, physiotherapy, psychiatry, speech therapy, communicable diseases, oral and dental health, mental health, rehabilitation and disability and chronic health.

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

Tables 7.18 and 7.19 summarise payments and estimates for Programme 2. The bulk of this programme's budget supports the policy of providing access to the less expensive, but most important level of health care. The programme provides for the commissioning of new clinics and CHCs, comprehensive management of HIV and AIDS and related diseases, especially TB, etc.

**Table 7.18 : Summary of payments and estimates by sub-programme: District Health Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
1. District Management	312 661	345 336	353 072	351 098	368 376	379 257	379 703	397 315	415 590
2. Community Health Clinics	4 794 183	4 602 318	5 090 933	5 376 496	5 796 288	5 845 671	5 992 062	6 263 434	6 551 552
3. Community Health Centres	1 943 766	2 029 292	1 723 106	2 201 253	2 362 516	2 389 186	2 452 708	2 559 493	2 677 230
4. Community Based Services	875 248	333 169	944 883	1 116 390	1 132 451	1 109 067	1 207 716	1 255 901	1 313 673
5. Other Community Services	3 276 155	4 754 847	3 896 066	2 565 015	1 515 071	2 158 253	1 652 508	1 728 221	1 807 718
6. HIV and AIDS	5 710 861	6 817 236	6 512 292	6 448 252	6 172 841	6 172 842	6 661 021	6 693 033	7 000 055
7. Nutrition	28 927	32 175	30 882	35 812	35 812	35 812	37 424	39 099	40 897
8. Coroner Services	251 335	272 956	281 252	286 304	286 304	301 985	325 670	339 576	355 194
9. District Hospitals	7 744 116	8 082 542	8 347 660	7 929 954	8 906 227	10 012 373	8 836 657	9 232 910	9 652 097
<b>Total</b>	<b>24 937 252</b>	<b>27 269 871</b>	<b>27 180 146</b>	<b>26 310 574</b>	<b>26 575 886</b>	<b>28 404 446</b>	<b>27 545 469</b>	<b>28 508 982</b>	<b>29 814 006</b>

**Table 7.19 : Summary of payments and estimates by sub-programme: District Health Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>24 341 051</b>	<b>26 455 979</b>	<b>26 571 638</b>	<b>25 576 984</b>	<b>25 845 824</b>	<b>27 662 151</b>	<b>26 754 511</b>	<b>27 699 420</b>	<b>28 973 869</b>
Compensation of employees	15 353 786	17 102 838	17 295 821	15 939 732	16 699 183	17 617 442	16 540 318	17 345 513	18 119 549
Goods and services	8 986 965	9 352 549	9 275 153	9 636 785	9 146 170	10 043 931	10 213 663	10 353 353	10 853 741
Interest and rent on land	300	592	664	467	471	778	530	554	579
<b>Transfers and subsidies to:</b>	<b>364 206</b>	<b>469 946</b>	<b>466 758</b>	<b>473 672</b>	<b>476 767</b>	<b>520 570</b>	<b>494 457</b>	<b>516 541</b>	<b>533 359</b>
Provinces and municipalities	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Departmental agencies and accounts	154	80	45	58	60	165	61	63	66
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	51 651	53 489	63 440	64 778	66 773	66 807	67 693	70 726	73 979
Households	113 049	167 074	139 611	133 463	134 561	178 225	139 758	145 952	153 218
<b>Payments for capital assets</b>	<b>231 896</b>	<b>343 434</b>	<b>141 403</b>	<b>259 918</b>	<b>253 295</b>	<b>221 382</b>	<b>296 501</b>	<b>293 021</b>	<b>306 778</b>
Buildings and other fixed structures	-	26	-	-	-	-	-	-	-
Machinery and equipment	231 896	343 408	141 403	259 918	253 295	221 382	296 501	293 021	306 778
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>99</b>	<b>512</b>	<b>347</b>	<b>-</b>	<b>-</b>	<b>343</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>24 937 252</b>	<b>27 269 871</b>	<b>27 180 146</b>	<b>26 310 574</b>	<b>26 575 886</b>	<b>28 404 446</b>	<b>27 545 469</b>	<b>28 508 982</b>	<b>29 814 006</b>

In 2022/23, the department received an amount of R383 million under the District Health Programmes grant that was exclusively appropriated for the Covid-19 vaccination programme. In addition, the department reprioritised equitable share funding in the amount of R1.772 billion, mainly for contracted Covid-19 staff, as well as permanent staff performing Covid-19 duties. This largely once-off funding accounts for the decrease in the 2023/24 Main Appropriation.

Note that, in the 2023/24 MTEF, the department's equitable share was reduced by R188.436 million in 2024/25 and R331.708 million in 2025/26, as a result of the annual updates of the data that informs the equitable share formula, as well as reduced own revenue baselines. These relate to the 2023/24 MTEF cuts, which were not effected against the department in the first year of that MTEF. This cut was made

entirely against the District Hospitals sub-programme, and against *Goods and services*. This sub-programme was identified as the only possible area of reduction, as Programme 4 is under pressure due to the commissioning of PKISMH, and Programme 5 is still severely affected by the carry-through of the 2021/22 budget cuts. Additional funding was allocated in 2023/24, with carry-through, to address pressures arising from the 2021/22 budget cuts. In the 2024/25 MTEF, an additional R1.682 billion was allocated to the programme, with carry-through, mainly for the carry-through costs of the 2023 wage agreement, as well as Social Sector EPWP Incentive Grant for Provinces (in 2024/25 only). This was mitigated to a large extent by a cut of R1.169 billion, with carry-through, mainly related to the fiscal consolidation cuts, but also due to cuts against the District Health Programmes grant and the NHI grant.

The sub-programme: District Management provides for planning and administration of health services, management of personnel and financial administration, co-ordination and management of Day Hospital Organisations and Community Health Services rendered by local authorities and NGOs within the eThekweni Metro, as well as determining working methods and procedures and exercising district control. The increase in the 2023/24 Adjusted Appropriation relates to the additional funding received for the 2023 wage agreement. The high Revised Estimate relates to under-funding for carry-through costs from 2022/23 for motor vehicles, accounting for the decrease in 2024/25. There was additional funding allocated to this sub-programme of R41.662 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was partly mitigated by a fiscal consolidation cut of R19.645 million, with carry-through. Growth over the MTEF is inflationary only.

The Community Health Clinics sub-programme renders a nurse-driven PHC service at clinic level including visiting points, mobile and local authority clinics. The increase in the 2023/24 Adjusted Appropriation was mainly due to additional funds for the 2023 wage agreement, as well as the relinking of staff from the Other Community Services sub-programme, now that the demand for Covid-19 services has declined. The projected over-spending in the 2023/24 Revised Estimate is mainly due to pressures on medicines as a result of the carry-through impact of the 2021/22 budget cuts. There was additional funding allocated of R439.538 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was largely mitigated by a fiscal consolidation cut of R349.996 million with carry-through. Over the MTEF, the department will continue to prioritise the PHC services to ensure that the treatment of patients at a lower level of care is strengthened where it is most cost effective, ensure all clinics obtain ideal clinic status, as well as sustain the current level of services within the allocated budget.

The Community Health Centres sub-programme provides PHC services with full-time medical officers in respect of mother and child, health promotion, geriatrics, occupational therapy, physiotherapy, and psychiatry. The negative growth in 2022/23 relates to the movement of St Margaret's TB Hospital to this sub-programme in 2022/23, with the history not restated. In addition, the once-off non-pensionable cash allowance in 2021/22 also contributes to the negative growth. The increase in the 2023/24 Adjusted Appropriation was mainly due to additional funding for the costs of the 2023 wage agreement, as well as for the relinking of staff from the Other Community Services sub-programme, now that the demand for Covid-19 services has declined. Additional funding was allocated to this sub-programme of R66.980 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was largely mitigated by a fiscal consolidation cut of R41.644 million, with carry-through. Growth over the MTEF is inflationary only, and provides for the maintenance of the current level of services.

The sub-programme: Community Based Services renders a community-based health service at non-health facilities in respect of home-based care, abuse victims, mental and chronic care, school health, etc. The decrease in 2021/22 and the increase in 2022/23 is attributed to the repurposing of the department's outreach teams in 2021/22 only, to address the impact of Covid-19. There was additional funding allocated to this sub-programme of R76.217 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement, as well as for the Social Sector EPWP Incentive Grant for Provinces (in 2024/25 only). This was partly mitigated by a fiscal consolidation cut of R14.657 million in 2024/25, with carry-through. The growth over the MTEF is inflationary.

The sub-programme: Other Community Services renders environmental and part-time district surgeon services, etc. The negative growth in 2022/23 is a result of the decline in the number of Covid-19 cases. The decrease in 2023/24 is a result of the Covid-19 contract extensions being for 12 months, with funding

only available for six months. The decrease in the 2023/24 Adjusted Appropriation relates to the relinking of staff from this sub-programme to other sub-programmes, as well as Programmes 4 and 5, now that the demand for Covid-19 services has declined. The high projected over-spending in the 2023/24 Revised Estimate relates to the carry-through impact of the 2021/22 budget cuts, as well as unfunded current staff. There was additional funding allocated to this sub-programme of R24.200 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was largely mitigated by a fiscal consolidation cut of R21.593 million, with carry-through. The growth over the MTEF is inflationary.

The HIV and AIDS sub-programme provides a PHC service in respect of HIV and AIDS campaigns and special projects, and growth rates are mainly due to fluctuations in the District Health Programmes grant. The minimal growth and fluctuations over the MTEF are due to fiscal consolidation cuts made in previous budget processes affecting the District Health Programmes grant, and the sub-programme is largely funded from this grant. The decrease in the 2023/24 Adjusted Appropriation was a result of the District Health Programmes grant (HIV and AIDS component) budget cuts related to fiscal consolidation budget cuts made in-year by National Treasury, as explained. The sub-programme was cut by R76.658 million in 2024/25, including R38.543 million cut from the District Health Programmes grant, all related to fiscal consolidation cuts. This is followed by a cut of R346.662 million in 2025/26, of which the grant cut is R306.378 million, impacting on growth in that year.

The sub-programme: Nutrition provides nutrition services aimed at specific target groups such as malnourished children, and combines nutrition specific and nutrition sensitive interventions to address malnutrition. Growth over the MTEF is inflationary and caters for the continuation of existing services. This sub-programme did not receive any additional funding in the 2024/25 MTEF, neither was it subjected to any cuts.

The sub-programme: Coroner Services provides forensic and medico-legal services to establish the circumstances and causes of unnatural death. There was additional funding allocated to this sub-programme of R5.726 million in 2023/24, with carry-through, for the costs of the 2023 wage adjustment. Growth over the MTEF is inflationary only to provide for the maintenance of the current level of services. This sub-programme receives additional funding of R21.599 million in 2024/25, with carry-through, mainly for the carry-through costs of the 2023 wage agreement, and was not subjected to any budget cuts.

The sub-programme: District Hospitals provides hospital services at general practitioner level. The negative growth in the 2023/24 Main Appropriation is a result of budget cuts from previous budget processes resulting in under-budgeting for current staff, medicine, and medical supplies, accounting for the projected over-spending in the 2023/24 Revised Estimate and the negative growth in 2024/25. The increase in the 2023/24 Adjusted Appropriation was mainly due to additional funding for the costs of the 2023 wage agreement, for the relinking of staff to this sub-programme now that the demand for Covid-19 services has declined, as well as for the reclassification of Clairwood Hospital from Programme 4 to a district hospital. There was additional funding, with carry-through, allocated to this sub-programme of R1.012 billion in 2024/25 for the carry-through costs of the 2023 wage agreement. This was largely mitigated by a fiscal consolidation cut of R645.147 million in 2024/25, with carry-through. The growth over the outer two years of the MTEF is inflationary.

*Compensation of employees* shows negative growth in the 2023/24 Main Appropriation as a result of the carry-through impact of the 2021/22 budget cuts, as well as under-funding for the ongoing absorption of temporary Covid-19 staff, with no provision for 2023/24 or over the MTEF, hence the further decrease in 2024/25. The budget cuts made in previous budget processes resulted in under-budgeting for current staff, adding to the negative growth in 2024/25. This will be addressed in-year for 2024/25 and in the next budget process for the outer years of the MTEF. The increase in the 2023/24 Adjusted Appropriation was mainly due to additional funding for the costs of the 2023 wage agreement, mitigated to some extent by a virement to Programmes 4 and 5 to take into account the relinking of staff to their original programmes, now that the demand for Covid-19 services has declined. The staff are now linked back to their original programmes. The projected over-spending in the Revised Estimate relates to the under-funding of the 2023 wage agreement, as well as the impact of previous budget cuts, which resulted in current staff not being fully funded. There was additional funding, with carry-through, allocated to this category of R1.175 billion in 2024/25 for the carry-through costs of the 2023 wage agreement. This was largely

mitigated by a fiscal consolidation cut of R1.083 billion in 2024/25, with carry-through. As mentioned, the carry-through impact of the 2021/22 budget cuts is still evident in 2024/25, and this will be addressed in-year. Growth in the outer years is inflationary only, with no provision for filling any vacant posts.

Growth against *Goods and services* in 2022/23 was negative due to budget cuts in previous budget processes affecting property payments, medical supplies and medicines. The decrease in the 2023/24 Adjusted Appropriation was attributed to savings under Covid-19 activities resulting from the decline in cases and the integration of Covid-19 activities into the normal package of services, and these were utilised to cover budget pressures within the category in Programmes 4 and 5 due to the carry-through impact of the 2021/22 MTEF budget cuts. The projected over-spending in the Revised Estimate is attributed to the ongoing impact of the 2021/22 MTEF budget cuts on medicines, medical supplies and property payments. The carry-through impact of these cuts also impacts on the growth in 2024/25 and 2025/26, and this is further exacerbated by cuts to the District Health Programmes grant, particularly in 2025/26. This will impact on the level of service provided, as these supplies are critical to the functioning of hospitals, and reprioritisation may be required in-year.

*Transfers and subsidies to: Provinces and municipalities* provides for PHC services provided by eThekweni municipal clinics, and especially the strengthening of the comprehensive HIV, AIDS and TB programme at clinic level. The growth over the MTEF is inflationary only.

*Transfers and subsidies to: Departmental agencies and accounts* relates to payments for TV licences.

*Transfers and subsidies to: Non-profit institutions* caters for subsidies to entities that render PHC services.

*Transfers and subsidies to: Households* relates to staff exit costs and medico-legal claims. The 2024/25 MTEF allocations provide for staff exit costs, and limited amounts for medico-legal claims, due to pressures elsewhere in the budget, as well as anticipation that the clinical services plan for persons with cerebral palsy will bear fruit. The department was hopeful that a court case set for October 2023 would result in referrals to the centres of excellence, which would reduce claim values significantly. However, the case was postponed, which will delay the hoped for reduction in claim values.

The high spending in 2021/22 against *Machinery and equipment* relates to carry-over expenditure from 2020/21 for medical equipment, computer equipment, and the CCTV camera project. These once-off allocations account for the negative growth in 2022/23. The high growth in the 2023/24 Main Appropriation is attributed to planned purchases of motor vehicles, with procurement delayed in 2022/23 due to pressures elsewhere in the budget. The decrease in the Adjusted Appropriation was attributed to over-budgeting for non-medical equipment, with the savings moved to *Goods and services* to cover medicine pressures due to the 2021/22 MTEF budget cuts. The projected under-spending in the 2023/24 Revised Estimate relates to some medical equipment costs being borne by the Health Facility Revitalisation grant in Programme 8. This once-off matter accounts for the increase in 2024/25. Growth over the outer years is inflationary only and caters for the maintenance of the current levels of service.

*Payments for financial assets* provides mainly for the write-off of thefts and losses.

### Service delivery measures: District Health Services

Table 7.20 illustrates the main service delivery measures of Programme 2. A total of nine measures are annual in nature and therefore no Estimated performance for 2023/24 was available at the time of compiling this document. There are also two new measures, which also do not have an Estimated performance for 2023/24. The department publishes additional measures for this programme in its APP.

**Table 7.20 : Service delivery measures: District Health Services**

Table 7.20 : Service delivery measures: District Health Services					
Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2023/24	2024/25	2025/26	2026/27
1. District Health Services					
To provide facilities for patients to be treated at PHC level	• Ideal clinic status obtained rate	Annual	90.1%	90%	90%
	• Patient experience of care satisfaction rate (PHC)	Annual	89.6%	92.6%	95.5%

**Table 7.20 : Service delivery measures: District Health Services**

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2023/24	2024/25	2025/26	2026/27	
2. HIV and AIDS, TB and STI control						
Rendering PHC service in respect of HIV and AIDS, TB and STI control	• ART clients remain on ART end of month – sum	Annual	1 677 836	1 786 196	1 786 196	
	• ART Adult Viral load suppressed rate	Annual	95%	95%	95%	
	• ART Child Viral load suppressed rate	Annual	90%	95%	95%	
3. Maternal, child and women's health						
Rendering a comprehensive and integrated maternal, child and women health at PHC level	• Maternal mortality in facility ratio	Annual	98/100 000	92.2/100 000	86.5/100 000	
	• Infant PCR test positive around 6 months rate	Annual	1%	1%	1%	
	• Neonatal death in facility rate	Annual	13.9/1 000	13.7/1 000	13.5/1 000	
	• Immunisation under 1 year coverage	91.3%	95%	95%	95%	
	• Antenatal 1st visit before 20 weeks rate	78.1%	75%	77%	77%	
	• Measles 2nd dose 1-year coverage	89.5%	95%	95%	95%	
	• Delivery 10 to 14 years in facility rate	New	632	632	632	
	• Cervical Cancer Screening Coverage	New	70%	75%	75%	
	• Child under 5 years diarrhoea case fatality rate	0.8%	1.6%	1.6%	1.6%	
	• Child under 5 years pneumonia case fatality rate	1.8%	1.8%	1.8%	1.8%	
	• Child under 5 years severe acute malnutrition case fatality rate	7.2%	7.1%	5.1%	4.5%	
4. Disease prevention and control						
Rendering preventive and promotive health services	• Malaria case fatality rate	Annual	0%	0%	0%	

### 8.3 Programme 3: Emergency Medical Services

The purpose of Programme 3 is to render pre-hospital EMS, including inter-hospital transfers and planned patient transport. Poverty and topography are major cost drivers for both the Emergency Transport and Planned Patient Transport sub-programmes. Tables 7.21 and 7.22 summarise payments and budgeted estimates pertaining to Programme 3. Note that, in the 2024/25 MTEF, an additional R89.989 million was allocated to the programme in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This additional funding was mitigated by a cut of R22.375 million, with carry-through, related to the fiscal consolidation cuts.

**Table 7.21 : Summary of payments and estimates by sub-programme: Emergency Medical Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24	2023/24	2023/24	2024/25	2025/26	2026/27
1. Emergency Services	1 478 434	1 434 921	1 490 117	1 473 709	1 473 709	1 466 736	1 550 374	1 619 122	1 693 600
2. Planned Patient Transport	127 493	161 845	177 749	181 806	203 906	253 363	239 405	248 786	260 228
<b>Total</b>	<b>1 605 927</b>	<b>1 596 766</b>	<b>1 667 866</b>	<b>1 655 515</b>	<b>1 677 615</b>	<b>1 720 099</b>	<b>1 789 779</b>	<b>1 867 908</b>	<b>1 953 828</b>

**Table 7.22 : Summary of payments and estimates by sub-programme: Emergency Medical Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24	2023/24	2023/24	2024/25	2025/26	2026/27
<b>Current payments</b>	<b>1 429 072</b>	<b>1 512 031</b>	<b>1 568 514</b>	<b>1 558 285</b>	<b>1 580 385</b>	<b>1 622 645</b>	<b>1 689 073</b>	<b>1 762 692</b>	<b>1 843 773</b>
Compensation of employees	1 074 827	1 189 352	1 221 376	1 217 755	1 239 855	1 259 912	1 296 010	1 352 492	1 414 706
Goods and services	354 242	322 675	346 688	340 530	340 530	362 721	393 063	410 200	429 067
Interest and rent on land	3	4	450	-	-	12	-	-	-
<b>Transfers and subsidies to:</b>	<b>5 818</b>	<b>13 920</b>	<b>16 657</b>	<b>6 830</b>	<b>6 830</b>	<b>7 032</b>	<b>7 137</b>	<b>7 456</b>	<b>7 799</b>
Provinces and municipalities	2 030	1 873	2 993	3 401	3 401	2 992	3 554	3 713	3 884
Departmental agencies and accounts	-	-	-	2	2	2	2	2	2
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 788	12 047	13 664	3 427	3 427	4 038	3 581	3 741	3 913
<b>Payments for capital assets</b>	<b>171 037</b>	<b>70 815</b>	<b>82 683</b>	<b>90 400</b>	<b>90 400</b>	<b>90 400</b>	<b>93 569</b>	<b>97 760</b>	<b>102 256</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	171 037	70 815	82 683	90 400	90 400	90 400	93 569	97 760	102 256
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>12</b>	<b>-</b>	<b>-</b>	<b>22</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 605 927</b>	<b>1 596 766</b>	<b>1 667 866</b>	<b>1 655 515</b>	<b>1 677 615</b>	<b>1 720 099</b>	<b>1 789 779</b>	<b>1 867 908</b>	<b>1 953 828</b>

The sub-programme: Emergency Services provides for all EMS including ambulance services, special operations, communication and air ambulance services. The negative growth in the 2023/24 Main Appropriation was due to the once-off funding for Covid-19 contracted staff in 2022/23, as well as overtime and medico-legal costs. There was additional funding allocated to this sub-programme of R44.750 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement, mitigated by a cut of R22.375 million in 2024/25, with carry-through due to fiscal consolidation cuts. Growth in the two outer years is for inflationary purposes only.

The Planned Patient Transport sub-programme provides planned patient transport, including Local Outpatient Transport (within the boundaries of a given town or local area) and Inter-City/Town Outpatient Transport (to referral centres). The increase in the 2023/24 Adjusted Appropriation related to additional funding provided by National Treasury to partly fund the 2023 wage agreement. The high spending expected in the Revised Estimate relates to under-budgeting for fleet service costs, as well as the under-funded 2023 wage agreement and the carry-through impact of the 2021/22 budget cuts, accounting for the decrease in 2024/25, and this will be addressed in-year. There was additional funding allocated to this sub-programme of R45.239 million in 2024/25, with carry-through, partly for the carry-through costs of the 2023 wage agreement, as well as for fleet services pressures. There were no cuts to this sub-programme over the 2024/25 MTEF. Growth over the two outer years of the MTEF is for inflationary purposes only.

The negative growth against *Compensation of employees* in the 2023/24 Main Appropriation is attributable to the current staff not being fully funded following the 2021/22 MTEF budget cuts. The decrease was mitigated to a minor extent by additional funding of R22.100 million allocated in the Adjusted Appropriation to partly fund the costs of the 2023 wage agreement. There was additional funding allocated to this category of R74.989 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement, mitigated by a cut of R22.375 million in 2024/25, with carry-through, due to fiscal consolidation cuts. There is no provision for filling posts and pay progression as the current staff are not fully funded, and this will be addressed in-year. Growth in the outer two years of the MTEF is for inflationary purposes only. At this stage, the department is still determining exactly how many posts are not funded and how many posts will remain vacant once the previously mentioned rationalisation process is complete.

The main cost drivers under *Goods and services* are fuel and repairs to emergency vehicles, the latter being related to the rough terrain in rural areas. The high growth in 2022/23 was due to a provision for the renewal of the air ambulances services contract, which was not active in 2021/22. The high spending expected in the 2023/24 Revised Estimate relates to under-budgeting for fleet service costs. There was additional funding allocated to this category of R15 million in 2024/25, with carry-through, for fleet services pressures. Growth over the MTEF is for inflationary purposes only.

*Transfers and subsidies to: Provinces and municipalities* relates to motor vehicle licences and is driven by the size of the fleet of EMS vehicles in each year.

*Transfers and subsidies to: Households* relates to staff exit costs.

*Machinery and equipment* showed a drive to replace redundant ambulances in 2020/21, accounting for the decrease in 2021/22. The procurement of emergency vehicles continued in 2022/23 and 2023/24, with the rate of procurement reduced in the latter year due to the 2021/22 MTEF budget cuts. Growth over the MTEF is for inflationary purposes only. An ambulance's lifespan is 200 000 kilometres and the utilisation of these resources on a 24-hour basis contributes to accelerated depreciation, which then compels the service to dispose and replace vehicles at 25 per cent of the current fleet on a yearly basis. The replacement of the ageing fleet will continue in order to reduce the cost for repairs, and ensure the availability of reliable vehicles, with the plan to increase the ambulance fleet to 158.

### **Service delivery measures: Emergency Medical Services**

Table 7.23 illustrates the main service delivery measures pertaining to Programme 3. Note that the department publishes additional measures for this programme in its annual APP.

**Table 7.23 : Service delivery measures: Emergency Medical Services**

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2023/24	2024/25	2025/26	2026/27
1. Emergency Medical Services					
Rendering emergency medical services including ambulance services, special operations, communications and air ambulance services	• EMS P1 urban response under 30 minutes rate	42.3%	42%	51%	52%
	• EMS P1 rural response under 60 minutes rate	46.3%	48%	50%	51%

## 8.4 Programme 4: Provincial Hospital Services

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

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

- To render regional hospital services at a general specialist level and a platform for training of health workers and research.
- To convert present TB hospitals into strategically placed centres of excellence. TB centres of excellence will admit patients with complicated TB requiring isolation for public protection and specialised clinical management in the intensive phase of treatment to improve clinical outcomes.
- To render specialist psychiatric hospital services for people with mental illness and intellectual disability and providing a platform for training of health workers and research.
- To provide medium to long-term care to patients who require rehabilitation and/or a minimum degree of active medical care but cannot be sent home.
- To render an affordable and comprehensive oral health service, based on PHC.

Tables 7.24 and 7.25 summarise payments and estimates relating to Programme 4.

Note that, over the 2024/25 MTEF, an additional R717.906 million was allocated to the programme, with carry-through largely for the carry-through costs of the 2023 wage agreement.

This additional funding was mitigated by a cut of R402.253 million, with carry-through, related to the fiscal consolidation cuts.

**Table 7.24 : Summary of payments and estimates by sub-programme: Provincial Hospital Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23		2023/24		2024/25	2025/26	2026/27
1. General (Regional) Hospitals	9 376 385	9 916 354	10 432 675	10 202 275	10 683 534	11 513 555	11 103 367	11 456 784	11 966 141
2. Tuberculosis Hospitals	635 243	481 509	496 359	500 580	476 506	480 143	500 027	524 091	546 438
3. Psychiatric-Mental Hospitals	975 904	1 004 378	1 019 296	1 062 658	1 106 352	1 142 235	1 165 576	1 217 567	1 273 577
4. Sub-acute, Step-down and Chronic Medical Hospitals	317 902	322 245	366 697	379 146	370 793	332 231	426 737	444 397	464 354
5. Dental Training Hospital	20 205	21 270	19 500	20 090	21 411	20 446	20 661	21 671	22 668
<b>Total</b>	<b>11 325 639</b>	<b>11 745 756</b>	<b>12 334 527</b>	<b>12 164 749</b>	<b>12 658 596</b>	<b>13 488 610</b>	<b>13 216 368</b>	<b>13 664 510</b>	<b>14 273 178</b>



Table 7.25 : Summary of payments and estimates by sub-programme: Provincial Hospital Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>11 102 742</b>	<b>11 386 381</b>	<b>12 175 507</b>	<b>11 859 406</b>	<b>12 409 024</b>	<b>13 260 362</b>	<b>12 911 519</b>	<b>13 346 987</b>	<b>13 941 049</b>
Compensation of employees	8 269 554	8 549 370	8 920 862	9 073 954	9 545 713	9 744 274	9 577 702	9 969 437	10 409 490
Goods and services	2 833 149	2 836 657	3 254 411	2 785 448	2 863 307	3 515 473	3 333 813	3 377 546	3 531 555
Interest and rent on land	39	354	234	4	4	615	4	4	4
<b>Transfers and subsidies to:</b>	<b>98 425</b>	<b>211 951</b>	<b>118 498</b>	<b>90 205</b>	<b>90 205</b>	<b>129 545</b>	<b>94 265</b>	<b>98 488</b>	<b>103 018</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	68	87	65	113	113	77	118	123	129
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	5 643	3 989	-	-	-	-	-	-	-
Households	92 714	207 875	118 433	90 092	90 092	129 468	94 147	98 365	102 889
<b>Payments for capital assets</b>	<b>124 438</b>	<b>147 400</b>	<b>40 023</b>	<b>215 138</b>	<b>159 367</b>	<b>98 628</b>	<b>210 584</b>	<b>219 035</b>	<b>229 111</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	124 438	147 400	40 023	215 138	159 367	98 628	210 584	219 035	229 111
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>34</b>	<b>24</b>	<b>499</b>	<b>-</b>	<b>-</b>	<b>75</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>11 325 639</b>	<b>11 745 756</b>	<b>12 334 527</b>	<b>12 164 749</b>	<b>12 658 596</b>	<b>13 488 610</b>	<b>13 216 368</b>	<b>13 664 510</b>	<b>14 273 178</b>

The General (Regional) Hospitals sub-programme provides hospital services at a general specialist level and a platform for training of health workers and research. Over the 2024/25 MTEF, this sub-programme is significantly under-funded following the 2021/22 MTEF budget cuts, as well as the budget being reprioritised toward PKISMH operational costs. The current staff are not fully funded, and the medicine and medical supplies funding is not sufficient to sustain the current level of services. This accounts for the negative growth in the 2023/24 Main Appropriation. However, there was additional funding received in the Adjusted Appropriation to partly fund the costs of the 2023 wage agreement. In addition, the department moved funding from Programme 2 related to the relinking of Covid-19 permanent staff back to the programme they were moved from to respond to the Covid-19 pandemic. The projected over-spending in the Revised Estimate is due to under-funded current staff resulting from the 2021/22 MTEF budget cuts, as well as unfunded costs for the absorption of Covid-19 staff. These pressures also account for the decrease in 2024/25, and the department will need to reprioritise funding in-year to address this. Mitigating this pressure to a small degree was additional funding allocated in 2024/25 (R455.360 million) continued over the MTEF to fund the carry-through costs of the 2023 wage agreement. Of this increase, the NHI grant was increased by R13.836 million in 2024/25 and R2.262 million in 2025/26. However, these increases were negated by a decrease of R316.610 million in 2024/25 and R340.601 million in 2025/26, being fiscal consolidation budget cuts. Growth over the outer two years of the MTEF is inflationary only.

The TB Hospitals sub-programme provides for specialised care of patients with TB, including MDR and XDR TB. Funding over the MTEF is inflationary only to continue the current levels of service. Note that this sub-programme is a primary focus of the department's rationalisation plan, with some TB hospitals' services being phased down, hence the negative growth in 2021/22 and low growth in 2022/23 and 2023/24 Main Appropriation. This trend continued in the Adjusted Appropriation, with a decrease attributed to funding moved to Programme 2 due to the reclassification of the St. Margaret's, Clairwood and Richmond Chest Hospitals from TB hospitals to district health services facilities. There was additional funding allocated to this sub-programme of R73.432 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was mitigated to a large degree by a fiscal consolidation budget cut of R40.653 million in 2024/25, with carry-through over the MTEF. The growth in 2025/26 and 2026/27 is inflationary only.

The sub-programme: Psychiatric-Mental Hospitals renders a specialist psychiatric hospital service for people with mental illnesses and intellectual disability. Growth in 2023/24 is negative attributed to the impact of the 2021/22 MTEF budget cuts on *Compensation of employees*, and this will be addressed in-year. There was additional funding allocated to this sub-programme in the 2023/24 Adjusted Appropriation to partly fund the 2023 wage agreement. The projected over-spending in the Revised

Estimate is attributed to the carry-through impact of the 2021/22 budget cuts on *Compensation of employees*, with current staff not fully funded, as well as under-funding for property payments and agency and support/outsourced services. In 2024/25, the sub-programme is allocated additional funding of R141.615 million, with carry-through, to fund the carry-through costs of the 2023 wage agreement. This is partly mitigated by a cut of R43.652 million, with carry-through, being fiscal consolidation cuts. The growth in 2024/25 is low due to under-funding for current staff, and this will be addressed in-year. Growth thereafter only provides for the maintenance of the current levels of service.

The sub-programme: Sub-acute, Step-down and Chronic Medical Hospitals provides medium- to long-term care to patients who require rehabilitation and/or a minimum degree of active medical care but cannot be sent home. These patients are often unable to access ambulatory care at departmental services or their socio-economic or family circumstances do not allow for them to be cared for at home. This sub-programme receives additional funding of R46 million in 2024/25, with carry-through, to fund the carry-through costs of the 2023 wage agreement. There were no cuts to this sub-programme over the 2024/25 MTEF, and the high growth in 2024/25 is to address pressures in *Compensation of employees*, as well as backlogs in essential medical equipment. Growth in the two outer years of the MTEF provides for the maintenance of the current levels of service only.

The Dental Training Hospital sub-programme provides specialised dental services. There was additional funding allocated to this sub-programme of R450 000 in 2023/24, with carry-through, for the costs of the 2023 wage adjustment. Growth over the MTEF only provides for the maintenance of the current levels of service. There was additional funding allocated to this sub-programme of R1.499 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was mitigated to a large degree by a fiscal consolidation budget cut of R1.338 million in 2024/25, with carry-through over the MTEF. The growth in 2025/26 and 2026/27 is inflationary only.

The growth against *Compensation of employees* in the 2023/24 Main Appropriation was negative mainly attributed to the carry-through impact of the 2021/22 MTEF budget cuts. The category did receive additional funding in the 2023/24 Adjusted Appropriation to take into account the relinking of Covid-19 permanent staff back to the programme they were moved from to respond to the Covid-19 pandemic. The funds were also moved to cover existing staff that were under-funded due to the 2021/22 MTEF budget cuts, as mentioned earlier. In addition, additional funding was provided by National Treasury to partly fund the 2023 wage agreement. The projected over-spending in the Revised Estimate relates to the under-funding of the 2023 wage agreement, as well as the impact of previous budget cuts, which has resulted in current staff not being fully funded. There was additional funding, with carry-through, allocated to this category of R666.213 million in 2024/25, for the carry-through costs of the 2023 wage agreement. This was largely mitigated by a fiscal consolidation cut of R402.253 million in 2024/25, with carry-through. Growth in 2024/25 is negative due to the carry-through impact of the 2021/22 budget cuts, and this will be addressed in-year. Growth in the two outer years of the MTEF is inflationary only.

The growth against *Goods and services* in 2022/23 is high, largely due to carry-over costs for laboratory services from 2021/22, as part of the plan to remain within budget. This partly accounts for the negative growth in the 2023/24 Main Appropriation, with the trend exacerbated by the impact of the 2021/22 MTEF budget cuts against property-related payments, medicine and medical supplies. In the Adjusted Appropriation, the category was increased to partly cover the shortfall under medical supplies as a result of the carry-through impact of the 2021/22 MTEF budget cuts. The projected over-spending in the Revised Estimate is attributed to pressures against medical supplies due to the ongoing impact of budget cuts, and this accounts for the negative growth in 2024/25. There was additional funding, with carry-through, allocated to this category of R20.249 million in 2024/25 to address pressures in patient nutrition services. Growth thereafter only provides for inflation.

*Transfers and subsidies to: Departmental agencies and accounts* relates to the payment of TV licences.

*Transfers and subsidies to: Non-profit institutions* provided for support to NGOs providing various services, including mental health care, disability care and TB, but all NGOs are reflected under Programme 2 from 2022/23.

*Transfers and subsidies to: Households* relates to medico-legal claims and staff exit costs and fluctuates according to demand. The budget for this category will be reviewed in-year, as and when medico-legal costs arise and depending on the success of the strategies of the medico-legal unit.

*Machinery and equipment* relates mainly to the procurement of essential non-medical equipment, as well as the decentralised procurement of health technology services related medical equipment. The negative growth in 2022/23 was attributed to a decision to absorb some of the medical equipment expenditure under the Health Facility Revitalisation grant in Programme 8, which means there were savings against this category which were used to offset budget pressures in the programme. As this decision only applied in 2022/23, the baseline was re-established in 2023/24 and grows to provide for the replacement of medical equipment including anaesthetic machines, X-ray machines and CT scanners. The decrease in the Adjusted Appropriation relates to over-budgeting for non-medical equipment, and the savings were moved within the programme to *Goods and services* against medical supplies due to pressures following the carry-through of the 2021/22 MTEF budget cuts. This once-off saving accounts for the high growth in 2024/25. Thereafter, growth is inflationary only.

*Payments for financial assets* provides mainly for the write-off of thefts and losses.

### Service delivery measures: Provincial Hospital Services

Table 7.26 illustrates the main service delivery measures pertaining to Programme 4. Note that eight measures are annual in nature and therefore no Estimated performance for 2023/24 was available at this stage. Note also that the department publishes additional measures for this programme in its APP.

**Table 7.26 : Service delivery measures: Provincial Hospital Services**

Table 7.26 : Service delivery measures: Provincial Hospital Services					
Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2023/24	2024/25	2025/26	2026/27
1. General (Regional) Hospitals					
Rendering of hospital services at a general specialist level and a platform for training of health workers and research	• Patient experience of care satisfaction rate	Annual	85.1%	87%	91%
	• Diarrhoea deaths under 5 years	Annual	48	46	44
	• Pneumonia deaths under 5 years	Annual	103	103	103
	• Severe acute malnutrition deaths under 5 years	Annual	49	14	7
2. Specialised TB Hospitals					
Rendering of hospital services at a specialist TB level	• Patients experience of care satisfaction rate	Annual	97.3%	97.5%	98.0%
	• Severity assessment code (SAC) 1 incident reported within 24 hours rate	100%	100%	100%	100%
3. Specialised Psychiatric Hospitals					
Rendering of hospital services at a specialist psychiatric level	• Patients experience of care satisfaction rate	Annual	92.6%	93.0%	95.0%
	• SAC 1 incident reported within 24 hours rate	100%	100%	100%	100%
4. Chronic/ Sub-Acute Hospitals					
Rendering of hospital services at a specialist chronic/sub-acute level	• Patients experience of care satisfaction rate	Annual	83.3%	85.0%	85.5%
	• SAC 1 incident reported within 24 hours rate	Annual	100%	100%	100%

## 8.5 Programme 5: Central Hospital Services

The main purpose of Programme 5 is to provide tertiary health services and to create a platform for the training of health workers.

Tables 7.27 and 7.28 summarise payments and budgeted estimates relating to the two sub-programmes that fall under this programme. The fluctuations over the 2024/25 MTEF relate largely to the PPP at IALCH, as well as the impact of the 2021/22 MTEF budget cuts. Note that, over the 2024/25 MTEF, an additional R254.297 million, with carry-through, was allocated to the programme for the carry-through costs of the 2023 wage agreement. This additional funding was largely mitigated by a cut of R178.232 million, with carry-through, related to the fiscal consolidation cuts.

**Table 7.27 : Summary of payments and estimates by sub-programme: Central Hospital Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
1. Central Hospital Services	2 653 569	2 540 207	2 689 567	2 648 394	2 759 690	2 895 950	2 841 067	2 863 036	2 994 735
2. Provincial Tertiary Hospital Services	2 731 891	2 814 948	2 973 518	2 843 751	3 107 490	3 183 240	3 140 797	3 283 881	3 434 940
<b>Total</b>	<b>5 385 460</b>	<b>5 355 155</b>	<b>5 663 085</b>	<b>5 492 145</b>	<b>5 867 180</b>	<b>6 079 190</b>	<b>5 981 864</b>	<b>6 146 917</b>	<b>6 429 675</b>

**Table 7.28 : Summary of payments and estimates by sub-programme: Central Hospital Services**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>5 270 488</b>	<b>5 283 641</b>	<b>5 604 929</b>	<b>5 381 602</b>	<b>5 757 931</b>	<b>5 989 857</b>	<b>5 867 699</b>	<b>5 934 000</b>	<b>6 206 962</b>
Compensation of employees	3 075 647	3 175 808	3 268 583	3 199 711	3 450 987	3 456 904	3 419 631	3 375 873	3 531 162
Goods and services	2 194 842	2 107 833	2 336 320	2 181 891	2 306 944	2 532 953	2 448 068	2 558 127	2 675 800
Interest and rent on land	(1)	-	26	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>27 104</b>	<b>27 517</b>	<b>24 457</b>	<b>45 687</b>	<b>45 687</b>	<b>24 187</b>	<b>47 743</b>	<b>49 882</b>	<b>52 177</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	77	63	97	82	82	114	86	90	94
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	27 027	27 454	24 360	45 605	45 605	24 073	47 657	49 792	52 083
<b>Payments for capital assets</b>	<b>87 868</b>	<b>43 997</b>	<b>33 644</b>	<b>64 856</b>	<b>63 562</b>	<b>65 005</b>	<b>66 422</b>	<b>163 035</b>	<b>170 536</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	87 868	43 997	33 644	64 856	63 562	65 005	66 422	163 035	170 536
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>55</b>	<b>-</b>	<b>-</b>	<b>141</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>5 385 460</b>	<b>5 355 155</b>	<b>5 663 085</b>	<b>5 492 145</b>	<b>5 867 180</b>	<b>6 079 190</b>	<b>5 981 864</b>	<b>6 146 917</b>	<b>6 429 675</b>

The Central Hospital Services sub-programme provides for highly specialised medical health tertiary and quaternary services including referrals from other provinces, and includes the PPP at IALCH. The increase in the 2023/24 Adjusted Appropriation relates partly to additional funding provided by National Treasury towards funding the 2023 wage agreement. In addition, there was funding moved to this sub-programme to address pressures in under-funding of current staff, as well as medicines, medical supplies and property payments. The projected over-spending in the Revised Estimate is mainly against *Goods and services*, which is under pressure due to the carry-through impact of the 2021/22 budget cuts resulting in the inability of the department to afford the fuel price increases and annual inflationary price increase on items such as medicines, medical supplies and property payments. There was additional funding allocated to this sub-programme of R80.036 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was mitigated to a large degree by a fiscal consolidation budget cut of R49.383 million in 2024/25, with carry-through over the MTEF. The negative growth in 2024/25 is attributed to the carry-through impact of the 2021/22 MTEF budget cuts, impacting mainly on medicines and medical supplies, and the baseline is not sufficient to sustain the current level of services. The impact of the cuts is also evident in the low growth in 2025/26, with inflationary growth in 2026/27.

The sub-programme: Provincial Tertiary Hospital Services provides tertiary health services and creates a platform for the training of specialist health professionals. The negative growth in the 2023/24 Main Appropriation was due to the carry-through impact of the 2021/22 budget cuts resulting in the inability of the department to fully fund existing staff and annual inflationary price increases on items such as medicines, medical supplies and property payments. The increase in the 2023/24 Adjusted Appropriation relates partly to additional funding provided by National Treasury towards funding the 2023 wage agreement. In addition, there was funding moved to this sub-programme to address pressures in under-funding of current staff, as well as medicines, medical supplies and property payments. The projected over-spending in the Revised Estimate is mainly against *Goods and services*, attributed to the impact of the 2021/22 MTEF budget cuts, as mentioned. There was additional funding allocated to this sub-programme of R174.261 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was mitigated to a large degree by a fiscal consolidation budget cut of R128.849 million in 2024/25, with carry-through over the MTEF. The negative growth in 2024/25 is due

to the carry-through impact of the 2021/22 MTEF budget cuts, with current staff not fully funded, and this will be addressed in-year. Growth in the outer two years is inflationary.

The negative growth against *Compensation of employees* in the 2023/24 Main Appropriation was due to the carry-through impact of the 2021/22 budget cuts resulting in the inability of the department to fully fund existing staff. The increase in the 2023/24 Adjusted Appropriation relates partly to additional funding provided by National Treasury towards funding the 2023 wage agreement. In addition, there was funding moved to this sub-programme to address pressures in under-funding of current staff. There was additional funding allocated to this category of R194.430 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This was mitigated to a large degree by a fiscal consolidation budget cut of R121.645 million in 2024/25, with carry-through over the MTEF. The movement to this category in the Adjusted Appropriation and the projected over-spending in the Revised Estimate account for the decrease in 2024/25, as the department's baseline is not sufficient to sustain the current level of services, and this will be addressed in-year, and in the next budget process for 2025/26. There is thus no provision for filling posts and pay progression in 2024/25 and 2025/26, with inflationary growth only in 2026/27.

*Goods and services* grows strongly in 2022/23, mainly for increased costs for the PPP at IALCH. These relate to the once-off replacement of medical equipment, with inflationary growth only in the outer two years. The increase in the 2023/24 Adjusted Appropriation relates to funding moved to this sub-programme to address pressures in under-funding of current staff, as well as medicines, medical supplies and property payments. The projected over-spending in the Revised Estimate is attributed to the impact of the 2021/22 MTEF budget cuts, as mentioned. There was additional funding allocated to this category of R59.867 million in 2024/25, with carry-through, to address pressures in contractors. This was mitigated to a large degree by a fiscal consolidation budget cut of R56.587 million in 2024/25, with carry-through over the MTEF. The decrease in 2024/25 is attributed to the carry-through impact of the 2021/22 MTEF budget cuts, with medicines, medical supplies and property payments not fully funded in 2024/25, and this will be addressed in-year and in the next budget process. The department notes that the PPP at IALCH is fully funded at this stage, but this will be reviewed in-year once progress is made on the new PPP contract, as mentioned. Growth in the outer two years is inflationary.

*Transfers and subsidies to: Departmental agencies and accounts* relates to the payment of TV licences.

*Transfers and subsidies to: Households* relates to medico-legal claims, as well as staff exit costs. The budget for this category will be reviewed in-year, as and when medico-legal costs arise and depending on the success of the strategies of the medico-legal unit.

*Machinery and equipment* relates to the replacement of redundant essential non-medical equipment, such as medical and patient trolleys, hospital beds, etc. Due to the ongoing impact of the 2021/22 MTEF budget cuts, there is planned replacement of medical equipment at a reduced rate in 2023/24 and 2024/25. Growth in 2025/26 is high to address the backlogs that will have accumulated.

### Service delivery measures: Central Hospital Services

Table 7.29 illustrates service delivery measures pertaining to Programme 5. All measures in this programme are annual in nature and therefore no Estimated performance for 2023/24 was available at the time of compiling this document. Note that the department publishes additional measures for this programme in its annual APP.

**Table 7.29 : Service delivery measures: Central Hospital Services**

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2023/24	2024/25	2025/26	2026/27	
1. Tertiary Hospitals						
To provide tertiary health services and create a platform for the training of health workers	• Patient experience of care satisfaction rate	Annual	100%	100%	100%	
	• Diarrhoea deaths under 5 years	Annual	4	4	4	
	• Pneumonia deaths under 5 years	Annual	19	19	19	
	• Severe acute malnutrition deaths under 5 years	Annual	7	6	2	

**Table 7.29 : Service delivery measures: Central Hospital Services**

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2023/24	2024/25	2025/26	2026/27	
2. Central Hospitals						
Rendering a highly specialised medical health and quaternary service on a national basis and a platform for training of health workers and research	• Patient experience of care satisfaction rate	Annual	94.8%	88%	90%	
	• Pneumonia deaths under 5 years	Annual	15	15	15	
	• Severe acute malnutrition deaths under 5 years	Annual	1	1	1	

## 8.6 Programme 6: Health Sciences and Training

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

- To provide for training of nurses at under-graduate and post-basic level.
- To provide for training of rescue and ambulance personnel.
- To provide bursaries for health science training programmes at under- and postgraduate levels.
- To provide skills development interventions for all occupational categories in the department.

Tables 7.30 and 7.31 summarise information relating to Programme 6 for the period 2020/21 to 2026/27.

Note that, in 2024/25, an additional R23.531 million was allocated to the programme, with carry-through, for the carry-through costs of the 2023 wage agreement. This additional funding was largely mitigated by a cut of R19.505 million, in 2024/25, with carry-through, related to the fiscal consolidation cuts.

**Table 7.30 : Summary of payments and estimates by sub-programme: Health Sciences and Training**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24	2023/24	2023/24	2024/25	2025/26	2026/27
1. Nursing Training Colleges	220 796	212 037	211 895	222 764	234 551	236 122	1 380 783	1 475 691	1 559 680
2. EMS Training Colleges	19 568	22 326	23 680	31 082	31 082	28 528	36 788	38 437	40 205
3. Bursaries	109 494	74 129	43 573	138 610	138 610	138 610	145 354	151 866	158 851
4. Primary Health Care Training	37 753	33 505	30 879	48 295	44 325	37 100	49 212	51 415	53 780
5. Training Other	877 586	1 020 190	1 028 879	1 040 258	1 065 373	1 104 676	1 082 405	1 163 455	1 233 084
<b>Total</b>	<b>1 265 197</b>	<b>1 362 187</b>	<b>1 338 906</b>	<b>1 481 009</b>	<b>1 513 941</b>	<b>1 545 036</b>	<b>1 552 250</b>	<b>1 654 840</b>	<b>1 747 069</b>

**Table 7.31 : Summary of payments and estimates by sub-programme: Health Sciences and Training**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24	2023/24	2023/24	2024/25	2025/26	2026/27
<b>Current payments</b>	<b>1 137 118</b>	<b>1 267 526</b>	<b>1 277 569</b>	<b>1 318 406</b>	<b>1 351 338</b>	<b>1 393 059</b>	<b>1 380 783</b>	<b>1 475 691</b>	<b>1 559 680</b>
Compensation of employees	1 103 769	1 230 693	1 234 400	1 239 511	1 272 443	1 313 069	1 298 433	1 389 654	1 469 688
Goods and services	33 347	36 833	43 168	78 895	78 895	79 990	82 350	86 037	89 992
Interest and rent on land	2	-	1	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>126 123</b>	<b>92 096</b>	<b>59 295</b>	<b>150 499</b>	<b>150 499</b>	<b>143 952</b>	<b>157 779</b>	<b>164 847</b>	<b>172 430</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	23 248	23 248	23 248	25 436	25 436	25 436	26 581	27 772	29 050
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	102 875	68 848	36 047	125 063	125 063	118 516	131 198	137 075	143 380
<b>Payments for capital assets</b>	<b>1 956</b>	<b>2 564</b>	<b>2 042</b>	<b>12 104</b>	<b>12 104</b>	<b>8 025</b>	<b>13 688</b>	<b>14 302</b>	<b>14 959</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 956	2 564	2 042	12 104	12 104	8 025	13 688	14 302	14 959
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 265 197</b>	<b>1 362 187</b>	<b>1 338 906</b>	<b>1 481 009</b>	<b>1 513 941</b>	<b>1 545 036</b>	<b>1 552 250</b>	<b>1 654 840</b>	<b>1 747 069</b>

The sub-programme: Nursing Training Colleges provides for an intake of 225 nurses per annum at undergraduate and post-basic level at 11 campuses. Growth over the 2024/25 MTEF provides only for the maintenance of current levels of service. Growth in the outer years is inflationary only. The colleges will incrementally be increasing the number of students in training per programme according to the accreditation achieved from the respective accreditation bodies, based on available funding. The increase in the 2023/24 Adjusted Appropriation relates partly to additional funding provided by National Treasury towards funding the 2023 wage agreement. In addition, there was funding moved to this sub-programme to address pressures in under-funding of current staff. In 2024/25, additional funding of R8.870 million, with carry-through, was allocated to this sub-programme for the carry-through costs of the 2023 wage agreement, mitigated by a fiscal consolidation cut of R7.914 million in 2024/25, with carry-through. Training in the basic nurse training programmes will continue over the MTEF for the approximately 600 students in the system.

The EMS Training Colleges sub-programme provides for the training of rescue and ambulance personnel which takes place at McCord Hospital. Approximately 30 personnel are trained each year. The high growth in the 2023/24 Main Appropriation relates to some over-budgeting for *Compensation of employees* and property payments, and this accounts for the projected under-spending in the Revised Estimate. Growth in 2024/25 is high due to accreditation requirements for the KZNCN. The growth in the outer years is inflationary only.

The sub-programme: Bursaries provides bursaries for health science training programmes supporting mainly medical doctors at under- and post-graduate levels, and is influenced by the Cuban doctors' programme intakes, and fluctuations in the Rand/Dollar exchange rate. The negative growth from 2020/21 onward is due to a reduced number of Cuban doctors' programme students, as students graduate and return to South Africa for their internship programme, and the funding previously allocated here, was then reprioritised to *Compensation of employees* in the Training Other sub-programme within Programme 6. The significant increase in the 2023/24 Main Appropriation was to cater for Cuban doctors' programme costs still to be invoiced. The baseline from 2024/25 will be reviewed in-year and in the next budget process. The department has provided for 600 in-service staff bursaries in 2024/25. Growth over the MTEF is inflationary and provides for the maintenance of the current levels of service only.

The PHC Training sub-programme provides PHC related training for personnel. The low spending in 2021/22 was part of the plan to remain within budget, with vehicle procurement carried over to 2022/23. Also contributing to the low spending were vacant posts, as well as the impact of the national lockdown on travel and subsistence costs. The decrease in the 2023/24 Adjusted Appropriation relates to over-budgeting for *Compensation of employees*, and this was moved to the Nursing Training Colleges sub-programme within the same category to address under-budgeting for existing staff, as well as for the 2023 wage agreement. The high growth in 2024/25 is attributed to over-budgeting, and this will be addressed in-year. Growth over the two outer years of the MTEF is inflationary.

The sub-programme: Training Other includes skills development programmes for all of the department's occupational categories. The high growth in 2021/22 relates to the province receiving more medical interns than budgeted for. The increase in the 2023/24 Adjusted Appropriation was additional funding provided by National Treasury to partly fund the 2023 wage agreement. In 2024/25, additional funding of R14.661 million, with carry-through, was allocated to this sub-programme for the carry-through costs of the 2023 wage agreement, partly mitigated by a fiscal consolidation cut of R11.591 million in 2024/25, with carry-through. The sub-programme remains under-funded in 2024/25 and this will be addressed in-year and in subsequent budget processes.

With regard to *Compensation of employees*, it is noted that 21 students returned from Cuba in 2022/23 and six are anticipated in 2023/24, with a further six in 2024/25, adding to the pressure in this category. As mentioned, the high growth in 2021/22 relates to the province receiving more medical interns than budgeted for. The increase in the 2023/24 Adjusted Appropriation relates to additional funding provided by National Treasury to partly fund the 2023 wage agreement. The projected over-spending in the Revised Estimate is attributed to the carry-through impact of the 2021/22 budget cuts, with current staff not fully funded, and this accounts for the low growth in 2024/25, which will be addressed in-year. In 2024/25, additional funding of R23.531 million, with carry-through, was allocated to this sub-programme for the

carry-through costs of the 2023 wage agreement, mitigated by a fiscal consolidation cut of R19.505 million in 2024/25, with carry-through. Growth in the two outer years is inflationary only. At this stage there is no provision for the filling of vacant posts even though there are plans to expand student numbers and courses, and this will be addressed in-year and in the next budget process.

*Goods and services* is influenced by the impact of the Rand/Dollar exchange rate in terms of travelling and subsistence costs of students in the Cuban doctors' programme. The significant growth in 2022/23 and 2023/24 is attributable to the increase in the training and development costs of staff, as well as the easing of national lockdown requirements resulting in increased travelling and subsistence costs. Growth over the MTEF is inflationary only.

*Transfers and subsidies to: Departmental agencies and accounts* caters for the HWSETA levy.

*Transfers and subsidies to: Households* relates to intensive training programmes through bursaries to address the shortage of personnel in the health fields, including the Cuban doctors' programme. The negative trend from 2020/21 is due to students completing their studies and returning to South Africa for the 18-month internships. The significant increase in the 2023/24 Main Appropriation was to cater for Cuban doctors' programme costs still to be invoiced. The baseline from 2024/25 will be reviewed in-year and in the next budget process. The final batch of returning students is expected to complete their internships in 2024/25. The MTEF baseline is focussed more on bursaries for students studying locally.

*Machinery and equipment* makes provision for additional office and training equipment at the various training campuses. Provision is made, particularly in 2023/24 and 2024/25, for the replacement of Nurses Training College vehicles, as well as the procurement of EMS College training equipment. Growth in the two outer years of the MTEF is inflationary.

## Service delivery measures: Health Sciences and Training

Table 7.32 illustrates service delivery pertaining to Programme 6. Although there are no customised measures for this programme, the following measures are part of the set of non-sector measures published in the APP. All measures are annual in nature and hence no Estimated performance for 2023/24 was available at the time this chapter was prepared. Note that the department publishes additional non-sector measures for this programme in its annual APP.

**Table 7.32 : Service delivery measures: Health Sciences and Training**

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2023/24	2024/25	2025/26	2026/27	
<b>1. Bursaries</b>						
Provision of bursaries for health science training programmes at undergraduate and postgraduate levels. Target group includes actual and potential employees	<ul style="list-style-type: none"> <li>No. of bursaries awarded to first year nursing students</li> <li>No. of internal employees awarded bursaries</li> </ul>	Annual	120	120	120	
		Annual	480	600	600	

## 8.7 Programme 7: Health Care Support Services

The aim of this programme is to house a number of centralised services including the PPSD which manages the supply of pharmaceuticals and medical sundries to hospitals, CHC, clinics and local authorities, *via* the Medicine Trading Account, the provision of laundry services to hospitals, care and rehabilitation centres and certain local authorities, as well as the provision of specialised orthotic and prosthetic services to hospitals and clinics.

Tables 7.33 and 7.34 summarise the payments and estimates relating to this programme.

Additional funding of R3.148 million was allocated in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This additional funding was largely mitigated by a cut of R2.809 million in 2024/25, with carry-through, related to the fiscal consolidation cuts.



Table 7.33 : Summary of payments and estimates by sub-programme: Health Care Support Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
1. Medicine Trading Account	200 379	70 219	69 028	78 430	82 152	82 152	82 210	87 154	91 164
2. Laundry Services	182 588	188 976	178 194	206 864	203 291	213 139	217 900	229 468	240 026
3. Orthotic and Prosthetic Services	47 547	58 964	63 114	66 598	69 224	66 927	71 124	75 588	79 064
<b>Total</b>	<b>430 514</b>	<b>318 159</b>	<b>310 336</b>	<b>351 892</b>	<b>354 667</b>	<b>362 218</b>	<b>371 234</b>	<b>392 210</b>	<b>410 254</b>

Table 7.34 : Summary of payments and estimates by sub-programme: Health Care Support Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>423 608</b>	<b>309 839</b>	<b>307 649</b>	<b>339 483</b>	<b>342 258</b>	<b>350 503</b>	<b>357 642</b>	<b>378 010</b>	<b>395 400</b>
Compensation of employees	151 147	161 735	165 124	173 349	176 124	176 541	184 034	196 625	205 669
Goods and services	272 461	148 104	142 525	166 134	166 134	173 962	173 608	181 385	189 731
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>1 001</b>	<b>803</b>	<b>782</b>	<b>948</b>	<b>948</b>	<b>1 335</b>	<b>991</b>	<b>1 035</b>	<b>1 083</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 001	803	782	948	948	1 335	991	1 035	1 083
<b>Payments for capital assets</b>	<b>5 905</b>	<b>7 516</b>	<b>1 905</b>	<b>11 461</b>	<b>11 461</b>	<b>10 380</b>	<b>12 601</b>	<b>13 165</b>	<b>13 771</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	5 905	7 516	1 905	11 461	11 461	10 380	12 601	13 165	13 771
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>430 514</b>	<b>318 159</b>	<b>310 336</b>	<b>351 892</b>	<b>354 667</b>	<b>362 218</b>	<b>371 234</b>	<b>392 210</b>	<b>410 254</b>

The Medicine Trading Account sub-programme renders pharmaceutical services to the department. It also manages the supply of pharmaceuticals and medical sundries to hospitals, CHCs and local authorities *via* the Medicine Trading Account. The high spending in 2020/21 relates to problems with the interfacing of expenditure to programmes which could not be rectified before year-end. The increase in the 2023/24 Adjusted Appropriation relates to additional funding provided by National Treasury to partly fund the 2023 wage agreement. There was additional funding allocated to this sub-programme of R3.148 million in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement, mitigated to a large extent by a cut of R2.809 million in 2024/25, with carry-through, related to the fiscal consolidation cuts. Growth over the MTEF provides for the current levels of service, only.

The Laundry Services sub-programme provides laundry services to hospitals, as well as care and rehabilitation centres. It was planned that, in 2023/24, the use of outsourced laundry services will be reduced and replaced with internal capacity, and laundry services posts will be filled funded from the savings from this reduction. Due to budget constraints, this process only commenced in the fourth quarter and will continue over the MTEF, based on available funding. This will only affect the KZN Central Laundry and all savings will be redirected to the employment of staff. The decrease in the 2023/24 Adjusted Appropriation is due to savings from delays in filling laundry services posts. These savings were utilised within the same category to address unfunded filled posts mainly in the Prosthetic Services sub-programme, as well as a minor amount in the Medicine Trading Account sub-programme. The projected over-spending in the 2023/24 Revised Estimate relates to the carry-through impact of the 2021/22 budget cuts on operating payments and property payments. Growth in 2024/25 and over the MTEF is inflationary.

The Orthotic and Prosthetic Services sub-programme provides specialised orthotic and prosthetic services. This sub-programme provides for the purchase of orthotic and prosthetic medical equipment. The increase in the 2023/24 Adjusted Appropriation relates to savings from the Laundry Services sub-programme posts moved to address unfunded filled posts in the Orthotic and Prosthetic Services sub-programme, as mentioned. Growth over the MTEF is inflationary only and caters for the ongoing provision of these

specialised services. The services will be rationalised over the MTEF where there is low demand, to yield savings in travelling costs as part of the rationalisation process.

The growth against *Compensation of employees* in 2022/23 and 2023/24 was inflationary only. It was planned to provide for the filling of 79 laundry services posts to replace the outsourcing services. This process was delayed to the fourth quarter of 2023/24, as mentioned. The increase in the 2023/24 Adjusted Appropriation relates to additional funding provided by National Treasury to partly fund the 2023 wage agreement. Additional funding of R3.148 million was allocated in 2024/25, with carry-through, for the carry-through costs of the 2023 wage agreement. This additional funding was largely mitigated by a cut of R2.809 million in 2024/25, with carry-through, related to the fiscal consolidation cuts. The growth in 2024/25 and over the MTEF is inflationary only.

*Goods and services* spending was high in 2020/21, attributed to the Medicine Trading account, as mentioned. The projected over-spending in the 2023/24 Revised Estimate relates to the carry-through impact of the 2021/22 budget cuts on operating payments and property payments, accounting for the flat trend in 2024/25. Growth over the remainder of the MTEF is inflationary only.

*Transfers and subsidies to: Households* relates to staff exit costs.

*Machinery and equipment* provides mainly for the replacement of laundry vehicles, as well as the purchase of orthotic and prosthetic medical equipment. The plans over the 2024/25 MTEF are to ensure the laundry fleet is maintained with the budget provided for ongoing replacement of redundant vehicles.

### Service delivery measures: Health Care Support Services

Table 7.35 illustrates service delivery pertaining to Programme 7.

Although there are no customised measures for this programme, the following measures are part of the set of non-sector measures published in the APP. Note that the department publishes additional measures for this programme in its annual APP.

**Table 7.35 : Service delivery measures: Health Care Support Services**

Table 1.55 : Service delivery measures: Health Care Support Services					
Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2023/24	2024/25	2025/26	2026/27
1. Medicine Trading Account					
Render pharmaceutical services to the department.	• Tracer medicine stock-out rate at PPSD	4.8%	≤5%	≤5%	≤5%
Manage the supply of pharmaceuticals and medical sundries to hospitals, Community Health Centres and local authorities	• Tracer medicine stock-out rate at facilities	1.6%	≤5%	≤5%	≤5%

## 8.8 Programme 8: Health Facilities Management

Programme 8 consists of six sub-programmes, the main aim of which is the facilities management of community health clinics, CHCs, district hospitals, EMS facilities, provincial hospitals, central and tertiary hospitals, as well as all other buildings and structures.

The main activities are to provide new health facilities, and rehabilitate, upgrade and maintain existing facilities in all sub-programmes, including the provision of major medical equipment.

Tables 7.36 and 7.37 summarise payments and estimates relating to Programme 8.

Additional funding of R41.798 million was allocated in 2024/25 only, with the bulk being R31.082 million allocated to the Health Facility Revitalisation grant, as well as R10.716 million allocated to the EPWP Integrated Grant to Provinces. The Health Facility Revitalisation grant (and the programme) was cut by R49.811 million in 2025/26, followed by an increase in 2026/27 of R16.498 million. The increase in 2024/25 was mitigated by a fiscal consolidation cut of R3.765 million in 2024/25 only, against *Compensation of employees*.

Table 7.36 : Summary of payments and estimates by sub-programme: Health Facilities Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
1. Community Health Facilities	209 326	294 055	482 804	285 449	501 884	717 250	630 653	544 312	620 761
2. District Hospital Services	808 108	465 265	529 573	534 341	321 166	353 628	333 917	369 080	409 255
3. Emergency Medical Services	-	-	-	55 345	-	-	-	-	-
4. Provincial Hospital Services	1 723 875	901 083	570 408	451 807	517 912	366 856	616 870	608 758	603 948
5. Central Hospital Services	76 072	35 616	60 881	153 816	70 287	67 073	18 700	19 400	21 062
6. Other Facilities	295 814	246 063	269 010	484 387	463 539	369 981	371 839	429 327	339 948
<b>Total</b>	<b>3 113 195</b>	<b>1 942 082</b>	<b>1 912 676</b>	<b>1 965 145</b>	<b>1 874 788</b>	<b>1 874 788</b>	<b>1 971 979</b>	<b>1 970 877</b>	<b>1 994 974</b>

Table 7.37 : Summary of payments and estimates by sub-programme: Health Facilities Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>712 973</b>	<b>753 619</b>	<b>810 229</b>	<b>670 766</b>	<b>832 747</b>	<b>1 115 588</b>	<b>562 397</b>	<b>479 867</b>	<b>517 582</b>
Compensation of employees	78 563	96 731	91 730	109 614	109 614	109 614	96 951	102 000	102 000
Goods and services	634 410	656 888	718 499	561 152	723 133	1 005 974	465 446	377 867	415 582
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>130</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	130	-	-	-
<b>Payments for capital assets</b>	<b>2 400 222</b>	<b>1 188 463</b>	<b>1 102 447</b>	<b>1 294 379</b>	<b>1 042 041</b>	<b>759 070</b>	<b>1 409 582</b>	<b>1 491 010</b>	<b>1 477 392</b>
Buildings and other fixed structures	2 218 868	1 008 097	840 608	1 252 318	916 597	606 979	1 358 671	1 458 320	1 472 392
Machinery and equipment	181 354	180 366	261 839	42 061	125 444	152 091	50 911	32 690	5 000
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>3 113 195</b>	<b>1 942 082</b>	<b>1 912 676</b>	<b>1 965 145</b>	<b>1 874 788</b>	<b>1 874 788</b>	<b>1 971 979</b>	<b>1 970 877</b>	<b>1 994 974</b>

The bulk of the budget pertains to the construction and maintenance of the department's infrastructure, with the sub-programmes aligned to the main service delivery programmes. The most significant funding is against the Provincial Hospital Services sub-programme, which houses the construction costs of the new PKISMH up to completion in 2021/22, with only retention fees paid in 2023/24. The sub-programme: Other Facilities relates to projects in Programmes 1, 3, 6 and 7, with the major projects being the construction of the new EMS wash bays at most EMS facilities across the province, refurbishment projects at the Natalia building premises in Pietermaritzburg, including security upgrades, and upgrades to various regional laundries in Durban and Pietermaritzburg. The significant movements in the 2023/24 Adjusted Appropriation are within the Health Facility Revitalisation grant, largely from the District Hospital Services sub-programme, and were due to slower progress on site on a number of capital projects, including the Benedictine Hospital staff accommodation, Cato Manor Regional Laundry upgrade to a laundry processing plant, Madadeni Hospital staff accommodation, Nkonjeni Hospital neonatal unit, Untunjambili Hospital new staff accommodation, Ekhombe Hospital staff accommodation, King Edward VIII Hospital renovations to nursing college, as well as slower than anticipated progress on the flood disaster projects emanating from the April 2022 floods, among others. The bulk of the funding was moved into *Goods and services* across all sub-programmes, to address the increased servicing of generators resulting from load shedding, as well as a backlog in maintenance in respect of category C maintenance, which is minor project-based maintenance, such as drainage, roofing, etc. There was also a movement under the Provincial Hospital Services and Central Hospital Services sub-programmes to absorb pressures from equitable share funding under Programmes 4 and 5, including the purchase of a linear accelerator for Greys Hospital. Note that this funding remains in this programme but is used to procure medical equipment for the facilities under Programmes 4 and 5. The additional funding received in 2024/25 for the Health Facility Revitalisation grant is allocated for maintenance at clinics and CHCs, as well as the new priority clinics, with 11 in total planned over the MTEF.

*Compensation of employees* caters for the appointment of additional staff as required by DORA, and in terms of the Health Facility Revitalisation grant framework, including engineers, architects and quantity surveyors. The fluctuating trend from 2020/21 to 2023/24 was largely due to the appointment and expiry of various senior staff contracts. The high growth in 2023/24 is attributed to carry-through costs of the 2022 wage agreement. The carry-through costs for the 2023 wage agreement will be addressed in-year. Additional funding of R10.716 million was allocated in 2024/25 only, being the allocation to the EPWP Integrated Grant for Provinces. This additional funding was largely mitigated by a cut to the grant of R3.765 million, related to fiscal consolidation cuts. The negative growth in 2024/25 is due to a budgeted decrease in the equitable share funded EPWP project. However, this will be revised in-year. The low growth in 2025/26 is attributed to the EPWP Integrated Grant for Provinces being funded up to 2024/25 only, at this stage. Growth in the outer year of the MTEF is flat and this will be addressed in the next budget process.

The day-to-day maintenance drive accounts for the trend against *Goods and services* and is an effort to bring facilities up to standard for the roll-out of the NHI. The level of funding for maintenance grew strongly in 2022/23. Projects include day-to-day maintenance at all facilities, such as urgent unplanned reactive maintenance, as well as servicing of plant, equipment, air-conditioning units and lifts. The significant increase in the 2023/24 Adjusted Appropriation relates to the previously mentioned savings due in capital projects, with funding redirected to maintenance projects. The significant projected over-spending in the Revised Estimate relates to current maintenance pressures, which will be offset by under-spending due to slower progress on site on a number of capital projects, as well as slower than anticipated progress on the flood disaster projects emanating from the April 2022 floods, as mentioned. The MTEF budgets decrease in line with the need to reprioritise funding to capital projects that cannot be stopped. The decrease in 2024/25 is mitigated to some extent with additional funding allocated to the Health Facility Revitalisation grant. The negative growth in 2025/26 is due to the cut against the Health Facility Revitalisation grant, as mentioned.

*Buildings and other fixed structures* is the main economic category in this programme and is largely linked to a drive to improve and maintain the infrastructure of the department and is also related to the trends in funding for the Health Facility Revitalisation grant. The funding from 2020/21 to 2022/23 was in line with various project requirements, including PKISMH, with this project largely completed in 2021/22. The high spending in 2020/21 was due to additional funding received for the provincial response to Covid-19, and provided for the construction of temporary isolation and quarantine centres, the conversion of a number of existing facilities into isolation and quarantine centres, as well as the construction of complete field hospitals. This once-off spending accounts for the decrease in 2021/22. The decrease in 2022/23 related to savings due to capital projects being at tender stage, as well as challenges with some contractors, with funding redirected to maintenance projects. The decrease in the 2023/24 Adjusted Appropriation was due to slower progress on site on a number of capital projects, as well as slower than anticipated progress on the April 2022 flood disaster projects, as mentioned. These issues also account for the projected under-spending in the Revised Estimate, with the savings to be used to offset pressures in *Goods and services* in respect of current maintenance. Additional funding of R31.082 million was allocated in 2024/25 only, for the Health Facility Revitalisation grant. The category is cut by R49.811 million in 2025/26 related to fiscal consolidation cuts. The 2024/25 baseline includes major projects, many of which commenced in 2023/24, including the following:

- The electrical upgrade at RK Khan Hospital.
- The construction of new mental health units at the Port Shepstone, and General Justice Gizenga Mpanza Hospitals.
- 11 priority clinics, including the clinics at Mpaphala and Blaauwbosch.
- The Ekhombe Hospital renovations to staff accommodation.
- Renovations to the ablutions, dining hall, nutrition centre and general renovations on the ground floor at Addington Hospital.
- The renovation of staff accommodation and roof repairs at Greys Hospital.
- The asbestos removal programme for the province at a number of clinics across most districts.

- The April 2022 flood recovery projects.
- The completion of the generator programme at approximately 80 sites.
- The conversion of the Newtown CHC (Inanda) into a large clinic.
- Staff accommodation at the Untunjambili, Usher Memorial, and Benedictine Hospitals.
- A major security upgrade to the Natalia building premises (access controls, surveillance equipment, fencing, etc.)

As mentioned, the department is in the early stages of planning for a new tertiary hospital in the northern parts of the province in Empangeni, with budget for this project yet to be determined.

*Machinery and equipment* provides for essential medical equipment in all programmes. There was once-off spending in 2020/21 attributed to the equipping of the isolation and quarantine centres. The significant increase in 2022/23 relates to a drive to address backlogs in the health technology equipment replacement programme. This spending was once-off, accounting for the decrease in 2023/24. The increase in the Adjusted Appropriation relates to a movement within the Health Facility Revitalisation grant to absorb pressures from the equitable share funding under Programmes 4 and 5, including the purchase of a linear accelerator for Greys Hospital. This movement is once-off, accounting for the significantly lower baseline over the MTEF.

### Service delivery measures: Health Facilities Management

Table 7.38 illustrates service delivery pertaining to Programme 8.

Although there are no customised measures for this programme, the following measures are part of the set of non-sector measures published in the APP.

Both measures are new in 2024/25, thus no Estimated performance is available for 2023/24. Note that the department publishes additional measures for this programme in its annual APP.

**Table 7.38 : Service delivery measures: Health Facilities Management**

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2023/24	2024/25	2025/26	2026/27
1. Health Facilities Management					
Provision of new health facilities and the refurbishment, upgrading and maintenance of existing facilities	• % of preventative maintenance expenditure	New	48%	50%	50%
	• No. of capital infrastructure projects completed	New	103	104	82

## 9. Other programme information

### 9.1 Personnel numbers and costs

Table 7.39 reflects personnel information.

The staff occupying sub-vented (shared costs) posts and whose salaries are claimed from UKZN are not included in the information provided as they are not paid from the department's voted funds.

Note that the staff numbers include the placing of student nurses and CCGs on the payroll. The cost for CCGs has not increased, as the affected staff were previously paid *via* transfers to NGOs.

Table 7.39 : Summary of departmental personnel numbers and costs by component

	Audited Outcome						Revised Estimate				Medium-term Estimates						Average annual growth over MTEF 2022/23 - 2025/26		
	2020/21		2021/22		2022/23		2023/24				2024/25		2025/26		2026/27		Pers. growth rate	Costs growth rate	% Costs of Total
	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs	Filled posts	Add. posts	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs	Pers. Nos. <sup>1</sup>	Costs			
<b>R thousands</b>																			
<b>Salary level</b>																			
1 – 7	50 114	12 662 593	50 674	16 453 502	49 491	17 524 753	49 012	479	49 491	18 703 933	49 491	17 141 950	49 491	17 682 229	49 491	18 453 212	-	(0.4%)	52.5%
8 – 10	12 569	11 326 283	13 122	8 861 130	12 522	8 886 118	12 499	23	12 522	9 192 989	12 522	9 450 256	12 522	9 953 463	12 522	10 411 322	-	4.2%	28.3%
11 – 12	6 296	4 574 291	6 303	5 616 207	6 303	5 132 856	6 290	13	6 303	5 161 306	6 303	5 140 079	6 303	5 384 614	6 303	5 648 416	-	3.1%	15.5%
13 – 16	80	87 797	80	117 749	80	122 042	78	2	80	126 415	80	137 574	80	134 687	80	140 881	-	3.7%	0.4%
Other	11 394	886 027	12 221	934 759	12 204	1 033 315	12 204	-	12 204	1 036 661	12 204	1 106 620	12 204	1 156 730	12 204	1 205 248	-	5.2%	3.3%
<b>Total</b>	<b>80 453</b>	<b>29 536 991</b>	<b>82 400</b>	<b>31 983 347</b>	<b>80 600</b>	<b>32 699 084</b>	<b>80 083</b>	<b>517</b>	<b>80 600</b>	<b>34 221 304</b>	<b>80 600</b>	<b>32 976 479</b>	<b>80 600</b>	<b>34 311 723</b>	<b>80 600</b>	<b>35 859 079</b>	<b>-</b>	<b>1.6%</b>	<b>100.0%</b>
<b>Programme</b>																			
1. Administration	930	429 698	868	476 820	1 056	501 188	1 025	31	1 056	543 548	1 056	563 400	1 056	580 129	1 056	606 815	-	3.7%	1.7%
2. District Health Services	48 568	15 353 786	48 846	17 102 838	44 884	17 295 821	44 775	109	44 884	17 617 442	44 884	16 540 318	44 884	17 345 513	44 884	18 119 549	-	0.9%	50.8%
3. Emergency Medical Services	2 930	1 074 827	2 989	1 189 352	2 989	1 221 376	2 989	-	2 989	1 259 912	2 989	1 296 010	2 989	1 352 492	2 989	1 414 706	-	3.9%	3.9%
4. Provincial Hospital Services	19 072	8 269 554	19 745	8 549 370	20 636	8 920 862	20 636	-	20 636	9 744 274	20 636	9 577 702	20 636	9 969 437	20 636	10 409 490	-	2.2%	28.9%
5. Central Hospital Services	5 755	3 075 647	6 183	3 175 808	6 683	3 268 583	6 683	-	6 683	3 456 904	6 683	3 419 631	6 683	3 375 873	6 683	3 531 162	-	0.7%	9.9%
6. Health Sciences and Training	2 360	1 103 769	2 851	1 230 693	3 433	1 234 400	3 057	376	3 433	1 313 069	3 433	1 298 433	3 433	1 389 654	3 433	1 469 688	-	3.8%	4.0%
7. Health Care Support Services	519	151 147	599	161 735	599	165 124	599	-	599	176 541	599	184 034	599	196 625	599	205 669	-	5.2%	0.6%
8. Health Facilities Management	319	78 563	319	96 731	320	91 730	319	1	320	109 614	320	96 951	320	102 000	320	102 000	-	(2.4%)	0.3%
<b>Total</b>	<b>80 453</b>	<b>29 536 991</b>	<b>82 400</b>	<b>31 983 347</b>	<b>80 600</b>	<b>32 699 084</b>	<b>80 083</b>	<b>517</b>	<b>80 600</b>	<b>34 221 304</b>	<b>80 600</b>	<b>32 976 479</b>	<b>80 600</b>	<b>34 311 723</b>	<b>80 600</b>	<b>35 859 079</b>	<b>-</b>	<b>1.6%</b>	<b>100.0%</b>
<b>Employee dispensation classification</b>																			
PSA appointees not covered by OSDs	22 503	5 633 436	22 303	5 947 193	22 303	6 419 148	22 303	32	22 335	6 933 007	22 303	7 003 163	22 303	7 316 905	22 303	7 653 483	-	3.4%	21.0%
Prof. and Staff Nurses and Nursing	35 100	15 120 069	36 064	16 769 575	34 281	16 274 864	33 764	485	34 249	17 055 420	34 281	15 579 376	34 281	16 395 068	34 281	17 122 949	-	0.1%	48.4%
Legal Professionals	6	6 575	6	6 937	6	7 488	6	-	6	7 818	6	8 170	6	8 536	6	8 929	-	4.5%	0.0%
Social Services Professions	276	151 000	276	159 305	276	171 961	276	-	276	179 527	276	187 605	276	196 010	276	205 026	-	4.5%	0.6%
Engineering Professions and related	448	215 902	448	227 777	448	245 871	448	-	448	256 689	448	268 241	448	280 258	448	293 150	-	4.5%	0.8%
Medical and related professionals	8 195	6 222 934	8 445	6 565 195	8 445	7 064 791	8 445	-	8 445	7 219 458	8 445	7 203 093	8 445	7 269 353	8 445	7 603 743	-	1.7%	21.2%
Therapeutic, Diagnostic and related	2 531	1 301 048	2 637	1 372 606	2 637	1 481 646	2 637	-	2 637	1 532 724	2 637	1 616 446	2 637	1 688 863	2 637	1 766 551	-	4.8%	4.8%
Others (interns, EPWP, learnerships)	11 394	886 027	12 221	934 759	12 204	1 033 315	12 204	-	12 204	1 036 661	12 204	1 110 385	12 204	1 156 730	12 204	1 205 248	-	5.2%	3.3%
<b>Total</b>	<b>80 453</b>	<b>29 536 991</b>	<b>82 400</b>	<b>31 983 347</b>	<b>80 600</b>	<b>32 699 084</b>	<b>80 083</b>	<b>517</b>	<b>80 600</b>	<b>34 221 304</b>	<b>80 600</b>	<b>32 976 479</b>	<b>80 600</b>	<b>34 311 723</b>	<b>80 600</b>	<b>35 859 079</b>	<b>-</b>	<b>1.6%</b>	<b>100.0%</b>

1. Personnel numbers includes all filled posts together with those posts additional to the approved establishment

The department should have made provision for an inflationary wage adjustment of 4.5 per cent, as well as 1.5 per cent for pay progression in 2024/25, with an inflationary and pay progression increase of 6 per cent in 2025/26 and 2026/27. The department has provided for a decrease of 3.6 per cent in 2024/25, a 4 per cent increase in 2025/26 and 4.5 per cent provision in the outer year of the MTEF. The decrease in 2024/25 is due to the carry-through impact of the 2021/22 budget cuts, which have resulted in under-budgeting for current staff, as well as unfunded temporary Covid-19 staff absorbed into permanent employment in 2023/24, contributing to the negative growth in 2024/25.

Additional funding of R2.252 billion was allocated to this category in the 2023/24 Main Appropriation to address pressures arising from the 2021/22 budget cuts. Although there is carry-through funding allocated, this only amounted to R1.366 billion in 2024/25. There was further additional funding of R1.468 billion allocated in the Adjusted Appropriation for the 2023 wage agreement, but this covered only about 75 per cent of the actual cost of the agreement. There was also carry-through funding allocated for the 2023 wage agreement in the 2024/25 MTEF, with R2.365 billion, R2.448 billion and R2.522 billion allocated to the three MTEF years, respectively. However, there were also fiscal consolidation cuts, which the department allocated largely to *Compensation of employees*, with a cut of R1.666 billion made against the category in 2024/25, with carry-through, mitigating the additional funding to a large degree. The department will need to address the negative growth in 2024/25 in-year, and the low growth over the MTEF in the next budget process. The growth is less than the inflationary requirement and thus there is no space for any new appointments.

As mentioned, the department will continuously review the post establishment to manage the number of posts in line with the budget affordability over the MTEF, with the rationalisation of services, such as the phasing out of some TB hospitals, to continue over the 2024/25 MTEF in order to generate savings and improve efficiencies to remain with the budget and with a view to filling critical vacant posts once sufficient savings are realised.

## 9.2 Training

Table 7.40 reflects departmental expenditure on training.

The department is required by the Skills Development Act to budget at least 1 per cent of its salary expenses on staff training. As the percentage spent on training exceeds 4.5 per cent of the baseline, this requirement is exceeded.

The costs reflected include the costs of staff and other running costs mainly within Programme 6, hence the total costs are significantly more than *Training and development* in Annexure 7B.

The training provided is for medical interns, nurses, emergency medical rescue and ambulance personnel and skills development for all occupational categories. The department has several training programmes aimed at developing and retaining skills. These programmes include the training of nurses at the Nursing Training Colleges, the Cuban doctors' programme, as well as registrar training programmes in respect of specialist medical training.

Table 7.40 : Information on training: Health

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
Number of staff	80 453	82 400	80 600	80 600	80 600	80 600	80 600	80 600	80 600
Number of personnel trained	18 338	18 338	18 338	18 338	18 338	18 338	18 338	18 338	18 338
of which									
Male	6 778	6 778	6 778	6 778	6 778	6 778	6 778	6 778	6 778
Female	11 560	11 560	11 560	11 560	11 560	11 560	11 560	11 560	11 560
Number of training opportunities	12 326	12 326	12 326	12 326	12 326	12 326	12 326	12 326	12 326
of which									
Tertiary	1 789	1 789	1 789	1 789	1 789	1 789	1 789	1 789	1 789
Workshops	813	813	813	813	813	813	813	813	813
Seminars	260	260	260	260	260	260	260	260	260
Other	9 464	9 464	9 464	9 464	9 464	9 464	9 464	9 464	9 464
Number of bursaries offered	2 129	2 129	2 129	2 210	2 210	2 210	2 745	3 345	3 345
Number of interns appointed	295	295	295	295	295	295	295	295	295
Number of learnerships appointed	280	280	280	280	280	280	280	280	280
Number of days spent on training	-	-	-	-	-	-	-	-	-
<b>Payments on training by programme</b>									
1. Administration	-	-	-	-	-	-	-	-	-
2. District Health Services	-	-	-	-	-	-	-	-	-
3. Emergency Medical Services	-	-	-	-	-	-	-	-	-
4. Provincial Hospital Services	-	-	-	-	-	-	-	-	-
5. Central Hospital Services	-	-	-	-	-	-	-	-	-
6. Health Sciences and Training	1 265 197	1 362 187	1 338 906	1 481 009	1 513 941	1 545 036	1 552 250	1 654 840	1 747 069
7. Health Care Support Services	-	-	-	-	-	-	-	-	-
8. Health Facilities Management	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1 265 197</b>	<b>1 362 187</b>	<b>1 338 906</b>	<b>1 481 009</b>	<b>1 513 941</b>	<b>1 545 036</b>	<b>1 552 250</b>	<b>1 654 840</b>	<b>1 747 069</b>





## ANNEXURE – VOTE 7: HEALTH

## 7.A : Details of departmental receipts: Health

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Tax receipts</b>	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
<b>Sale of goods and services other than capital assets</b>	<b>198 229</b>	<b>211 498</b>	<b>255 760</b>	<b>312 333</b>	<b>312 333</b>	<b>248 983</b>	<b>326 076</b>	<b>340 684</b>	<b>356 356</b>
Sale of goods and services produced by department (excluding capital assets)	196 735	210 789	254 904	310 944	310 944	248 179	324 626	339 169	354 771
Sale by market establishments	11 124	11 216	10 947	28 455	28 455	11 991	29 707	31 038	32 466
Administrative fees	8 322	10 804	10 929	6 870	6 870	11 557	7 172	7 493	7 838
Other sales	177 289	188 769	233 028	275 619	275 619	224 631	287 747	300 638	314 467
Of which									
Health patient fees	95 096	132 872	136 905	163 048	163 048	139 401	170 221	177 847	186 028
Commission	25 711	24 698	25 954	25 817	25 817	26 083	26 953	28 160	29 455
Boarding services	55 179	58 639	57 305	63 745	63 745	56 079	66 549	69 530	72 728
Tender documents	47	217	51	441	441	41	441	461	482
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	1 494	709	856	1 389	1 389	804	1 450	1 515	1 585
<b>Transfers received from:</b>	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
<b>Fines, penalties and forfeits</b>	<b>26</b>	<b>22</b>	<b>27</b>	<b>84</b>	<b>84</b>	<b>30</b>	<b>88</b>	<b>92</b>	<b>96</b>
<b>Interest, dividends and rent on land</b>	<b>932</b>	<b>329</b>	<b>377</b>	<b>191</b>	<b>191</b>	<b>450</b>	<b>199</b>	<b>208</b>	<b>218</b>
Interest	932	329	377	191	191	450	199	208	218
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Sale of capital assets</b>	<b>17</b>	<b>18 916</b>	<b>20 909</b>	<b>9 847</b>	<b>9 847</b>	<b>3</b>	<b>10 280</b>	<b>10 741</b>	<b>11 235</b>
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	17	18 916	20 909	9 847	9 847	3	10 280	10 741	11 235
<b>Transactions in financial assets and liabilities</b>	<b>17 414</b>	<b>22 535</b>	<b>20 723</b>	<b>21 389</b>	<b>21 389</b>	<b>20 817</b>	<b>22 330</b>	<b>23 330</b>	<b>24 403</b>
<b>Total</b>	<b>216 618</b>	<b>253 300</b>	<b>297 796</b>	<b>343 844</b>	<b>343 844</b>	<b>270 283</b>	<b>358 973</b>	<b>375 055</b>	<b>392 308</b>

# Estimates of Provincial Revenue and Expenditure

**Table 7.B : Payments and estimates by economic classification: Health**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24	2023/24	2023/24	2024/25	2025/26	2026/27
<b>Current payments</b>	<b>45 686 367</b>	<b>47 894 005</b>	<b>49 353 063</b>	<b>47 907 079</b>	<b>49 327 114</b>	<b>52 619 429</b>	<b>50 828 972</b>	<b>52 431 985</b>	<b>54 855 979</b>
Compensation of employees	29 536 991	31 983 347	32 699 084	31 489 888	33 031 152	34 221 304	32 976 479	34 311 723	35 859 079
Salaries and wages	25 916 506	28 295 485	28 876 754	27 582 463	28 910 977	29 941 188	29 348 226	30 495 420	31 867 135
Social contributions	3 620 485	3 687 862	3 822 330	3 907 425	4 120 176	4 280 116	3 628 253	3 816 303	3 991 944
Goods and services	16 148 661	15 909 210	16 651 866	16 416 720	16 295 487	18 396 583	17 851 959	18 119 704	18 996 317
Administrative fees	1 924	2 486	7 665	3 643	9 261	12 847	8 717	9 113	9 706
Advertising	109 042	81 692	47 957	109 963	47 266	48 066	82 171	85 862	89 941
Minor assets	41 893	35 474	29 013	80 687	77 803	67 052	87 749	91 680	96 136
Audit cost: External	20 813	34 090	49 900	68 135	88 296	80 005	93 376	97 553	102 040
Bursaries: Employees	8 025	7 109	9 842	14 004	14 071	19 027	14 704	15 363	16 069
Catering: Departmental activities	16 114	993	6 403	10 332	18 276	15 096	11 907	12 438	12 637
Communication (G&S)	119 961	140 502	185 510	165 219	190 795	196 739	209 551	217 561	227 301
Computer services	130 813	132 949	135 709	187 188	331 906	326 868	478 209	238 402	249 368
Cons. & prof. serv.: Business and advisory services	171 686	47 511	50 378	79 312	54 190	71 290	53 258	55 651	58 209
Infrastructure and planning	-	-	-	500	248	120	1 500	1 567	1 639
Laboratory services	2 422 586	2 844 946	2 558 065	2 556 601	2 870 143	2 712 235	3 076 756	3 104 798	3 247 784
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	79 409	72 215	110 340	99 901	100 067	99 928	104 570	109 255	114 281
Contractors	160 809	200 122	275 609	343 498	448 390	401 971	382 004	320 853	335 842
Agency and support / outsourced services	1 304 175	1 223 497	1 232 716	1 405 214	1 372 647	1 355 250	1 459 903	1 524 673	1 594 207
Entertainment	-	-	-	569	-	(2)	(587)	(613)	(641)
Fleet services (including government motor transport)	362 061	384 177	482 950	442 039	429 356	496 217	461 291	481 490	503 601
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	420 266	78 980	42 175	73 025	53 302	46 669	52 074	55 090	57 605
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	111 048	123 066	132 883	146 866	159 482	154 771	162 795	173 584	181 568
Inventory: Chemicals, fuel, oil, gas, wood and coal	92 724	127 119	244 245	204 759	221 063	297 386	248 471	259 599	271 526
Inventory: Learner and teacher support material	279	500	98	2 286	2 422	688	2 372	2 478	2 592
Inventory: Materials and supplies	18 236	23 797	22 724	22 360	27 445	21 944	25 893	27 053	28 294
Inventory: Medical supplies	2 068 757	2 367 834	2 505 568	1 535 345	1 978 081	2 756 894	2 152 609	2 270 435	2 392 671
Inventory: Medicine	4 712 291	4 065 457	4 244 081	4 594 334	3 510 337	4 153 535	4 321 100	4 552 341	4 769 201
Medsas inventory interface	138 969	-	-	-	-	-	-	-	-
Inventory: Other supplies	220 001	213 247	227 384	243 271	238 650	264 196	252 217	263 516	275 382
Consumable supplies	151 054	144 641	150 918	194 511	142 038	159 443	140 295	142 730	149 744
Consumables: Stationery, printing and office supplies	88 605	101 110	101 600	131 336	139 759	151 253	143 248	149 785	156 548
Operating leases	238 714	308 444	206 577	233 914	195 323	244 188	230 862	215 828	237 564
Property payments	2 744 646	2 999 030	3 435 571	3 213 359	3 345 846	4 012 863	3 355 295	3 391 193	3 555 126
Transport provided: Departmental activity	52 952	27 677	25 067	32 568	35 840	31 217	42 510	44 413	46 456
Travel and subsistence	100 829	58 779	84 590	140 434	106 857	105 109	110 772	115 775	120 847
Training and development	5 549	16 597	9 024	36 103	38 738	33 686	41 568	43 431	44 995
Operating payments	32 230	36 369	29 844	38 539	35 665	47 915	37 023	38 680	40 057
Venues and facilities	-	3 964	237	1 992	3 304	2 818	1 689	1 765	1 366
Rental and hiring	2 200	4 836	7 223	4 913	8 620	9 300	6 088	6 362	6 655
Interest and rent on land	715	1 448	2 113	471	475	1 543	534	558	583
Interest	343	1 448	2 113	471	475	1 543	534	558	583
Rent on land	372	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>633 753</b>	<b>839 282</b>	<b>714 107</b>	<b>777 749</b>	<b>780 844</b>	<b>854 124</b>	<b>812 726</b>	<b>849 066</b>	<b>881 181</b>
Provinces and municipalities	204 625	257 602	271 753	283 525	283 525	283 318	295 464	308 700	315 406
Provinces	5 273	8 299	8 091	8 152	8 152	7 945	8 519	8 900	9 310
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	5 273	8 299	8 091	8 152	8 152	7 945	8 519	8 900	9 310
Municipalities	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Municipalities	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	23 551	23 478	23 455	25 692	25 694	25 798	26 849	28 051	29 342
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	23 551	23 478	23 455	25 692	25 694	25 798	26 849	28 051	29 342
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	57 294	57 478	63 440	64 778	66 773	66 807	67 693	70 726	73 979
Households	348 283	500 724	355 459	403 754	404 852	478 201	422 720	441 589	462 454
Social benefits	132 673	141 057	117 385	151 009	152 085	143 823	158 095	165 110	173 257
Other transfers to households	215 610	359 667	238 074	252 745	252 767	334 378	264 625	276 479	289 197
<b>Payments for capital assets</b>	<b>3 045 953</b>	<b>1 896 029</b>	<b>1 459 650</b>	<b>2 002 684</b>	<b>1 672 169</b>	<b>1 304 824</b>	<b>2 155 194</b>	<b>2 354 680</b>	<b>2 381 068</b>
Buildings and other fixed structures	2 218 868	1 008 123	840 608	1 252 318	916 597	606 979	1 358 671	1 458 320	1 472 392
Buildings	2 166 500	946 762	838 880	1 252 318	916 597	606 939	1 358 671	1 458 320	1 472 392
Other fixed structures	52 368	61 361	1 728	-	-	640	-	-	-
Machinery and equipment	827 085	887 906	619 042	750 366	755 572	697 845	796 523	896 360	908 676
Transport equipment	313 055	241 999	171 902	154 155	163 939	180 948	220 616	217 384	227 783
Other machinery and equipment	514 030	645 907	447 140	596 211	591 633	516 897	575 907	678 976	680 893
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>4 172</b>	<b>661</b>	<b>1 040</b>	<b>-</b>	<b>-</b>	<b>581</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>49 370 245</b>	<b>50 629 977</b>	<b>51 527 860</b>	<b>50 687 512</b>	<b>51 780 127</b>	<b>54 778 958</b>	<b>53 796 892</b>	<b>55 635 731</b>	<b>58 118 228</b>

Table 7.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>1 269 315</b>	<b>924 989</b>	<b>1 037 028</b>	<b>1 202 147</b>	<b>1 207 607</b>	<b>1 225 265</b>	<b>1 305 348</b>	<b>1 355 318</b>	<b>1 417 664</b>
Compensation of employees	429 698	476 820	501 188	536 262	537 233	543 548	563 400	580 129	606 815
Salaries and wages	373 562	419 076	440 649	471 747	472 718	476 701	505 386	519 303	543 191
Social contributions	56 136	57 744	60 539	64 515	64 515	66 847	58 014	60 826	63 624
Goods and services	839 245	447 671	535 102	665 885	670 374	681 579	741 948	775 189	810 849
Administrative fees	707	917	2 312	1 472	5 795	6 501	6 053	6 329	6 620
Advertising	58 913	53 330	37 099	39 509	35 026	38 579	36 606	38 248	40 007
Minor assets	111	1 457	2 416	2 817	2 962	2 259	3 094	3 232	3 380
Audit cost: External	20 813	34 237	49 900	68 135	88 296	79 644	93 376	97 553	102 040
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	15 515	223	3 178	3 404	6 608	5 319	6 903	7 211	7 543
Communication (G&S)	27 030	36 345	58 174	57 145	67 165	71 578	70 179	73 320	76 693
Computer services	121 700	123 304	127 024	177 713	177 966	176 882	218 926	228 734	239 256
Cons. & prof. serv.: Business and advisory services	37 639	46 575	38 924	52 735	48 374	61 965	51 554	53 865	56 343
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	40	71	469	46	46	46	48	50	52
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	64 031	31 505	110 329	99 897	100 067	99 825	104 570	109 255	114 281
Contractors	147	544	34	3 144	921	1 154	964	1 008	1 054
Agency and support / outsourced services	485	-	-	50	50	14	52	54	56
Entertainment	-	-	-	7	-	(2)	-	-	-
Fleet services (including government motor transport)	32 333	6 996	22 604	29 140	24 088	29 309	22 422	23 428	24 506
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	351 435	34 214	(43)	59	451	80	471	492	515
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	63	113	167	60	770	189	804	840	879
Inventory: Chemicals, fuel, oil, gas, wood and coal	217	306	14	130	250	58	261	273	286
Inventory: Learner and teacher support material	-	-	-	838	838	208	876	915	957
Inventory: Materials and supplies	26	32	27	51	56	23	58	60	63
Inventory: Medical supplies	(4)	37	-	595	575	195	601	628	657
Inventory: Medicine	5	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	(247)	365	(62)	401	551	568	576	602	630
Consumable supplies	64	77	19	49	439	40	458	478	500
Consumables: Stationery, printing and office supplies	(1 563)	2 347	2 026	5 766	7 346	3 658	7 676	8 019	8 388
Operating leases	8 476	7 828	9 451	10 981	10 293	9 690	10 757	11 239	11 756
Property payments	34 226	45 592	46 490	50 331	53 725	55 497	56 140	58 655	61 353
Transport provided: Departmental activity	-	-	467	720	1 650	5 355	1 723	1 800	1 883
Travel and subsistence	64 291	16 579	21 040	53 895	28 195	26 699	38 577	40 309	42 164
Training and development	3	-	886	-	984	770	1 027	1 073	1 122
Operating payments	1 634	441	20	921	1 262	306	1 318	1 377	1 440
Venues and facilities	-	3 964	237	1 138	549	378	574	600	628
Rental and hiring	1 155	272	1 900	4 736	5 076	4 792	5 304	5 542	5 797
Interest and rent on land	372	498	738	-	-	138	-	-	-
Interest	-	498	738	-	-	138	-	-	-
Rent on land	372	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>11 076</b>	<b>23 049</b>	<b>27 660</b>	<b>9 908</b>	<b>9 908</b>	<b>27 373</b>	<b>10 354</b>	<b>10 817</b>	<b>11 315</b>
Provinces and municipalities	3 243	6 426	5 098	4 751	4 751	4 953	4 965	5 187	5 426
Provinces	3 243	6 426	5 098	4 751	4 751	4 953	4 965	5 187	5 426
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	3 243	6 426	5 098	4 751	4 751	4 953	4 965	5 187	5 426
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	4	-	-	1	1	4	1	1	1
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	4	-	-	1	1	4	1	1	1
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	7 829	16 623	22 562	5 156	5 156	22 416	5 388	5 629	5 888
Social benefits	3 204	2 495	1 940	5 156	5 156	6 218	5 388	5 629	5 888
Other transfers to households	4 625	14 128	20 622	-	-	16 198	-	-	-
<b>Payments for capital assets</b>	<b>22 631</b>	<b>91 840</b>	<b>55 503</b>	<b>54 428</b>	<b>39 939</b>	<b>51 934</b>	<b>52 247</b>	<b>63 352</b>	<b>66 265</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	22 631	91 840	55 503	54 428	39 939	51 934	52 247	63 352	66 265
Transport equipment	10 305	3 482	11 453	5 742	5 742	17 737	6 007	6 276	6 564
Other machinery and equipment	12 326	88 358	44 050	48 686	34 197	34 197	46 240	57 076	59 701
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>4 039</b>	<b>123</b>	<b>127</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 307 061</b>	<b>1 040 001</b>	<b>1 120 318</b>	<b>1 266 483</b>	<b>1 257 454</b>	<b>1 304 572</b>	<b>1 367 949</b>	<b>1 429 487</b>	<b>1 495 244</b>

# Estimates of Provincial Revenue and Expenditure

**Table 7.D : Payments and estimates by economic classification: District Health Services**

	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
R thousand	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>24 341 051</b>	<b>26 455 979</b>	<b>26 571 638</b>	<b>25 576 984</b>	<b>25 845 824</b>	<b>27 662 151</b>	<b>26 754 511</b>	<b>27 699 420</b>	<b>28 973 869</b>
Compensation of employees	15 353 786	17 102 838	17 295 821	15 939 732	16 699 183	17 617 442	16 540 318	17 345 513	18 119 549
Salaries and wages	13 451 567	15 145 511	15 286 711	13 953 774	14 609 962	15 357 102	14 617 361	15 238 960	15 916 002
Social contributions	1 902 219	1 957 327	2 009 110	1 985 958	2 089 222	2 260 340	1 922 957	2 106 553	2 203 547
Goods and services	8 986 965	9 352 549	9 275 153	9 636 785	9 146 170	10 043 931	10 213 663	10 353 353	10 853 741
Administrative fees	636	941	4 479	1 375	2 411	4 583	1 657	1 732	1 986
Advertising	50 042	28 223	10 745	69 675	11 573	9 419	44 868	46 887	49 174
Minor assets	21 851	22 878	18 145	54 236	52 411	45 060	61 498	64 254	67 455
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	492	644	2 979	4 558	8 047	5 335	4 508	4 709	4 552
Communication (G&S)	57 661	68 989	92 677	66 489	85 400	90 059	98 691	101 736	106 174
Computer services	-	-	-	14	145 062	145 063	250 093	66	69
Cons. & prof. serv.: Business and advisory services	539	499	846	2 077	1 453	879	972	1 015	1 061
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	1 857 313	2 294 517	2 009 974	1 853 321	2 173 340	2 179 726	2 325 826	2 320 223	2 427 219
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	6 063	19 614	-	-	-	97	-	-	-
Contractors	26 655	61 862	141 312	126 036	249 685	199 732	192 095	122 018	127 869
Agency and support / outsourced services	183 485	208 155	212 671	223 576	215 708	212 896	233 526	243 988	254 723
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	95 250	130 877	176 568	159 529	146 737	170 184	154 502	161 427	168 853
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	38 757	25 232	17 538	46 166	24 278	25 668	20 947	22 571	23 609
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	70 125	76 345	80 146	87 416	88 866	89 723	87 441	94 857	99 219
Inventory: Chemicals, fuel, oil, gas, wood and coal	20 007	35 677	108 457	100 609	107 044	151 561	96 806	101 142	105 796
Inventory: Learner and teacher support material	-	-	9	16	-	(59)	-	-	-
Inventory: Materials and supplies	12 895	17 373	12 398	14 328	16 769	11 580	15 343	16 031	16 768
Inventory: Medical supplies	749 838	883 519	770 384	599 555	750 026	923 847	779 558	870 937	928 857
Inventory: Medicine	4 060 918	3 535 006	3 564 240	4 073 467	2 986 621	3 417 137	3 678 053	3 915 470	4 103 321
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	101 528	100 103	90 030	93 135	93 270	109 843	98 565	102 980	107 476
Consumable supplies	74 982	81 221	78 352	115 582	61 650	71 869	65 254	68 194	71 790
Consumables: Stationery, printing and office supplies	60 826	64 653	64 177	84 775	92 118	102 228	92 816	97 092	101 448
Operating leases	38 375	41 119	47 543	51 491	49 605	48 496	51 167	53 460	56 289
Property payments	1 419 558	1 604 012	1 706 882	1 719 363	1 692 537	1 930 909	1 789 422	1 869 335	1 954 999
Transport provided: Departmental activity	2 016	3 158	4 223	4 359	5 865	7 840	2 611	2 727	2 853
Travel and subsistence	26 617	31 376	49 827	65 069	54 312	56 252	47 514	49 678	51 712
Training and development	2 897	9 653	2 890	11 166	18 383	18 028	10 346	10 810	10 874
Operating payments	6 760	6 149	4 076	8 857	7 688	9 852	8 687	9 075	9 093
Venues and facilities	-	-	-	439	2 108	2 108	439	459	-
Rental and hiring	879	754	3 585	106	3 203	4 016	459	480	502
Interest and rent on land	300	592	664	467	471	778	530	554	579
Interest	300	592	664	467	471	778	530	554	579
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>364 206</b>	<b>469 946</b>	<b>466 758</b>	<b>473 672</b>	<b>476 767</b>	<b>520 570</b>	<b>494 457</b>	<b>516 541</b>	<b>533 359</b>
Provinces and municipalities	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Municipalities	199 352	249 303	263 662	275 373	275 373	275 373	286 945	299 800	306 096
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	154	80	45	58	60	165	61	63	66
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	154	80	45	58	60	165	61	63	66
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	51 651	53 489	63 440	64 778	66 773	66 807	67 693	70 726	73 979
Households	113 049	167 074	139 611	133 463	134 561	178 225	139 758	145 952	153 218
Social benefits	66 569	80 611	60 691	84 984	86 060	81 018	89 098	93 023	97 854
Other transfers to households	46 480	86 463	78 920	48 479	48 501	97 207	50 660	52 929	55 364
<b>Payments for capital assets</b>	<b>231 896</b>	<b>343 434</b>	<b>141 403</b>	<b>259 918</b>	<b>253 295</b>	<b>221 382</b>	<b>296 501</b>	<b>293 021</b>	<b>306 778</b>
Buildings and other fixed structures	-	26	-	-	-	-	-	-	-
Buildings	-	26	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	231 896	343 408	141 403	259 918	253 295	221 382	296 501	293 021	306 778
Transport equipment	79 534	153 888	83 073	48 942	65 641	81 662	94 961	86 100	90 461
Other machinery and equipment	152 362	189 520	58 330	210 976	187 654	139 720	201 540	206 921	216 317
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>99</b>	<b>512</b>	<b>347</b>	<b>-</b>	<b>-</b>	<b>343</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>24 937 252</b>	<b>27 269 871</b>	<b>27 180 146</b>	<b>26 310 574</b>	<b>26 575 886</b>	<b>28 404 446</b>	<b>27 545 469</b>	<b>28 508 982</b>	<b>29 814 006</b>

Table 7.E : Payments and estimates by economic classification: Emergency Medical Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24	2023/24	2023/24	2024/25	2025/26	2026/27
<b>Current payments</b>	<b>1 429 072</b>	<b>1 512 031</b>	<b>1 568 514</b>	<b>1 558 285</b>	<b>1 580 385</b>	<b>1 622 645</b>	<b>1 689 073</b>	<b>1 762 692</b>	<b>1 843 773</b>
Compensation of employees	1 074 827	1 189 352	1 221 376	1 217 755	1 239 855	1 259 912	1 296 010	1 352 492	1 414 706
Salaries and wages	911 124	1 019 356	1 043 236	1 031 459	1 053 559	1 067 911	1 137 914	1 187 109	1 241 716
Social contributions	163 703	169 996	178 140	186 296	186 296	192 001	158 096	165 383	172 990
Goods and services	354 242	322 675	346 688	340 530	340 530	362 721	393 063	410 200	429 067
Administrative fees	26	62	16	16	16	30	17	18	19
Advertising	6	-	-	16	16	7	17	18	19
Minor assets	1 277	1 129	1 082	1 788	1 494	873	1 559	1 629	1 704
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	2 000	2 000	2 187	-	-	-
Communication (G&S)	9 246	9 577	9 449	10 081	10 026	9 897	10 712	11 192	11 707
Computer services	-	-	-	-	-	-	-	-	-
Cons. & prof. serv.: Business and advisory services	-	13	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	82	102	11	-	-	2	-	-	-
Contractors	1 346	1 368	1 653	1 390	2 109	1 171	2 203	2 301	2 406
Agency and support / outsourced services	1 361	1 373	1 236	871	911	620	1 110	1 160	1 213
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	215 611	218 225	246 307	225 516	226 756	260 632	251 161	261 938	273 987
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	10 847	3 794	8 799	12 826	11 846	6 469	13 742	14 359	15 020
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	57	57	349	52	126	424	131	136	142
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	371	329	216	319	290	301	303	317	332
Inventory: Medical supplies	19 825	16 445	11 662	7 981	9 676	9 686	15 926	16 639	17 404
Inventory: Medicine	346	265	184	473	441	265	461	482	504
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	2 081	1 251	1 500	1 798	1 995	1 556	2 607	2 724	2 849
Consumable supplies	368	81	91	455	277	164	289	302	316
Consumables: Stationery, printing and office supplies	1 774	1 330	960	1 578	1 766	2 100	3 458	3 613	3 779
Operating leases	2 581	2 301	2 837	3 003	3 043	2 939	3 023	3 159	3 304
Property payments	35 449	39 057	39 546	37 717	38 664	41 419	40 403	42 213	44 155
Transport provided: Departmental activity	50 786	23 827	19 759	27 199	27 199	17 658	37 000	38 658	40 436
Travel and subsistence	649	2 089	1 029	2 851	1 878	2 564	2 087	2 181	2 281
Training and development	-	-	-	2 600	-	1 732	6 853	7 160	7 489
Operating payments	153	-	2	-	1	25	1	1	1
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	3	4	450	-	-	12	-	-	-
Interest	3	4	450	-	-	12	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>5 818</b>	<b>13 920</b>	<b>16 657</b>	<b>6 830</b>	<b>6 830</b>	<b>7 032</b>	<b>7 137</b>	<b>7 456</b>	<b>7 799</b>
Provinces and municipalities	2 030	1 873	2 993	3 401	3 401	2 992	3 554	3 713	3 884
Provinces	2 030	1 873	2 993	3 401	3 401	2 992	3 554	3 713	3 884
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	2 030	1 873	2 993	3 401	3 401	2 992	3 554	3 713	3 884
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	2	2	2	2	2	2
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	2	2	2	2	2	2
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 788	12 047	13 664	3 427	3 427	4 038	3 581	3 741	3 913
Social benefits	3 044	2 785	4 496	2 166	2 166	3 452	2 263	2 364	2 473
Other transfers to households	744	9 262	9 168	1 261	1 261	586	1 318	1 377	1 440
<b>Payments for capital assets</b>	<b>171 037</b>	<b>70 815</b>	<b>82 683</b>	<b>90 400</b>	<b>90 400</b>	<b>90 400</b>	<b>93 569</b>	<b>97 760</b>	<b>102 256</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	171 037	70 815	82 683	90 400	90 400	90 400	93 569	97 760	102 256
Transport equipment	154 809	67 921	67 024	69 988	63 073	63 073	82 412	86 104	90 064
Other machinery and equipment	16 228	2 894	15 659	20 412	27 327	27 327	11 157	11 656	12 192
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>12</b>	<b>-</b>	<b>-</b>	<b>22</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 605 927</b>	<b>1 596 766</b>	<b>1 667 866</b>	<b>1 655 515</b>	<b>1 677 615</b>	<b>1 720 099</b>	<b>1 789 779</b>	<b>1 867 908</b>	<b>1 953 828</b>

Table 7.F : Payments and estimates by economic classification: Provincial Hospital Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27		
<b>Current payments</b>	<b>11 102 742</b>	<b>11 386 381</b>	<b>12 175 507</b>	<b>11 859 406</b>	<b>12 409 024</b>	<b>13 260 362</b>	<b>12 911 519</b>	<b>13 346 987</b>	<b>13 941 049</b>
Compensation of employees	8 269 554	8 549 370	8 920 862	9 073 954	9 545 713	9 744 274	9 577 702	9 969 437	10 409 490
Salaries and wages	7 226 633	7 507 011	7 822 798	7 871 367	8 269 126	8 501 911	8 549 013	8 889 004	9 279 356
Social contributions	1 042 921	1 042 359	1 098 064	1 202 587	1 276 587	1 242 363	1 028 689	1 080 433	1 130 134
Goods and services	2 833 149	2 836 657	3 254 411	2 785 448	2 863 307	3 515 473	3 333 813	3 377 546	3 531 555
Administrative fees	47	58	56	112	87	184	104	109	114
Advertising	25	43	43	482	429	16	448	467	488
Minor assets	8 299	6 426	5 482	19 834	17 205	17 137	17 926	18 730	19 585
Audit cost: External	-	(147)	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	(16)	-	-	-
Catering: Departmental activities	28	26	25	117	120	71	131	137	143
Communication (G&S)	17 128	17 148	16 796	20 990	19 546	17 065	20 927	21 866	22 845
Computer services	158	137	137	176	80	66	84	88	92
Cons. & prof. serv.: Business and advisory services	133 404	244	189	24 460	502	335	531	562	587
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	364 331	341 936	319 659	466 681	464 784	335 407	486 958	508 775	532 079
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	8 354	16 777	-	4	-	4	-	-	-
Contractors	69 443	88 220	72 436	102 779	97 575	98 124	101 766	106 326	111 210
Agency and support / outsourced services	216 025	233 103	253 807	245 155	223 330	255 262	250 857	261 461	273 376
Entertainment	-	-	-	562	-	-	(587)	(613)	(641)
Fleet services (including government motor transport)	12 580	20 762	27 106	16 042	19 118	25 446	19 976	20 870	21 792
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	12 446	10 422	11 954	11 517	11 303	10 483	11 252	11 755	12 275
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	34 940	40 493	44 814	52 923	63 342	56 772	66 361	69 331	72 520
Inventory: Chemicals, fuel, oil, gas, wood and coal	24 196	31 070	68 261	39 746	45 853	69 252	71 522	74 725	78 147
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	3 648	4 775	7 438	6 808	7 447	7 875	7 214	7 538	7 881
Inventory: Medical supplies	726 972	850 357	972 229	489 132	637 661	1 068 125	724 220	721 634	754 769
Inventory: Medicine	405 981	314 953	409 033	305 411	289 869	436 393	402 199	385 238	402 672
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	60 388	65 095	82 007	90 099	84 597	88 752	89 598	93 613	97 905
Consumable supplies	34 046	28 817	31 891	41 147	38 340	40 161	39 908	41 696	43 602
Consumables: Stationery, printing and office supplies	22 028	26 009	28 219	31 300	29 967	33 818	31 830	33 256	34 771
Operating leases	15 775	16 741	19 498	32 270	29 685	18 485	40 338	42 145	44 052
Property payments	657 212	713 013	873 681	780 195	772 300	933 696	939 679	946 793	989 743
Transport provided: Departmental activity	150	692	617	290	1 126	364	1 176	1 228	1 284
Travel and subsistence	1 934	1 626	1 493	3 233	3 061	3 139	3 400	3 553	3 714
Training and development	-	-	-	-	-	13	-	-	-
Operating payments	3 553	4 051	5 849	3 912	5 689	8 556	5 722	5 977	6 250
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	58	3 810	1 691	71	291	489	273	286	300
Interest and rent on land	39	354	234	4	4	615	4	4	4
Interest	39	354	234	4	4	615	4	4	4
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>98 425</b>	<b>211 951</b>	<b>118 498</b>	<b>90 205</b>	<b>90 205</b>	<b>129 545</b>	<b>94 265</b>	<b>98 488</b>	<b>103 018</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	68	87	65	113	113	77	118	123	129
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	68	87	65	113	113	77	118	123	129
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	5 643	3 989	-	-	-	-	-	-	-
Households	92 714	207 875	118 433	90 092	90 092	129 468	94 147	98 365	102 889
Social benefits	38 335	41 181	33 411	40 110	40 110	38 063	41 915	43 793	45 807
Other transfers to households	54 379	166 694	85 022	49 982	49 982	91 405	52 232	54 572	57 082
<b>Payments for capital assets</b>	<b>124 438</b>	<b>147 400</b>	<b>40 023</b>	<b>215 138</b>	<b>159 367</b>	<b>98 628</b>	<b>210 584</b>	<b>219 035</b>	<b>229 111</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	124 438	147 400	40 023	215 138	159 367	98 628	210 584	219 035	229 111
Transport equipment	17 263	8 282	8 845	18 142	18 142	9 934	22 072	23 060	24 121
Other machinery and equipment	107 175	139 118	31 178	196 996	141 225	88 694	188 512	195 975	204 990
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>34</b>	<b>24</b>	<b>499</b>	<b>-</b>	<b>-</b>	<b>75</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>11 325 639</b>	<b>11 745 756</b>	<b>12 334 527</b>	<b>12 164 749</b>	<b>12 658 596</b>	<b>13 488 610</b>	<b>13 216 368</b>	<b>13 664 510</b>	<b>14 273 178</b>

Table 7.G : Payments and estimates by economic classification: Central Hospital Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>5 270 488</b>	<b>5 283 641</b>	<b>5 604 929</b>	<b>5 381 602</b>	<b>5 757 931</b>	<b>5 989 857</b>	<b>5 867 699</b>	<b>5 934 000</b>	<b>6 206 962</b>
Compensation of employees	3 075 647	3 175 808	3 268 583	3 199 711	3 450 987	3 456 904	3 419 631	3 375 873	3 531 162
Salaries and wages	2 687 328	2 781 958	2 858 599	2 798 904	3 014 693	3 011 644	3 014 153	3 030 745	3 170 159
Social contributions	388 319	393 850	409 984	400 807	436 294	445 260	405 478	345 128	361 003
Goods and services	2 194 842	2 107 833	2 336 320	2 181 891	2 306 944	2 532 953	2 448 068	2 558 127	2 675 800
Administrative fees	2	2	5	38	31	16	33	35	37
Advertising	-	38	43	185	157	-	164	171	179
Minor assets	424	392	648	832	2 746	934	2 868	2 996	3 134
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	8	14	23	14	44	32	46	48	50
Communication (G&S)	7 100	6 482	6 571	8 447	6 969	6 585	7 283	7 609	7 959
Computer services	5 999	6 077	5 928	5 994	4 704	1 582	4 917	5 138	5 374
Cons. & prof. serv.: Business and advisory services	27	141	76	2	160	81	167	174	182
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	200 902	208 422	227 963	236 553	231 973	197 056	263 924	275 750	288 434
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	879	4 217	-	-	-	-	-	-	-
Contractors	60 132	47 639	59 784	109 985	97 962	101 700	84 846	89 064	93 161
Agency and support / outsourced services	902 711	777 945	760 210	932 568	929 383	880 434	971 207	1 014 718	1 061 395
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	478	825	1 134	876	1 773	915	1 853	1 936	2 025
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	5 596	4 357	3 384	1 429	3 818	3 143	3 988	4 166	4 358
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	5 920	6 115	7 747	6 467	6 503	8 086	8 189	8 556	8 950
Inventory: Chemicals, fuel, oil, gas, wood and coal	14 880	21 428	33 526	26 821	25 300	32 982	35 468	37 058	38 763
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	595	413	1 878	160	2 205	1 751	2 302	2 404	2 515
Inventory: Medical supplies	557 511	601 737	736 350	419 469	563 903	747 617	615 766	643 317	672 909
Inventory: Medicine	245 039	215 233	270 624	214 983	233 406	299 745	240 387	251 151	262 704
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	21 342	22 608	24 663	25 091	22 526	28 066	23 542	24 598	25 729
Consumable supplies	10 914	10 129	11 226	13 776	13 110	11 480	13 700	14 314	14 973
Consumables: Stationery, printing and office supplies	4 042	4 560	4 270	5 070	4 372	4 320	4 569	4 774	4 993
Operating leases	2 321	2 143	2 547	2 899	2 700	2 374	2 822	2 949	3 085
Property payments	146 724	162 816	175 644	166 545	149 778	201 145	156 453	163 467	170 986
Transport provided: Departmental activity	-	-	1	-	-	-	-	-	-
Travel and subsistence	369	428	588	1 980	863	703	902	943	986
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	913	3 672	1 440	1 707	2 508	2 203	2 620	2 737	2 863
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	14	-	47	-	50	3	52	54	56
Interest and rent on land	(1)	-	26	-	-	-	-	-	-
Interest	(1)	-	26	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>27 104</b>	<b>27 517</b>	<b>24 457</b>	<b>45 687</b>	<b>45 687</b>	<b>24 187</b>	<b>47 743</b>	<b>49 882</b>	<b>52 177</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	77	63	97	82	82	114	86	90	94
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	77	63	97	82	82	114	86	90	94
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	27 027	27 454	24 360	45 605	45 605	24 073	47 657	49 792	52 083
Social benefits	17 295	10 349	12 699	14 772	14 772	12 031	15 437	16 129	16 871
Other transfers to households	9 732	17 105	11 661	30 833	30 833	12 042	32 220	33 663	35 212
<b>Payments for capital assets</b>	<b>87 868</b>	<b>43 997</b>	<b>33 644</b>	<b>64 856</b>	<b>63 562</b>	<b>65 005</b>	<b>66 422</b>	<b>163 035</b>	<b>170 536</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	87 868	43 997	33 644	64 856	63 562	65 005	66 422	163 035	170 536
Transport equipment	1 162	253	-	1 324	1 324	1 396	1 384	1 446	1 513
Other machinery and equipment	86 706	43 744	33 644	63 532	62 238	63 609	65 038	161 589	169 023
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>55</b>	<b>-</b>	<b>-</b>	<b>141</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>5 385 460</b>	<b>5 355 155</b>	<b>5 663 085</b>	<b>5 492 145</b>	<b>5 867 180</b>	<b>6 079 190</b>	<b>5 981 864</b>	<b>6 146 917</b>	<b>6 429 675</b>

Table 7.H : Payments and estimates by economic classification: Health Sciences and Training

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>1 137 118</b>	<b>1 267 526</b>	<b>1 277 569</b>	<b>1 318 406</b>	<b>1 351 338</b>	<b>1 393 059</b>	<b>1 380 783</b>	<b>1 475 691</b>	<b>1 559 680</b>
Compensation of employees	1 103 769	1 230 693	1 234 400	1 239 511	1 272 443	1 313 069	1 298 433	1 389 654	1 469 688
Salaries and wages	1 066 757	1 195 524	1 201 099	1 208 031	1 240 963	1 276 201	1 281 652	1 372 025	1 451 248
Social contributions	37 012	35 169	33 301	31 480	31 480	36 868	16 781	17 629	18 440
Goods and services	33 347	36 833	43 168	78 895	78 895	79 990	82 350	86 037	89 992
Administrative fees	482	468	723	592	847	1 450	782	817	854
Advertising	32	26	27	30	49	34	51	53	55
Minor assets	334	724	330	971	744	440	733	765	801
Audit cost: External	-	-	-	-	-	361	-	-	-
Bursaries: Employees	8 025	7 109	9 842	14 004	14 074	19 043	14 704	15 363	16 069
Catering: Departmental activities	71	86	198	239	1 457	2 146	319	333	349
Communication (G&S)	827	861	816	875	899	767	932	974	1 019
Computer services	202	-	-	-	738	4	750	783	819
Cons. & prof. serv.: Business and advisory services	75	38	-	38	226	302	27	28	29
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	85	3	12	6	-	(1)	-	-	-
Agency and support / outsourced services	11	60	45	53	58	27	44	46	48
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	1 784	1 129	2 316	3 562	3 123	4 005	3 267	3 417	3 574
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	25	50	68	73	203	123	210	218	228
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	9	54	443	48	584	930	495	517	540
Inventory: Learner and teacher support material	279	492	89	1 432	1 584	539	1 496	1 563	1 635
Inventory: Materials and supplies	110	199	127	126	182	71	211	220	230
Inventory: Medical supplies	69	117	361	168	138	58	149	156	163
Inventory: Medicine	2	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	309	577	441	459	430	408	463	483	505
Consumable supplies	716	719	631	922	757	793	794	829	867
Consumables: Stationery, printing and office supplies	781	1 241	714	1 654	2 621	3 885	1 555	1 626	1 701
Operating leases	1 247	1 009	963	2 138	2 191	1 936	2 272	2 371	2 480
Property payments	9 263	10 045	11 393	14 490	14 194	15 178	14 548	15 200	15 900
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	5 341	4 266	7 754	12 875	12 872	13 169	13 513	14 118	14 767
Training and development	2 649	6 944	5 199	22 336	19 371	13 143	23 341	24 387	25 509
Operating payments	527	616	676	1 389	909	847	1 018	1 064	1 112
Venues and facilities	-	-	-	415	647	332	676	706	738
Rental and hiring	92	-	-	-	-	-	-	-	-
Interest and rent on land	2	-	1	-	-	-	-	-	-
Interest	2	-	1	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>126 123</b>	<b>92 096</b>	<b>59 295</b>	<b>150 499</b>	<b>150 499</b>	<b>143 952</b>	<b>157 779</b>	<b>164 847</b>	<b>172 430</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	23 248	23 248	23 248	25 436	25 436	25 436	26 581	27 772	29 050
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	23 248	23 248	23 248	25 436	25 436	25 436	26 581	27 772	29 050
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	102 875	68 848	36 047	125 063	125 063	118 516	131 198	137 075	143 380
Social benefits	3 225	2 833	3 366	2 873	2 873	1 576	3 003	3 137	3 281
Other transfers to households	99 650	66 015	32 681	122 190	122 190	116 940	128 195	133 938	140 099
<b>Payments for capital assets</b>	<b>1 956</b>	<b>2 564</b>	<b>2 042</b>	<b>12 104</b>	<b>12 104</b>	<b>8 025</b>	<b>13 688</b>	<b>14 302</b>	<b>14 959</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 956	2 564	2 042	12 104	12 104	8 025	13 688	14 302	14 959
Transport equipment	882	2 031	1 214	4 344	4 344	1 795	7 225	7 549	7 896
Other machinery and equipment	1 074	533	828	7 760	7 760	6 230	6 463	6 753	7 063
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 265 197</b>	<b>1 362 187</b>	<b>1 338 906</b>	<b>1 481 009</b>	<b>1 513 941</b>	<b>1 545 036</b>	<b>1 552 250</b>	<b>1 654 840</b>	<b>1 747 069</b>



Table 7.1 : Payments and estimates by economic classification: Health Care Support Services

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>423 608</b>	<b>309 839</b>	<b>307 649</b>	<b>339 483</b>	<b>342 258</b>	<b>350 503</b>	<b>357 642</b>	<b>378 010</b>	<b>395 400</b>
Compensation of employees	151 147	161 735	165 124	173 349	176 124	176 541	184 034	196 625	205 669
Salaries and wages	124 245	134 023	135 576	142 265	145 040	144 009	150 705	161 303	168 723
Social contributions	26 902	27 712	29 548	31 084	31 084	32 532	33 329	35 322	36 946
Goods and services	272 461	148 104	142 525	166 134	166 134	173 962	173 608	181 385	189 731
Administrative fees	24	38	74	38	74	77	71	73	76
Advertising	24	32	-	66	16	11	17	18	19
Minor assets	59	28	-	209	68	112	71	74	77
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	-	-	-
Communication (G&S)	969	1 079	1 027	1 192	790	788	827	864	904
Computer services	2 754	2 461	2 540	3 291	3 291	3 206	3 439	3 593	3 758
Cons. & prof. serv.: Business and advisory services	-	-	6	-	7	-	7	7	7
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	99	201	130	158	138	91	130	136	142
Agency and support / outsourced services	97	2 861	2 371	2 941	2 954	3 038	3 107	3 246	3 396
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	4 025	5 363	6 915	7 374	7 761	5 726	8 110	8 474	8 864
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	1 160	911	475	955	1 403	703	1 464	1 529	1 600
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	33 358	38 474	33 195	37 353	41 906	42 179	43 788	45 748	47 852
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	316	196	324	568	442	311	462	483	505
Inventory: Medical supplies	9 230	15 106	14 522	18 445	15 682	16 618	16 389	17 124	17 912
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	138 969	-	-	-	-	-	-	-	-
Inventory: Other supplies	28 688	23 108	28 100	32 288	35 281	35 003	36 866	38 516	40 288
Consumable supplies	1 626	1 141	1 181	3 355	2 160	2 785	3 667	3 831	4 008
Consumables: Stationery, printing and office supplies	717	963	1 234	925	1 433	1 174	1 064	1 112	1 162
Operating leases	470	503	369	453	362	426	483	505	529
Property payments	30 768	33 836	32 366	34 238	30 111	35 295	31 209	32 609	34 110
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	456	464	667	531	4 647	885	4 779	4 993	5 223
Training and development	-	-	-	1	-	-	1	1	1
Operating payments	18 650	21 339	17 029	21 753	17 608	25 534	17 657	18 449	19 298
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	2	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>1 001</b>	<b>803</b>	<b>782</b>	<b>948</b>	<b>948</b>	<b>1 335</b>	<b>991</b>	<b>1 035</b>	<b>1 083</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 001	803	782	948	948	1 335	991	1 035	1 083
Social benefits	1 001	803	782	948	948	1 335	991	1 035	1 083
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>5 905</b>	<b>7 516</b>	<b>1 905</b>	<b>11 461</b>	<b>11 461</b>	<b>10 380</b>	<b>12 601</b>	<b>13 165</b>	<b>13 771</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	5 905	7 516	1 905	11 461	11 461	10 380	12 601	13 165	13 771
Transport equipment	5 090	6 142	293	5 673	5 673	5 351	6 555	6 849	7 164
Other machinery and equipment	815	1 374	1 612	5 788	5 788	5 029	6 046	6 316	6 607
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>430 514</b>	<b>318 159</b>	<b>310 336</b>	<b>351 892</b>	<b>354 667</b>	<b>362 218</b>	<b>371 234</b>	<b>392 210</b>	<b>410 254</b>

Table 7.J : Payments and estimates by economic classification: Health Facilities Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>712 973</b>	<b>753 619</b>	<b>810 229</b>	<b>670 766</b>	<b>832 747</b>	<b>1 115 588</b>	<b>562 397</b>	<b>479 867</b>	<b>517 582</b>
Compensation of employees	78 563	96 731	91 730	109 614	109 614	109 614	96 951	102 000	102 000
Salaries and wages	75 290	93 026	88 086	104 916	104 916	105 709	92 042	96 971	96 740
Social contributions	3 273	3 705	3 644	4 698	4 698	3 905	4 909	5 029	5 260
Goods and services	634 410	656 888	718 499	561 152	723 133	1 005 974	465 446	377 867	415 582
Administrative fees	-	-	-	-	-	6	-	-	-
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	9 538	2 440	910	-	173	237	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	6	-	-	-
Communication (G&S)	-	21	-	-	-	-	-	-	-
Computer services	-	970	80	-	65	65	-	-	-
Cons. & prof. serv.: Business and advisory services	2	1	10 337	-	3 468	7 728	-	-	-
Infrastructure and planning	-	-	-	500	248	120	1 500	1 567	1 639
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	2 902	285	248	-	-	-	-	-	-
Agency and support / outsourced services	-	-	2 376	-	253	2 959	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	9	-	1	1	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	53	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	8	-	-	-	-	-	-	-
Inventory: Materials and supplies	275	480	316	-	54	32	-	-	-
Inventory: Medical supplies	5 316	516	60	-	420	748	-	-	-
Inventory: Medicine	-	-	-	-	-	(5)	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	5 912	140	705	-	-	-	-	-	-
Consumable supplies	28 338	22 456	27 527	19 225	25 305	32 151	16 225	13 086	13 688
Consumables: Stationery, printing and office supplies	-	7	-	268	136	70	280	293	306
Operating leases	169 469	236 800	123 369	130 679	97 444	159 842	120 000	100 000	116 069
Property payments	411 446	390 659	549 569	410 480	594 537	799 724	327 441	262 921	283 880
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	1 172	1 951	2 192	-	1 029	1 698	-	-	-
Training and development	-	-	49	-	-	-	-	-	-
Operating payments	40	101	752	-	-	592	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>130</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	130	-	-	-
Social benefits	-	-	-	-	-	130	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>2 400 222</b>	<b>1 188 463</b>	<b>1 102 447</b>	<b>1 294 379</b>	<b>1 042 041</b>	<b>759 070</b>	<b>1 409 582</b>	<b>1 491 010</b>	<b>1 477 392</b>
Buildings and other fixed structures	2 218 868	1 008 097	840 608	1 252 318	916 597	606 979	1 358 671	1 458 320	1 472 392
Buildings	2 166 500	946 736	838 880	1 252 318	916 597	606 339	1 358 671	1 458 320	1 472 392
Other fixed structures	52 368	61 361	1 728	-	-	640	-	-	-
Machinery and equipment	181 354	180 366	261 839	42 061	125 444	152 091	50 911	32 690	5 000
Transport equipment	44 010	-	-	-	-	-	-	-	-
Other machinery and equipment	137 344	180 366	261 839	42 061	125 444	152 091	50 911	32 690	5 000
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>3 113 195</b>	<b>1 942 082</b>	<b>1 912 676</b>	<b>1 965 145</b>	<b>1 874 788</b>	<b>1 874 788</b>	<b>1 971 979</b>	<b>1 970 877</b>	<b>1 994 974</b>

Table 7.K : Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2020/21	2021/22	2022/23	Appropriation	Appropriation	Estimate	2024/25	2025/26	2026/27
<b>Current payments</b>	<b>9 549 365</b>	<b>9 803 961</b>	<b>10 618 504</b>	<b>9 992 478</b>	<b>9 714 309</b>	<b>9 714 309</b>	<b>10 289 627</b>	<b>10 343 561</b>	<b>10 827 768</b>
Compensation of employees	4 378 057	5 025 410	5 698 741	4 906 991	4 915 435	4 915 435	5 053 032	5 145 908	5 194 316
Salaries and wages	3 951 212	4 489 035	5 178 159	4 366 391	4 372 788	4 375 545	4 493 596	4 569 808	4 617 389
Social contributions	426 845	536 375	520 582	540 600	542 647	539 890	559 436	576 100	576 927
Goods and services	5 171 308	4 778 551	4 919 763	5 085 487	4 798 874	4 798 874	5 236 595	5 197 653	5 633 452
Administrative fees	311	586	3 761	755	755	755	755	755	755
Advertising	38 512	28 010	10 744	31 013	31 013	31 013	31 013	31 013	31 013
Minor assets	1 639	4 659	3 376	3 614	3 614	3 614	3 434	3 434	3 434
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	166	340	2 449	3 238	3 238	3 238	3 238	3 238	3 238
Communication (G&S)	1 433	8 176	28 798	419	419	419	31 174	31 174	419
Computer services	-	970	79	-	-	-	250 029	-	-
Cons. and prof. serv.: Bus. and advisory services	4	1	10 337	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	1 590 565	1 610 259	1 670 371	1 355 728	1 355 728	1 355 728	1 831 011	1 800 211	1 869 531
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal costs	-	-	-	-	-	-	-	-	-
Contractors	42 047	97 531	146 357	140 716	124 782	124 782	198 860	125 487	284 929
Agency and support / outsourced services	6 147	10 557	26 691	12 437	12 437	12 437	5 937	5 937	5 937
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including govt. motor transport)	230	134	292	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	121 599	8 581	4 807	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	4 193	1 369	1 200	1 576	1 576	1 576	2 000	1 576	1 576
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	61	2 271	316	-	-	-	-	-	-
Inventory: Medical supplies	595 091	606 932	598 834	680 063	683 837	683 837	698 610	778 910	720 082
Inventory: Medicine	2 667 894	2 217 597	2 079 895	2 605 605	2 334 485	2 334 485	2 069 920	2 309 716	2 603 836
Medcas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	18 102	6 298	731	7 456	7 456	7 456	3 123	3 253	3 253
Consumable supplies	16 378	17 087	12 811	11 247	11 247	11 247	20 005	9 523	9 523
Consumable: Stationery, printing and office supplies	2 402	4 207	5 124	23 750	23 750	23 750	22 065	20 717	20 717
Operating leases	48 896	816	959	1 583	1 583	1 583	577	577	577
Property payments	324	119 329	272 679	156 547	156 547	156 547	18 203	24 033	26 533
Transport provided: Departmental activity	-	-	200	-	-	-	-	-	-
Travel and subsistence	11 791	22 457	32 306	36 500	33 167	33 167	33 401	34 859	34 859
Training and development	2 772	9 568	2 734	9 667	9 667	9 667	9 667	9 667	9 667
Operating payments	670	497	971	3 111	3 111	3 111	3 111	3 111	3 111
Venues and facilities	-	-	-	462	462	462	462	462	462
Rental and hiring	81	319	2 941	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>128 966</b>	<b>147 017</b>	<b>152 446</b>	<b>159 686</b>	<b>159 686</b>	<b>159 686</b>	<b>167 923</b>	<b>174 262</b>	<b>175 125</b>
Provinces and municipalities	108 063	135 224	141 715	147 950	147 950	147 950	155 942	162 928	162 928
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	108 063	135 224	141 715	147 950	147 950	147 950	155 942	162 928	162 928
Municipalities	108 063	135 224	141 715	147 950	147 950	147 950	155 942	162 928	162 928
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	11 211	-	-	-	-	-	-	-	-
Households	9 692	11 793	10 731	11 736	11 736	11 736	11 981	11 334	12 197
Social benefits	9 692	11 793	10 731	11 736	11 736	11 736	11 981	11 334	12 197
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>1 230 609</b>	<b>1 191 879</b>	<b>1 108 844</b>	<b>1 318 527</b>	<b>1 229 415</b>	<b>1 229 415</b>	<b>1 456 281</b>	<b>1 482 512</b>	<b>1 546 321</b>
Buildings and other fixed structures	1 057 773	910 054	804 017	1 233 958	1 143 601	1 143 601	1 332 871	1 338 043	1 429 542
Buildings	1 008 701	860 446	802 289	1 233 958	1 143 601	1 143 601	1 332 871	1 338 043	1 429 542
Other fixed structures	49 072	49 608	1 728	-	-	-	-	-	-
Machinery and equipment	172 836	281 825	304 827	84 569	85 814	85 814	123 410	144 469	116 779
Transport equipment	-	39 919	8 251	5 210	5 210	5 210	18 024	5 471	5 471
Other machinery and equipment	172 836	241 906	296 576	79 359	80 604	80 604	105 386	138 998	111 308
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>11</b>	<b>13</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>10 908 940</b>	<b>11 142 868</b>	<b>11 879 807</b>	<b>11 470 691</b>	<b>11 103 410</b>	<b>11 103 410</b>	<b>11 913 831</b>	<b>12 000 335</b>	<b>12 549 214</b>

Table 7.L : Payments and estimates by economic classification: District Health Programmes grant (Prog. 2: District Health Services)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>6 669 638</b>	<b>7 043 394</b>	<b>7 384 102</b>	<b>6 921 057</b>	<b>6 645 646</b>	<b>6 645 646</b>	<b>7 180 557</b>	<b>7 250 181</b>	<b>7 590 355</b>
Compensation of employees	2 639 961	3 298 943	3 691 732	2 925 472	2 925 472	2 925 472	2 996 015	3 145 816	3 153 305
Salaries and wages	2 331 217	2 934 714	3 293 850	2 604 274	2 604 274	2 604 274	2 665 243	2 798 505	2 805 167
Social contributions	308 744	364 229	397 882	321 198	321 198	321 198	330 772	347 311	348 138
Goods and services	4 029 677	3 744 451	3 692 370	3 995 585	3 720 174	3 720 174	4 184 542	4 104 365	4 437 050
Administrative fees	311	586	3 761	755	755	755	755	755	755
Advertising	38 512	28 010	10 744	31 013	31 013	31 013	31 013	31 013	31 013
Minor assets	220	2 421	2 422	3 434	3 434	3 434	3 434	3 434	3 434
Catering: Departmental activities	166	340	2 449	3 238	3 238	3 238	3 238	3 238	3 238
Communication (G&S)	1 433	8 176	28 798	419	419	419	31 174	31 174	419
Laboratory services	1 389 689	1 401 852	1 456 784	1 155 491	1 155 491	1 155 491	1 607 357	1 545 058	1 614 378
Contractors	7 229	86 413	114 643	86 937	86 937	86 937	166 594	91 284	91 284
Agency and support / outsourced services	529	3 310	5 673	5 937	5 937	5 937	5 937	5 937	5 937
Fleet services (including govt. motor transport)	230	134	292	-	-	-	-	-	-
Inventory: Clothing material and accessories	7 681	8 581	4 807	-	-	-	-	-	-
Inventory: Materials and supplies	4	2 176	220	-	-	-	-	-	-
Inventory: Medical supplies	103 021	137 022	135 933	222 417	222 417	222 417	151 889	222 417	222 417
Inventory: Medicine	2 452 028	2 015 733	1 874 224	2 409 501	2 134 090	2 134 090	1 856 679	2 093 612	2 387 732
Inventory: Other supplies	77	873	36	220	220	220	220	220	220
Consumable supplies	15 282	16 145	11 767	9 523	9 523	9 523	9 523	9 523	9 523
Consumable: Stationery, printing and office supplies	2 402	4 207	5 124	16 750	16 750	16 750	16 750	16 750	16 750
Operating leases	183	152	153	577	577	577	577	577	577
Property payments	324	1 077	120	8 533	8 533	8 533	8 533	8 533	8 533
Transport provided: Departmental activity	-	-	200	-	-	-	-	-	-
Travel and subsistence	6 895	17 026	28 375	27 600	27 600	27 600	27 600	27 600	27 600
Training and development	2 772	9 568	2 685	9 667	9 667	9 667	9 667	9 667	9 667
Operating payments	608	330	219	3 111	3 111	3 111	3 111	3 111	3 111
Venues and facilities	-	-	-	462	462	462	462	462	462
Rental and hiring	81	319	2 941	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>126 270</b>	<b>144 390</b>	<b>148 285</b>	<b>157 178</b>	<b>157 178</b>	<b>157 178</b>	<b>164 868</b>	<b>171 754</b>	<b>172 617</b>
Municipalities	108 063	135 224	141 715	147 950	147 950	147 950	155 942	162 928	162 928
Municipalities	108 063	135 224	141 715	147 950	147 950	147 950	155 942	162 928	162 928
Non-profit institutions	11 211	-	-	-	-	-	-	-	-
Households	6 996	9 166	6 570	9 228	9 228	9 228	8 926	8 826	9 689
Social benefits	6 996	9 166	6 570	9 228	9 228	9 228	8 926	8 826	9 689
<b>Payments for capital assets</b>	<b>5 866</b>	<b>75 902</b>	<b>14 669</b>	<b>9 534</b>	<b>9 534</b>	<b>9 534</b>	<b>22 109</b>	<b>9 556</b>	<b>9 556</b>
Machinery and equipment	5 866	75 902	14 669	9 534	9 534	9 534	22 109	9 556	9 556
Transport equipment	-	39 919	8 251	5 210	5 210	5 210	18 024	5 471	5 471
Other machinery and equipment	5 866	35 983	6 418	4 324	4 324	4 324	4 085	4 085	4 085
<b>Payments for financial assets</b>	<b>-</b>	<b>11</b>	<b>13</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>6 801 774</b>	<b>7 263 697</b>	<b>7 547 069</b>	<b>7 087 769</b>	<b>6 812 358</b>	<b>6 812 358</b>	<b>7 367 534</b>	<b>7 431 491</b>	<b>7 772 528</b>

Table 7.M : Payments and estimates by economic classification: Health Facility Revitalisation grant (Prog. 8: Health Facilities Management)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>99 175</b>	<b>164 384</b>	<b>324 077</b>	<b>201 714</b>	<b>201 714</b>	<b>201 714</b>	<b>74 370</b>	<b>70 500</b>	<b>73 000</b>
Compensation of employees	34 884	39 919	38 319	46 000	46 000	46 000	46 000	48 000	48 000
Salaries and wages	31 611	36 214	34 677	43 243	43 243	46 000	43 200	45 075	45 075
Social contributions	3 273	3 705	3 642	2 757	2 757	-	2 800	2 925	2 925
Goods and services	64 291	124 465	285 758	155 714	155 714	155 714	28 370	22 500	25 000
Minor assets	1 419	2 210	910	-	-	-	-	-	-
Computer services	-	970	79	-	-	-	-	-	-
Cons. and prof. serv.: Bus. and advisory services	2	1	10 337	-	-	-	-	-	-
Contractors	2 750	246	-	-	-	-	-	-	-
Inventory: Materials and supplies	57	95	96	-	-	-	-	-	-
Inventory: Medical supplies	5 004	501	12	-	-	-	-	-	-
Inventory: Other supplies	5 880	137	695	-	-	-	2 903	3 033	3 033
Consumable supplies	-	-	54	700	700	700	10 482	-	-
Consumable: Stationery, printing and office supplies	-	-	-	7 000	7 000	7 000	5 315	3 967	3 967
Operating leases	47 970	-	13	-	-	-	-	-	-
Property payments	-	118 252	272 559	148 014	148 014	148 014	9 670	15 500	18 000
Travel and subsistence	1 169	1 951	202	-	-	-	-	-	-
Training and development	-	-	49	-	-	-	-	-	-
Operating payments	40	102	752	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Payments for capital assets</b>	<b>1 172 239</b>	<b>1 083 346</b>	<b>1 065 836</b>	<b>1 260 408</b>	<b>1 170 051</b>	<b>1 170 051</b>	<b>1 383 822</b>	<b>1 370 733</b>	<b>1 434 542</b>
Buildings and other fixed structures	1 057 773	910 054	804 017	1 233 958	1 143 601	1 143 601	1 332 871	1 338 043	1 429 542
Buildings	1 008 701	860 446	802 289	1 233 958	1 143 601	1 143 601	1 332 871	1 338 043	1 429 542
Other fixed structures	49 072	49 608	1 728	-	-	-	-	-	-
Machinery and equipment	114 466	173 292	261 819	26 450	26 450	26 450	50 951	32 690	5 000
Other machinery and equipment	114 466	173 292	261 819	26 450	26 450	26 450	50 951	32 690	5 000
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1 271 414</b>	<b>1 247 730</b>	<b>1 389 913</b>	<b>1 462 122</b>	<b>1 371 765</b>	<b>1 371 765</b>	<b>1 458 192</b>	<b>1 441 233</b>	<b>1 507 542</b>

Table 7.N : Payments and estimates by economic classification: National Tertiary Services grant (Prog. 5: Central Hospital Services)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>1 963 020</b>	<b>1 920 370</b>	<b>2 013 354</b>	<b>1 949 207</b>	<b>1 949 207</b>	<b>1 949 207</b>	<b>2 147 795</b>	<b>2 153 203</b>	<b>2 256 865</b>
Compensation of employees	1 003 910	1 015 966	1 098 584	1 063 122	1 063 122	1 063 122	1 132 524	1 088 965	1 093 965
Salaries and wages	913 358	923 830	1 000 997	922 445	922 445	922 445	986 008	942 449	947 449
Social contributions	90 552	92 136	97 587	140 677	140 677	140 677	146 516	146 516	146 516
Goods and services	959 110	904 404	914 770	886 085	886 085	886 085	1 015 271	1 064 238	1 162 900
Minor assets	-	28	44	180	180	180	-	-	-
Laboratory services	200 876	208 407	213 587	200 237	200 237	200 237	223 654	255 153	255 153
Contractors	31 949	10 872	11 714	13 752	13 752	13 752	29 585	34 088	191 578
Agency and support / outsourced services	5 618	5 489	17 880	6 500	6 500	6 500	-	-	-
Inventory: Food and food supplies	4 193	1 369	1 200	1 576	1 576	1 576	2 000	1 576	1 576
Inventory: Medical supplies	487 066	469 409	462 889	457 646	457 646	457 646	546 721	556 493	497 665
Inventory: Medicine	215 862	201 864	205 671	196 104	196 104	196 104	213 241	216 104	216 104
Inventory: Other supplies	12 145	5 288	-	7 236	7 236	7 236	-	-	-
Consumable supplies	634	942	984	1 024	1 024	1 024	-	-	-
Operating leases	743	664	793	1 006	1 006	1 006	-	-	-
Travel and subsistence	2	7	8	824	824	824	70	824	824
Operating payments	22	65	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>2 696</b>	<b>2 627</b>	<b>4 161</b>	<b>2 508</b>	<b>2 508</b>	<b>2 508</b>	<b>3 055</b>	<b>2 508</b>	<b>2 508</b>
Households	2 696	2 627	4 161	2 508	2 508	2 508	3 055	2 508	2 508
Social benefits	2 696	2 627	4 161	2 508	2 508	2 508	3 055	2 508	2 508
<b>Payments for capital assets</b>	<b>50 059</b>	<b>32 631</b>	<b>28 339</b>	<b>48 585</b>	<b>48 585</b>	<b>48 585</b>	<b>50 350</b>	<b>102 223</b>	<b>102 223</b>
Machinery and equipment	50 059	32 631	28 339	48 585	48 585	48 585	50 350	102 223	102 223
Other machinery and equipment	50 059	32 631	28 339	48 585	48 585	48 585	50 350	102 223	102 223
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>2 015 775</b>	<b>1 955 628</b>	<b>2 045 854</b>	<b>2 000 300</b>	<b>2 000 300</b>	<b>2 000 300</b>	<b>2 201 200</b>	<b>2 257 934</b>	<b>2 361 596</b>

Table 7.O : Payments and estimates by economic classification: Social Sector EPWP Incentive Grant for Prov. (Prog. 2: District Health Services)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>260</b>	<b>21 228</b>	<b>26 293</b>	<b>21 107</b>	<b>19 594</b>	<b>19 594</b>	<b>22 688</b>	<b>-</b>	<b>-</b>
Compensation of employees	260	19 470	23 135	21 107	19 594	19 594	22 688	-	-
Salaries and wages	259	19 468	23 114	21 107	19 594	19 594	22 688	-	-
Social contributions	1	2	21	-	-	-	-	-	-
Goods and services	-	1 758	3 158	-	-	-	-	-	-
Agency and support / outsourced services	-	1 758	3 138	-	-	-	-	-	-
Travel and subsistence	-	-	20	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>260</b>	<b>21 228</b>	<b>26 293</b>	<b>21 107</b>	<b>19 594</b>	<b>19 594</b>	<b>22 688</b>	<b>-</b>	<b>-</b>

Table 7.P : Payments and estimates by economic classification: EPWP Integrated Grant for Provinces (Prog. 8: Health Facilities Management)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>Current payments</b>	<b>10 903</b>	<b>12 689</b>	<b>11 736</b>	<b>8 614</b>	<b>8 614</b>	<b>8 614</b>	<b>6 951</b>	<b>-</b>	<b>-</b>
Compensation of employees	10 903	12 689	11 736	8 614	8 614	8 614	6 951	-	-
Salaries and wages	10 903	12 689	11 736	8 614	8 614	8 614	6 951	-	-
<b>Transfers and subsidies</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>10 903</b>	<b>12 689</b>	<b>11 736</b>	<b>8 614</b>	<b>8 614</b>	<b>8 614</b>	<b>6 951</b>	<b>-</b>	<b>-</b>

**Table 7.Q : Payments and estimates by economic classification: NHI grant (Prog. 2: District Health Services)**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27
<b>Current payments</b>	<b>58 073</b>	<b>50 415</b>	<b>104 092</b>	<b>126 332</b>	<b>125 087</b>	<b>125 087</b>	<b>87 732</b>	<b>88 977</b>	<b>90 929</b>
Compensation of employees	54 223	46 942	80 385	78 229	88 186	88 186	79 320	82 427	82 427
Salaries and wages	54 223	46 836	78 201	78 229	86 139	86 139	79 320	82 427	82 427
Social contributions	-	106	2 184	-	2 047	2 047	-	-	-
Goods and services	3 850	3 473	23 707	48 103	36 901	36 901	8 412	6 550	8 502
Cons. & prof. servi.: Business and advisory services	2	-	-	-	-	-	-	-	-
Contractors	119	-	20 000	40 027	24 093	24 093	2 681	115	2 067
Inventory: Medical supplies	-	-	-	-	3 774	3 774	-	-	-
Inventory: Medicine	4	-	-	-	4 291	4 291	-	-	-
Consumable supplies	-	-	6	-	-	-	-	-	-
Travel and subsistence	3 725	3 473	3 701	8 076	4 743	4 743	5 731	6 435	6 435
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	1 245	1 245	-	-	-
Machinery and equipment	-	-	-	-	1 245	1 245	-	-	-
Other machinery and equipment	-	-	-	-	1 245	1 245	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>58 073</b>	<b>50 415</b>	<b>104 092</b>	<b>126 332</b>	<b>126 332</b>	<b>126 332</b>	<b>87 732</b>	<b>88 977</b>	<b>90 929</b>

**Table 7.R : Payments and estimates by economic classification: HR and Training grant (Prog. 4: Prov. Hosp. Services & Prog. 6: Health Sciences & Training)**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27
<b>Current payments</b>	<b>634 378</b>	<b>591 481</b>	<b>754 850</b>	<b>764 447</b>	<b>764 447</b>	<b>764 447</b>	<b>769 534</b>	<b>780 700</b>	<b>816 619</b>
Compensation of employees	633 916	591 481	754 850	764 447	764 447	764 447	769 534	780 700	816 619
Salaries and wages	609 641	515 284	735 584	688 479	688 479	688 479	690 186	701 352	737 271
Social contributions	24 275	76 197	19 266	75 968	75 968	75 968	79 348	79 348	79 348
Goods and services	462	-	-	-	-	-	-	-	-
Consumable supplies	462	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>634 378</b>	<b>591 481</b>	<b>754 850</b>	<b>764 447</b>	<b>764 447</b>	<b>764 447</b>	<b>769 534</b>	<b>780 700</b>	<b>816 619</b>

**Table 7.S : Payments and estimates by economic classification: Provincial Disaster Relief grant (Prog. 2: District Health Services)**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27
<b>Current payments</b>	<b>113 918</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Goods and services	113 918	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	113 918	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	2 445	-	-	-	-	-	-	-	-
Machinery and equipment	2 445	-	-	-	-	-	-	-	-
Other machinery and equipment	2 445	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>116 363</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Table 7.T : Summary of transfers to local government (Municipal clinics)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2020/21	2021/22	2022/23	2023/24			2024/25	2025/26	2026/27
<b>A KZN2000 eThekweni</b>	<b>199 352</b>	<b>249 303</b>	<b>263 662</b>	<b>275 373</b>	<b>275 373</b>	<b>275 373</b>	<b>286 945</b>	<b>299 800</b>	<b>306 096</b>
<b>Total: Ugu Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN212 uMdoni	-	-	-	-	-	-	-	-	-
B KZN213 uMzumbane	-	-	-	-	-	-	-	-	-
B KZN214 uMuziwabantu	-	-	-	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	-	-	-	-	-	-	-	-	-
C DC21 Ugu District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN221 uMshwathi	-	-	-	-	-	-	-	-	-
B KZN222 uMngeni	-	-	-	-	-	-	-	-	-
B KZN223 Mpofana	-	-	-	-	-	-	-	-	-
B KZN224 iMpindle	-	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	-	-	-	-	-	-	-	-	-
B KZN226 Mkhambathini	-	-	-	-	-	-	-	-	-
B KZN227 Richmond	-	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN235 Okhahlamba	-	-	-	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	-	-	-	-	-	-	-	-	-
B KZN238 Alfred Duma	-	-	-	-	-	-	-	-	-
C DC23 uThukela District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN241 eNdameni	-	-	-	-	-	-	-	-	-
B KZN242 Nquthu	-	-	-	-	-	-	-	-	-
B KZN244 uMsinga	-	-	-	-	-	-	-	-	-
B KZN245 uMvoti	-	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN252 Newcastle	-	-	-	-	-	-	-	-	-
B KZN253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZN254 Dannhauser	-	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN261 eDumbe	-	-	-	-	-	-	-	-	-
B KZN262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZN263 Abaqulusi	-	-	-	-	-	-	-	-	-
B KZN265 Nongoma	-	-	-	-	-	-	-	-	-
B KZN266 Ulundi	-	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN271 uMhlabyalingana	-	-	-	-	-	-	-	-	-
B KZN272 Jozini	-	-	-	-	-	-	-	-	-
B KZN275 Mtubatuba	-	-	-	-	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	-	-	-	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN281 uMfolozi	-	-	-	-	-	-	-	-	-
B KZN282 uMhlathuze	-	-	-	-	-	-	-	-	-
B KZN284 uMlalazi	-	-	-	-	-	-	-	-	-
B KZN285 Mthonjaneni	-	-	-	-	-	-	-	-	-
B KZN286 Nkandla	-	-	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN291 Mandeni	-	-	-	-	-	-	-	-	-
B KZN292 KwaDukuza	-	-	-	-	-	-	-	-	-
B KZN293 Ndwedwe	-	-	-	-	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	-	-	-	-	-	-	-	-
B KZN433 Greater Kokstad	-	-	-	-	-	-	-	-	-
B KZN434 uBuhlebezwe	-	-	-	-	-	-	-	-	-
B KZN435 uMzimkhulu	-	-	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	-	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	-	-	-	-	-	-	-	-	-
<b>Unallocated</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>199 352</b>	<b>249 303</b>	<b>263 662</b>	<b>275 373</b>	<b>275 373</b>	<b>275 373</b>	<b>286 945</b>	<b>299 800</b>	<b>306 096</b>