



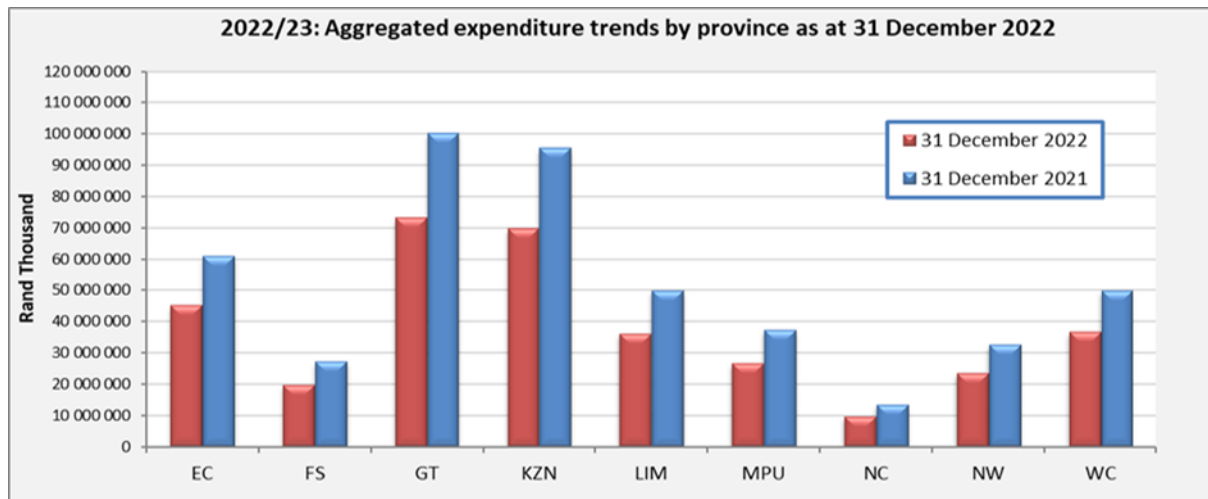
MEDIA STATEMENT

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

SUMMARY

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

1. Provinces have spent 73.2 per cent or R526.6 billion of the R719.5 billion of the provincial adjusted budgets. As a share of the adjusted budget, spending increased by 5.0 per cent (R25.1 billion) compared to the third quarter of the previous financial year (2021/22).
2. Spending on **education** amounted to R221.8 billion or 74.6 per cent of the provincial education's adjusted budget of R297.1 billion. Spending is R14.4 billion (6.9 per cent) higher compared to the same period of the previous financial year.

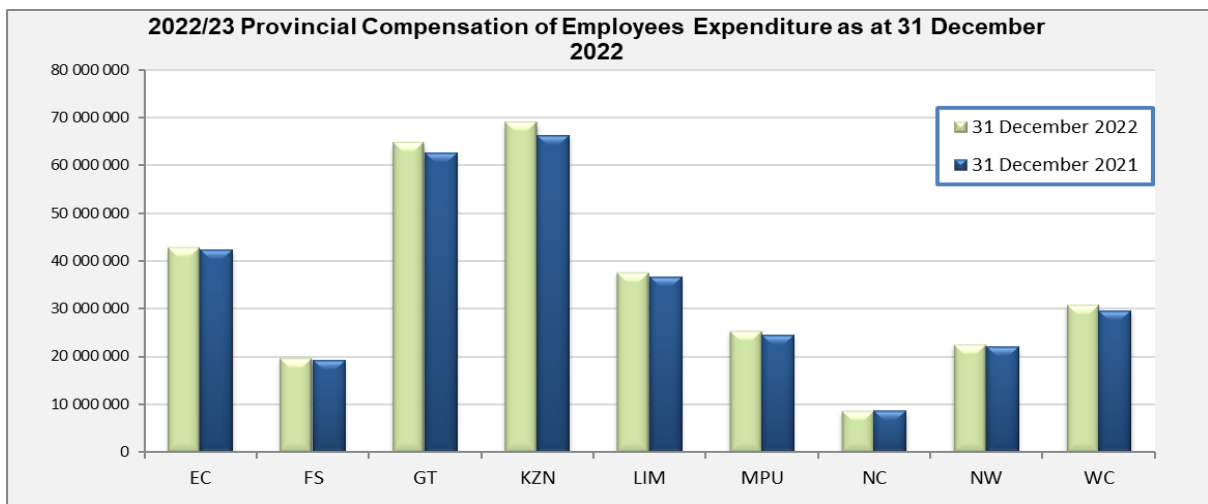


3. Provinces spent R182.6 billion against the adjusted budget of R246.0 billion providing **health** services during the third quarter of 2022/23. Spending is R6.2 billion (3.5 per cent) higher than the spending recorded over the same period in 2021/22. Health departments are projecting to overspend by R2.5 billion.



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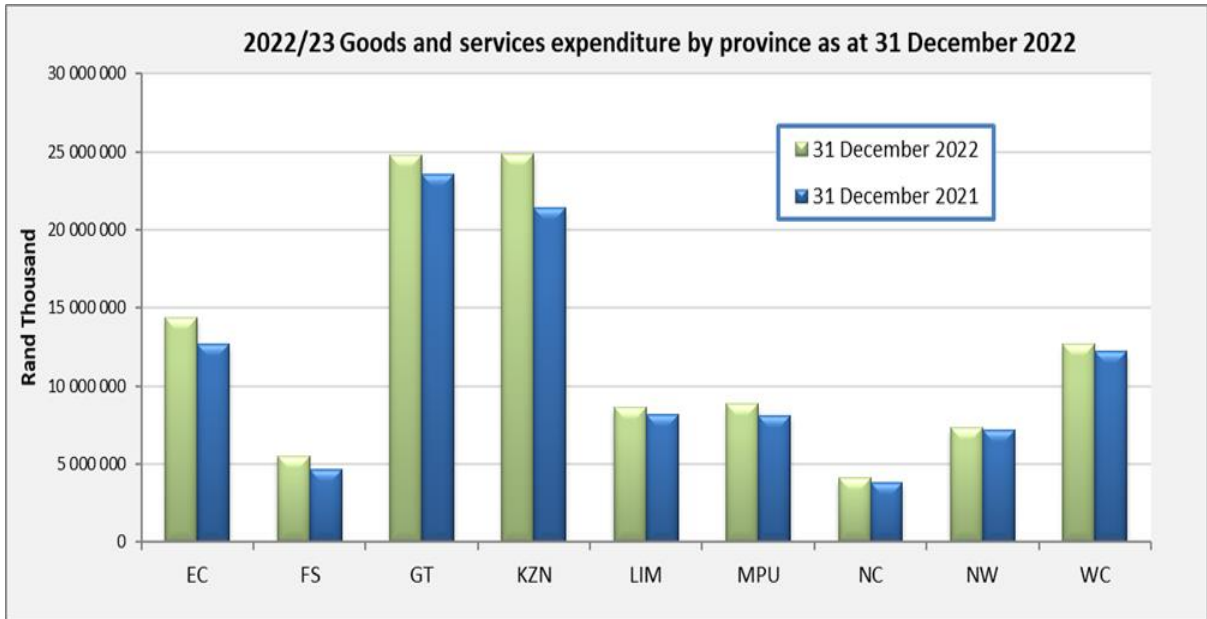
- Social development** expenditure at the end of the third quarter of 2022/23 amounted to R11.2 billion or 36.9 per cent of the total provincial social development's adjusted budgets of R21.4 billion. This represented a decrease of 36.9 per cent or R6.6 billion compared to the same period in 2021/22, due to the Early Childhood Development function shift to the basic education sector.
- Personnel** expenditure (compensation of employees) amounted to R321.4 billion or 74.5 per cent of the R431.5 billion adjusted budgets as at 31 December 2022. This represented an increase of 3.1 per cent or R9.7 billion compared to the same period of the 2021/22 financial year.



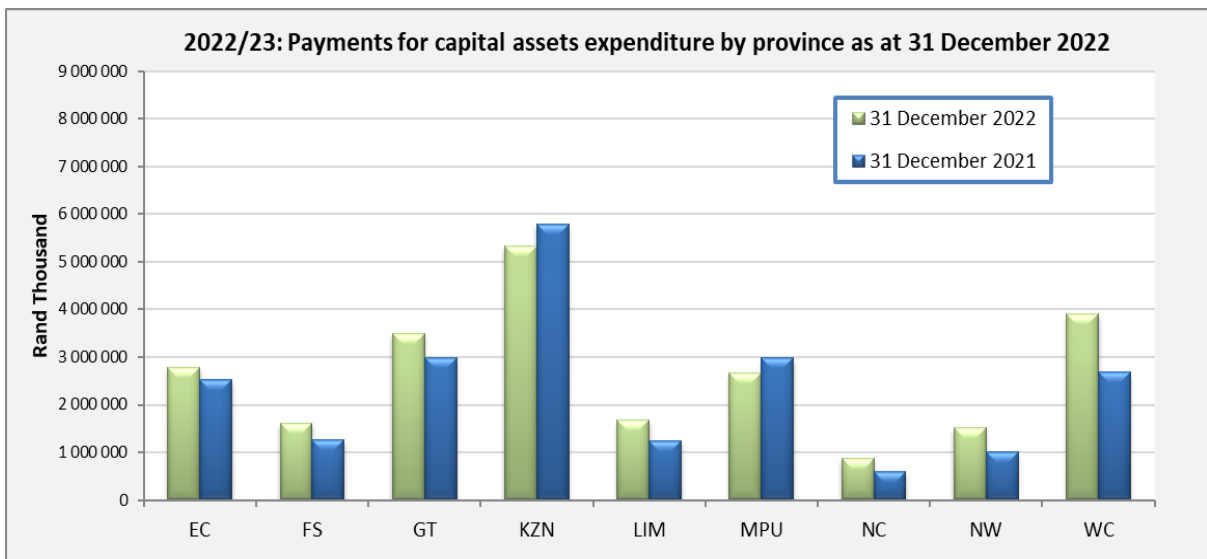
- Spending on **goods and services** in aggregate amounted to R111.1 billion or 71.1 per cent of the R156.4 billion adjusted budgets at the end of the third quarter. This translates to 9.2 per cent or R9.4 billion higher than the R101.8 billion spent over the same period in 2021/22.



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- For the year to date, payments for capital assets (**capital**) spending amounts to R23.9 billion or 62.8 per cent of the R38.0 billion provincial payments for capital assets adjusted budget. The spending rate has increased by 13.3 per cent compared to the same period in the previous financial year.





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8. Provinces collected R17.7 billion or 78.8 per cent of the budgeted own revenue of R22.4 billion. Own revenue collections are higher by R2.4 billion or 27.7 per cent compared to the same period in the previous financial year.
9. The budgeted figures for the third quarter of 2022/23 are based on the 2022 Adjusted *Estimates of Provincial Revenue and Expenditure* documents, which were presented to the provincial legislatures in November 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 third quarter (April to December 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 budget figures in this publication take into account the 2022 Adjusted *Estimates of Provincial Revenue and Expenditure* documents of provinces, which were presented to their respective provincial legislatures during November 2022. It includes the amounts allocated through the *Adjusted Appropriation Act, 2022 and the Division of Revenue Amendment Act, 2022*.

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