



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

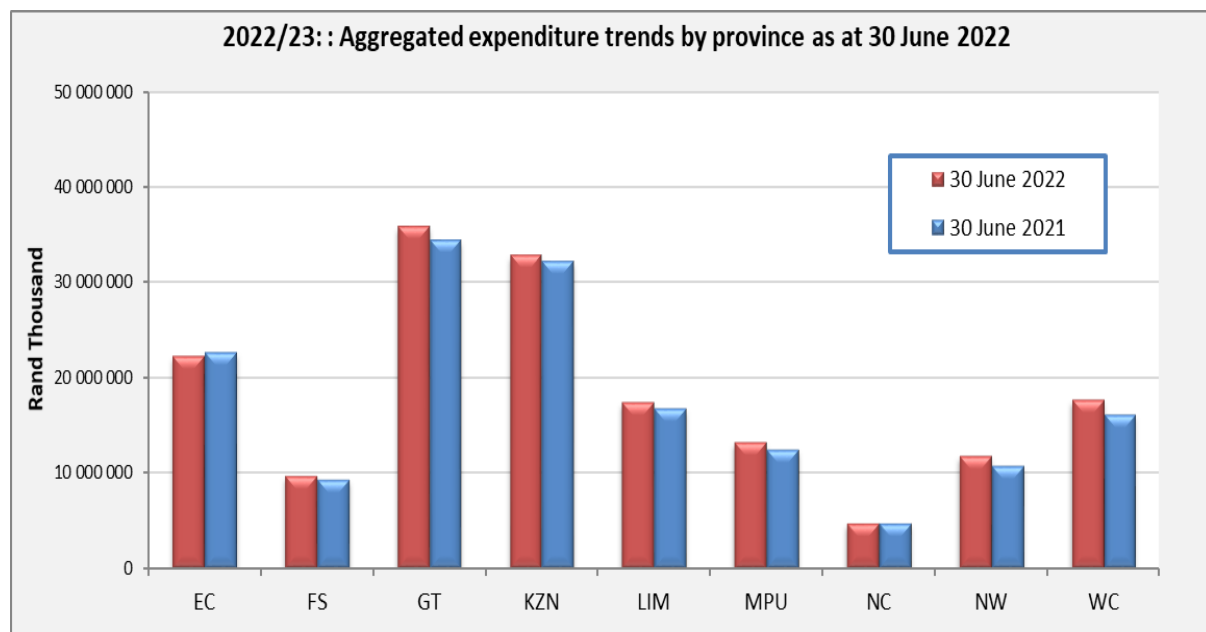
MEDIA STATEMENT

Provincial Budgets: 2022/23 Financial Year First Quarter Provincial Budgets and Expenditure Report

SUMMARY

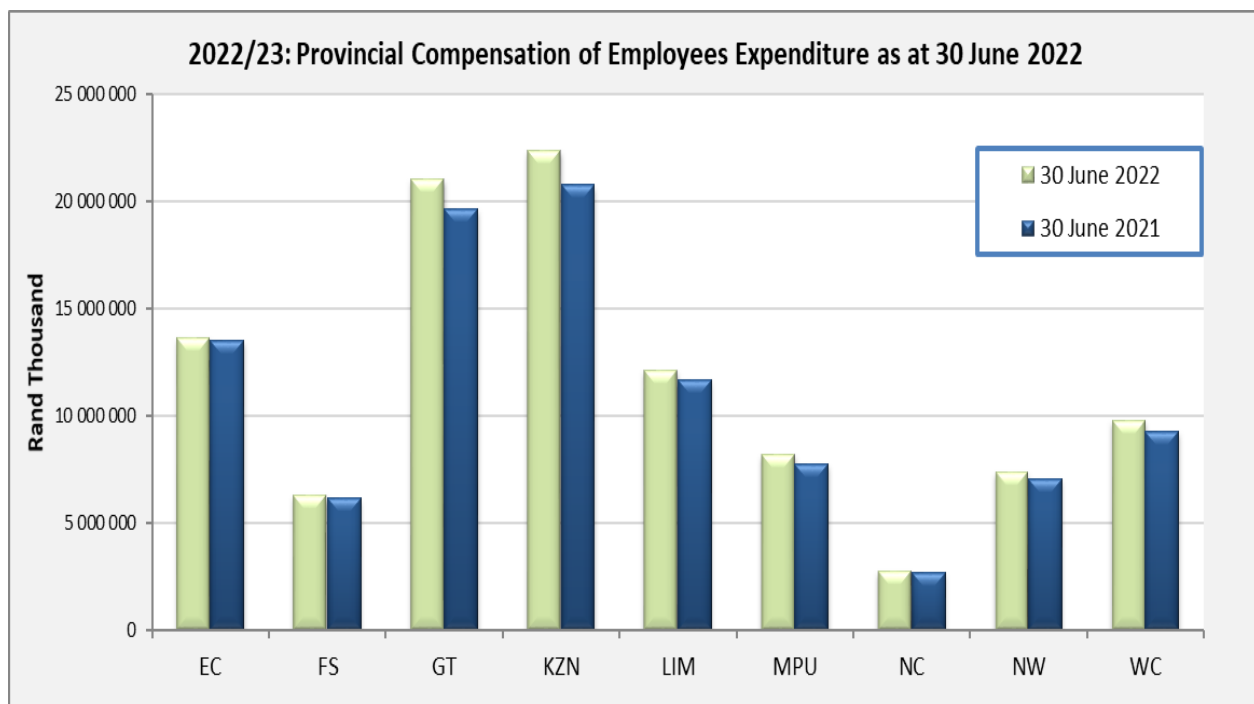
Overall Expenditure Trends – First Quarter: 2022/23 Financial Year

1. Provinces have spent 23.6 per cent or R165 billion of the R698.1 billion of the provincial main budgets. As a share of the main budget, spending increased by 3.9 per cent (R6.3 billion) compared to the first quarter of the previous financial year (2021/22).
2. Spending on **education** amounted to R72.4 billion or 25 per cent of the provincial education's main budget of R289.8 billion. Spending was R6 billion (9 per cent) higher compared to the same period of the previous financial year.
3. Provinces spent R59.3 billion against the main budget of R239 billion providing **health** services during the first quarter of 2022/23. Spending was R1.4 billion (2.4 per cent) higher than the spending recorded over the same period in 2021/22. Departments are projecting to overspend by R5.2 billion mainly contributed by compensation of employees at R1.8 billion, and goods and services at R2 billion.

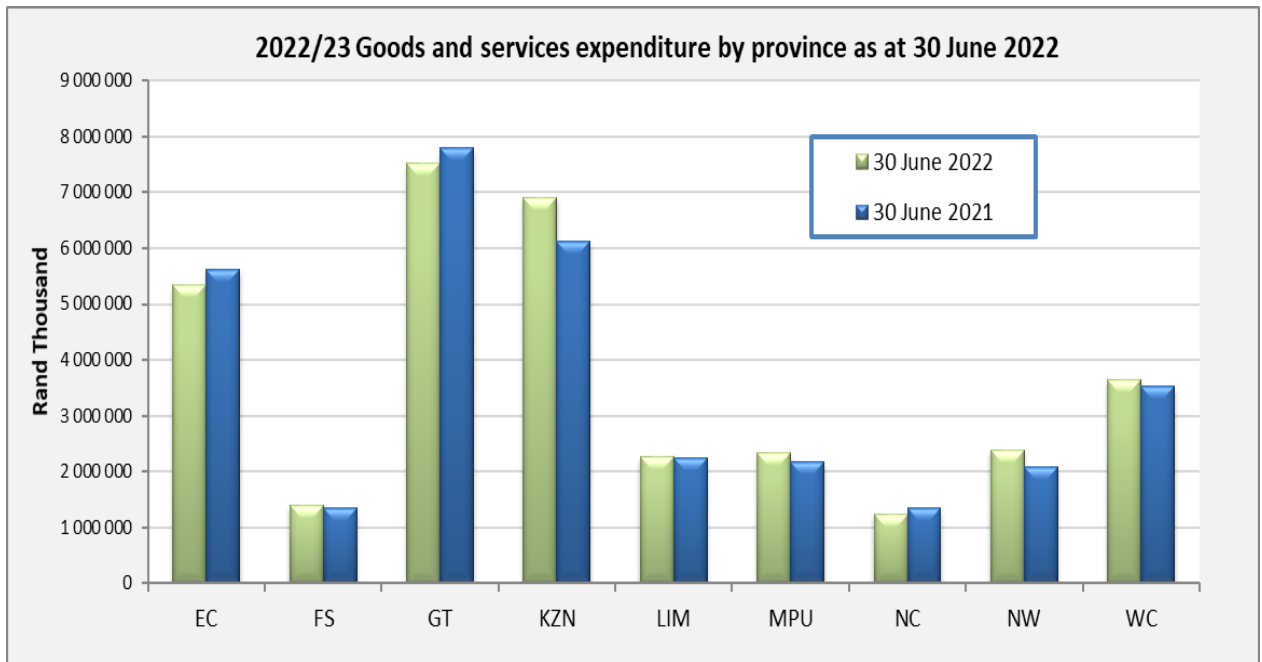


4. **Social development** expenditure at the end of the first quarter of 2022/23 amounted to R5.2 billion of the total provincial social development's main budgets of R21 billion. This represented a decrease of 3.2 per cent or R172 million compared to the same period in 2021/22.

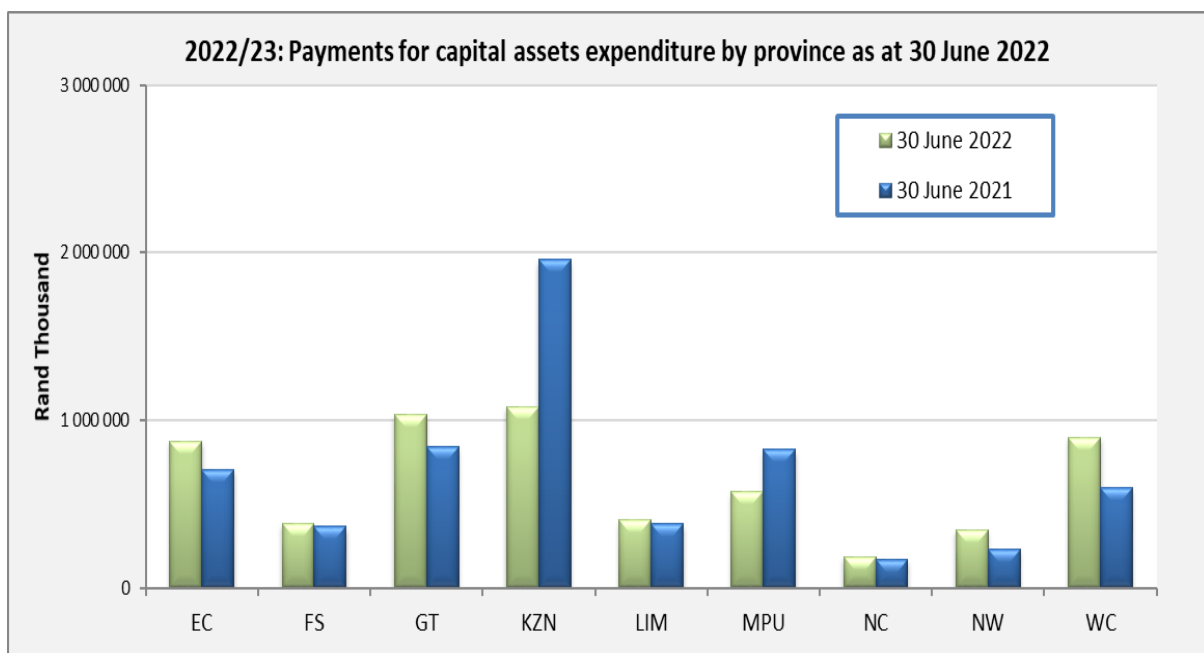
5. **Personnel** expenditure (compensation of employees) amounted to R104 billion or 24.6 per cent of the R422.5 billion main budgets as at 30 June 2022. This represented an increase of 5.3 per cent or R5.2 billion compared to the same period of the 2021/22 financial year.



6. Spending on **goods and services** in aggregate amounted to R33 billion or 22.2 per cent of the R149 billion main budgets. This was 2.4 per cent or R772 million higher than the R32.3 billion spent over the same period in 2021/22.



7. For the year to date, payments for capital assets (**capital**) spending amounts to R5.8 billion or 15.1 per cent of the R38.4 billion provincial payments for capital assets main budgets. The spending rate has declined by 4.9 per cent compared to the same period in the previous financial year.



8. Provinces collected R4.4 billion or 20.6 per cent of the budgeted own revenue of R21.4 billion. Own revenue collections were higher by R643.4 million or 17 per cent compared to the same period in the previous financial year. This is largely attributed to improved collection on casino and horse racing taxes, and revenue received from agencies that owed provincial departments revenue especially health patient fees.
9. The budgeted figures for the first quarter of 2022/23 are based on the 2022 *Estimates of Provincial Revenue and Expenditure* documents, which were presented to the provincial legislatures during March 2022.

Notes to editors

- Published by the National Treasury in terms of Section 32 of the Public Finance Management Act (PFMA). This statement of provincial receipts and payments covers the first quarter (April to June 2022) of the 2022/23 financial year. The statement is also available on the Treasury website at www.treasury.gov.za.
- The information in the statement comes from Section 40(4) PFMA reports submitted by heads of provincial departments to provincial treasuries, who in turn, submitted the information to the National Treasury. Queries on spending or budget numbers should in the first instance be referred to the heads of the relevant provincial departments, and in the second instance to the head of the relevant provincial treasury. Queries on conditional grants should be referred to the head of the national department that administers the grant.
- The budgeted figures in this publication takes into account the 2022 *Estimates of Provincial Revenue and Expenditure* documents of provinces, which were presented to their respective provincial legislatures during March 2022. It includes the amounts allocated through the *Appropriation Act, 2022 and Division of Revenue Act, 2022*.

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