

Provincial Infrastructure Grant

- Spent 93% of the allocation of R174.098m
- The full amount will be spent by 31/3/2007.
- Adequate monitoring capacity is in place
- Due to funding constraints, the Department is holding back on new tenders until the 1 April 2007

Forensic Pathology Services Grant

- Overall spending at 15% of amount allocated of R160m
- Under spending of R27m expected at end of year due to delays in takeover
- Delays in spending due to:
 - Delays in claims from SAPS in respect of the three months to June 2006, prior to takeover of the service by the Department.
 - Delays in submission of claims by Department of Works.
 - Delays in identification of sites and construction of new mortuaries.

Forensic Pathology Services Grant cont...

- Compensation of employees at R17,5m against budget of R59.5m, which translates to 29% of budgets.
- Compensation represents 37% of budget.
- Goods and services at R7.6m against budget of R14.2m which translates to 53% of budget.
- Building and fixed structures at R3.5m against budget of R49m
- Machinery and equipment at R461,958 against budget of R 11.5m due to delays in construction of new facilities.

Infrastructure for Forensic Services

- The following expenditure will be incurred before year end
 - R10, 2m to Public Works for construction of mortuaries taken over from National.
 - Additional amount of R 16m to Public Works for construction effected through Provincial Department of Works.
 - Rental of 37 mortuaries for between R3m and R4m

Infrastructure for Forensic Services Cont...

- R10m to be spent on park homes during remaining three months.

Forensic Services Cont...

- Adequate capacity is in place for monitoring expenditure and implementation of projects at:
 - Head Office
 - District Offices
 - Mortuary Facilities

National Tertiary Services

- Spending at 72% of allocation as at 31/12/06
- Spending expected to be on target at 31/03/07
- Expected over spending in goods and services
- Expect slight under spending in personnel due to the vacancies in critical professional posts.
- Adequate monitoring capacity is in place to monitor spending and implementation

Capital Expenditure – Trends in allocations and expenditure

Details	FY02/03 R'000	FY 03/04 R'000	FY 04/05 R'000	FY 05/06 R'000	FY 06/07 R'000
Spent	459,002	512,201	587,492	943,133	1,127,321
Allocated	827,519	719,348	598,428	1,032,750	1,109,560

- Total of R658.263m spent on capital as at 31/12/06 against an adjusted budget of R1.109bn
- Total of R370.535m spent on buildings against a budget of R513.618
- Improved spending on Capital Projects due to improved capacity at Public Works and the enhanced Project Management capacity within the Department
- Projected over spending of R17.761m on capital expenditure due to over spending on equipment
- Spending on buildings and other fixed structures expected to match the budget of R513.618m
- Capacity exist for increase in construction/limited by available resources (especially those projects funded by the Provincial Infrastructure Grant)

Transfers to Municipalities/Departments

- The Department has concluded Service Level Agreements with implementation agents involved in infrastructure construction
- Monthly reports are received from as provided for in the agreements
- Slaps have been concluded with the Department of Public Works, Independent Development Trust and Ithala Bank.



Thank You...

Hlabisa Hospital Project

- Phase 1 of the Project is complete at a cost of R95m.
- This is a Presidential Lead Project.
- The implementing agent is the IDT.
- Phase 1 comprised of the development of 146 staff beds made up of flats, single residences and nurses home, together with recreation facilities, in addition wards were upgraded & new pathology laboratory, physiotherapy and CSSD provided.

Empangeni Hospitals Project

- The Empangeni Project which comprises Lower Umfolozi War Memorial and Ngwelezana Hospitals has not progressed to expectation primarily due to tender delays and a change in the scope of work.
- R46,5m will be spent in 2006/07, with a further R89,7m planned for 2007/08.

Projects in the INK Area

- At present both the Dr Pixley ka Seme and Dr John Dube Hospitals fall within the Inanda, Ntuzuma and KwaMashu (INK) development area.
- The Dr Pixley ka Seme Hospital will also form part of the Bridge City development currently being undertaken by Moreland and eThekweni Municipality.

Dr Pixley ka Seme Hospital

- The land has been purchased and zoned for Hospital development
- The Environmental Impact Assessment, Traffic Survey and Geotechnical Studies have been completed.
- Expenditure in 2006/07 is R 246 000.

Dr John Dube Hospital

- A new site for the John Dube Project has been secured due the fact that the initial site was found to be unsuitable for construction.
- The land belongs to the RSA and needs to be zoned for Hospital development
- The Environmental Impact Assessment, Traffic Survey and Geotechnical Studies have been undertaken.
- Expenditure for 2006/07 is R 51 000.

Conditional Grants – trends in allocations and Expenditure

R000			Outcome						Adjusted Budget	Estimated actual
	Allocation	Actual Exp	Allocation	Actual Exp	Allocation	Actual Exp	Allocation	Actual Exp		
	2002/03	2002/03	2003/04	2003/04	2004/05	2004/05	2005/06	2005/06	2006/07	
Conditional grants	1,167,495	1,757,529	1,128,899	1,099,417	1,258,750	1,245,013	1,592,500	1,441,480	1,932,877	1,905,877
Health Professionals Training & Development	164,755	164,755	167,553	164,513	183,669	183,989	192,373	180,087	204,659	204,659
Integrated Nutrition Programme	136,337	162,509	176,646	176,646	24,513	24,513	26,954	26,954	-	-
Hospital Revitalization	111,000	119,377	59,860	34,353	95,507	78,546	223,939	111,821	317,289	317,289
National Tertiary Services	488,575	976,050	551,831	551,831	619,462	619,449	691,451	691,451	732,167	732,167
Comprehensive HIV and AIDS Grant	54,470	112,797	85,591	85,591	186,348	187,223	251,468	251,468	344,304	344,304
Provincial Infrastructure	46,358	55,432	70,043	70,043	127,168	128,459	157,561	157,561	174,098	174,098
Hospital Management Improvement	19,000	19,609	16,375	16,375	15,048	15,794	23,778	19,514	-	-
Forensic Pathology Services	-	-	1,000	65	935	940	24,976	2,624	160,360	133,360
Cholera epidemic	147,000	147,000	-	-	6,100	6,100	-	-	-	-

EXPENDITURE AS AT 31 DECEMBER 2006 OF THE 2006/07 FINANCIAL YEAR

Grant	Total Available	Percentage spent (75% should be spent)	Projection	Total Projection as at 31 DECEMBER 2006	Variance between Total Projection and Total funds available
	R'000	%	R'000	R'000	R'000
Comprehensive HIV and Aids Grant	344,304	70	104,431	344,304	-
Health Professional Training and Development	204,659	70	62,076	204,659	-
Hospital Revitalization	317,289	44	176,109	317,289	-
National Tertiary Services	732,167	72	201,353	732,167	-
Forensic Pathology Services	160,360	15	109,348	133,360	27,000
Provincial Infrastructure	174,098	93	13,008	174,098	-
Total	1,932,877	64	666,325	1,905,877	27,000