



**Preliminary Outcome of Provincial
Budgets and Expenditure
as at 31 March 2008
(2007/08 Financial Year)
[Section 32 of PFMA]**

**Select Committee on Finance
National Council of Provinces**

Presented by:

Intergovernmental Relations
National Treasury

May 2008
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National Treasury's Role

- National Treasury (NT) develops culture of publishing information
- Assessing credibility of provincial budgets
- Ensure that each provincial treasury prepares quarterly reports for its Cabinet or Exco
- NT prepares a consolidated quarterly report for all provinces



Key priorities for 2007 MTEF (1)

Education

- Early Childhood Development (0-4);
- Textbooks for Grades 10-12 to support the NCS;
- Expansion of Grade R;
- Expansion of Inclusive Education (Learners with disabilities);
- Education Personnel.

• Health

- Tuberculosis – Multi-Drug Resistance(MDR) and Extreme Drug Resistance(XDR);
- Provincial Health Baseline Adjustment.

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Key priorities for 2007 MTEF (2)

Social Welfare Services

- Expansion of Early Childhood Development;
- Developing Monitoring and Evaluation Capacity for Welfare Services;
- Expansion of Home and Community Based Care;
- Implementation of Occupation Specific Dispensation (OSD) for Welfare Services;
- Expansion of Services of “Children in conflict with the Law”.

• For all social services

- EPWP
 - Health workers;
 - Community based care; and
 - Early childhood development.

• Other Provincial Functions

- Rehabilitation and maintenance of provincial roads, expansion of support for agriculture and boosting provincial tourism

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Key highlights (1)

The presentation covers provincial preliminary outcome as at 31 March 2008

Based on Section 40(4) PFMA reports (IYM) submitted by PTs

Published in *Government Gazette* on 30 April 2008

Preliminary outcome for the 2007/08 is at 98.9% or R213.5bn spent of their adjusted budgets

- Preliminary underspending of R2.6 billion in 8 provinces
- Includes adjusted budgets
 - National adjustments (R2.8bn)
 - Provincial adjustments including second adjustments by GP and LP (R2.7bn)
 - Total adjustments (R5.5bn) (health – R1.7bn, education – R1.2bn)
- 7 provinces underspent their education budgets (GT and MP significantly; NW and FS overspent)
- 4 provinces overspent health budgets (KZN – R977.1m, GP – R519.2m)
- Low spending rate recorded for social development (original budgets were reduced by R161.5m)
- R1.2 billion added to cover wage agreement – R906.8m allocated by provinces
- Capital – R1.1bn added, however only have capacity to spend close to main budget
- Spending against budgets on conditional grants is lower than the total provincial spending average

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Challenges addressed through the 2007 AENE

NW was impacted more significantly by re-demarcation

the sheer magnitude of the “shock” combined with use of incorrect data (number of schools, learners, educators, etc.) resulting in extreme budgetary pressures on NW education

Following 3 meetings between NT and NW, the province made adjustments to other votes (e.g. social development) within its budget to reduce possible overspending which is mainly in education and to ease the budgetary pressures

Also implementing cost cutting measures

Once-off conditional allocation of R250 million allocated to NW

- The recent outbreak of XDR TB in Tugela Ferry and the subsequent detection of XDR TB cases in all provinces, and the increasing number of MDR TB cases, required an urgent intervention
 - Provinces are currently treating these categories of TB patients at the risk of other health programmes
 - R400 million was added to the provincial equitable shares
- Wage agreement is 1.5% higher than what prov budgeted
 - Costs associated with the higher than anticipated wage settlement was allocated to provinces (R1.2bn)

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National Adjustment to PES

Table: Provincial equitable share adjustments (National) for the 2007/08 financial year

R thousand	Provincial equitable share (main budget)	Adjustments for floods in the Cape West Coast	Adjustments for XDR - TB (Health breakdown)	Personnel adjustments (equitable share)	Total adjustments to equitable share	Total adjusted equitable share
Eastern Cape	27 073 802	–	119 328	187 619	306 947	27 380 749
Free State	10 745 189	–	15 637	74 273	89 910	10 835 099
Gauteng	28 217 485	–	51 392	195 610	247 002	28 464 487
Kw aZulu-Natal	37 067 018	–	101 347	256 362	357 709	37 424 727
Limpopo	22 339 538	–	3 221	154 830	158 051	22 497 589
Mpumalanga	14 140 126	–	14 616	97 784	112 400	14 252 526
Northern Cape	4 597 686	–	8 275	31 861	40 136	4 637 822
North West	11 972 842	–	30 961	82 796	113 757	12 086 599
Western Cape	15 117 707	4 676	55 223	104 297	164 196	15 281 903
Total	171 271 393	4 676	400 000	1 185 432	1 590 108	172 861 501

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Provincial Adjustments

Table: Provincial adjustments for the 2007/08 financial year

R thousand	Adjustments to equitable share (National)	Adjustments to Conditional Grants (National)	Total national adjustments	Provincial adjustments	Total adjustments	Preliminary (over)/ under expenditure
Eastern Cape	306 947	95 248	402 195	-802 220	-400 025	339 341
Free State	89 910	25 000	114 910	3 527	118 437	157 843
Gauteng	247 002	93 503	340 505	1 490 976	1 831 481	531 696
Kw aZulu-Natal	357 709	228 237	585 946	437 522	1 023 468	-226 416
Limpopo	158 051	70 339	228 390	-415 347	-186 957	447 800
Mpumalanga	112 400	45 600	158 000	477 670	635 670	581 700
Northern Cape	40 136	138 909	179 045	156 362	335 407	69 984
North West	113 757	410 000	523 757	622 337	1 146 094	324 038
Western Cape	164 196	75 000	239 196	726 687	965 883	180 846
Total	1 590 108	1 181 836	2 771 944	2 697 514	5 469 458	2 406 831

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Key highlights (2)

Spending in social services sectors:

- Education at R88.7bn (98.6%)
- Health at R62.4bn (102.3%)
- Social Welfare Services at R6.2bn (97.3%)

- Spending in non-social services sectors:

- Agriculture at R5.6bn (91%)
- Housing & Local Government at R12bn (95.2%)
- Pub. Works, Roads & Transport at R24.7bn (98.3%)
- Sport, Arts & Culture at R2.3bn (96.9%)

- Personnel spending is at R120.1bn (100.9%)

- Capital expenditure is at R16.9bn (88.5%)

- Preliminary under-expenditure in Education amounts to R1.5bn in 7 provinces while Health reflects over-expenditure of R1.6bn in 4 provinces

- Spending on conditional grants is generally lower than the total provincial spending rate (92.2%)

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Provincial Aggregated Expenditure (1)

Table : Provincial Aggregated Budgets and Expenditure as at 31 March 2008

	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of total provincial expenditure	Difference 2007/08 vs 2006/07	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
R thousand										
Eastern Cape	30 608 786	30 269 445	98.9%	–	339 341	1.1%	14.2%	3 365 422	26 904 023	12.5%
Free State	13 427 509	13 269 666	98.8%	–	157 843	1.2%	6.2%	971 507	12 298 159	7.9%
Gauteng	42 143 686	41 611 990	98.7%	–	531 696	1.3%	19.5%	6 873 331	34 738 659	19.8%
KwaZulu-Natal	44 537 996	44 764 412	100.5%	-226 416	–	-0.5%	21.0%	7 883 016	36 881 396	21.4%
Limpopo	25 125 210	24 677 410	98.2%	–	447 800	1.8%	11.6%	814 419	23 862 991	3.4%
Mpumalanga	16 846 448	16 264 748	96.5%	–	581 700	3.5%	7.6%	3 578 932	12 685 816	28.2%
Northern Cape	5 998 700	5 928 716	98.8%	–	69 984	1.2%	2.8%	1 360 143	4 568 573	29.8%
North West	15 558 452	15 234 414	97.9%	–	324 038	2.1%	7.1%	210 742	15 023 672	1.4%
Western Cape	21 682 437	21 501 591	99.2%	–	180 846	0.8%	10.1%	2 652 797	18 848 794	14.1%
Total	215 929 224	213 522 393	98.9%	-226 416	2 633 248	1.1%	100.0%	27 710 310	185 812 083	14.9%
				Net	2 406 831					

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Provincial Aggregated Expenditure (2)

Table : Provincial Aggregated Budgets and Expenditure as at 31 March 2008

R thousand	Adjusted budget 2007/08				Preliminary outcome as at 31 March 2008				Preliminary outcome as % of adjusted budget	2006/07: Audited outcome as at 31 March 2007
	Current payments	Transfers and subsidies	Payments for capital assets	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total		
Eastern Cape	24 544 901	3 687 003	2 376 882	30 608 786	24 787 178	3 252 297	2 229 971	30 269 445	98.9%	26 904 023
Free State	10 536 699	1 490 598	1 400 212	13 427 509	10 536 045	1 431 035	1 302 586	13 269 666	98.8%	12 298 159
Gauteng	27 575 998	11 428 360	3 139 328	42 143 686	27 456 340	11 441 195	2 714 454	41 611 989	98.7%	34 738 659
KwaZulu-Nata	34 235 421	5 378 832	4 923 743	44 537 996	35 114 946	5 392 068	4 257 398	44 764 412	100.5%	36 881 396
Limpopo	20 134 684	3 485 954	1 504 572	25 125 210	19 858 961	3 421 839	1 396 610	24 677 410	98.2%	23 862 991
Mpumalanga	13 219 711	1 866 907	1 759 830	16 846 448	13 103 488	1 805 803	1 355 457	16 264 748	96.5%	12 685 816
Northern Cape	4 504 575	743 270	750 855	5 998 700	4 589 596	709 602	629 518	5 928 716	98.8%	4 568 573
North West	11 770 458	2 402 657	1 385 337	15 558 452	11 743 087	2 220 160	1 271 167	15 234 414	97.9%	15 023 672
Western Cape	16 271 594	3 585 620	1 825 223	21 682 437	16 307 137	3 484 707	1 709 747	21 501 591	99.2%	18 848 794
Total	162 794 041	34 069 201	19 065 982	215 929 224	163 496 778	33 158 707	16 866 907	213 522 392	98.9%	185 812 083

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Provincial forecasting trends: 2004/05 - 2007/08

Table: Provincial forecast trends for 2004/05, 2005/06, 2006/07 and 2007/08 financial years

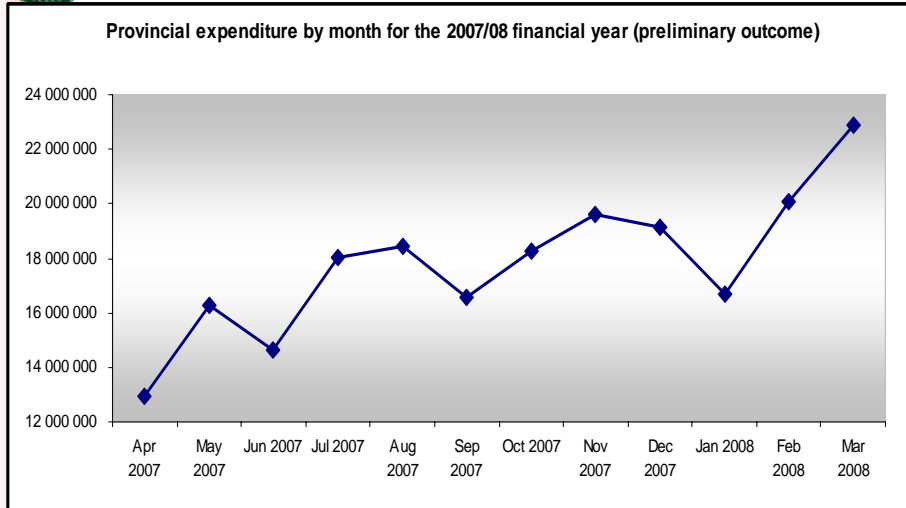
R thousand	2004/05		2005/06		2006/07		2007/08	
	Actual expenditure as % of appropriation ¹	Under/over(-)	Actual expenditure as % of appropriation ¹	Under/over(-)	Actual expenditure as % of appropriation ¹	Under/over(-)	Actual expenditure as % of appropriation ¹	Preliminary under/over(-)
30-Apr	5.8%	-1 713 358	6.0%	175 946	6.1%	496 753	6.1%	-44 831
31-May	13.9%	-5 491 732	14.2%	-55 993	13.5%	-440 104	13.8%	-419 958
30-Jun	23.0%	-5 555 672	21.9%	-1 096 630	21.0%	-2 155 541	20.8%	-839 278
31-Jul	30.6%	-5 137 129	30.3%	-885 642	28.8%	-3 063 566	29.4%	-620 351
31-Aug	39.0%	-5 979 008	38.4%	-2 118 969	37.0%	-3 949 402	38.1%	-2 349 081
30-Sep	46.8%	-6 623 707	46.8%	-2 944 880	45.2%	-4 341 023	46.0%	-3 805 224
31-Oct	56.3%	-6 984 578	55.0%	-4 203 042	53.5%	-5 620 306	54.7%	-4 026 009
30-Nov	62.6%	-800 705	62.1%	34 486	60.7%	-1 129 940	62.7%	-1 564 437
31-Dec	70.6%	-190 101	70.7%	464 602	69.9%	-1 034 900	71.6%	-1 102 337
31-Jan	78.5%	958 235	78.5%	2 326 965	77.7%	795 246	79.4%	675 416
28-Feb	86.8%	2 345 500	86.9%	3 996 837	86.2%	2 358 851	88.7%	1 692 871
31-Mar	97.9%	4 075 182	98.0%	4 416 057	98.7%	2 398 845	98.9%	2 406 831

1. The actual expenditure as at 30 November to 31 March is compared with the adjusted appropriation.

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Provincial Monthly Expenditure



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Education Provincial forecasting trends: 2004/05 - 2007/08

Table: Education Provincial forecast trends for 2004/05, 2005/06, 2006/07 and 2007/08 financial years

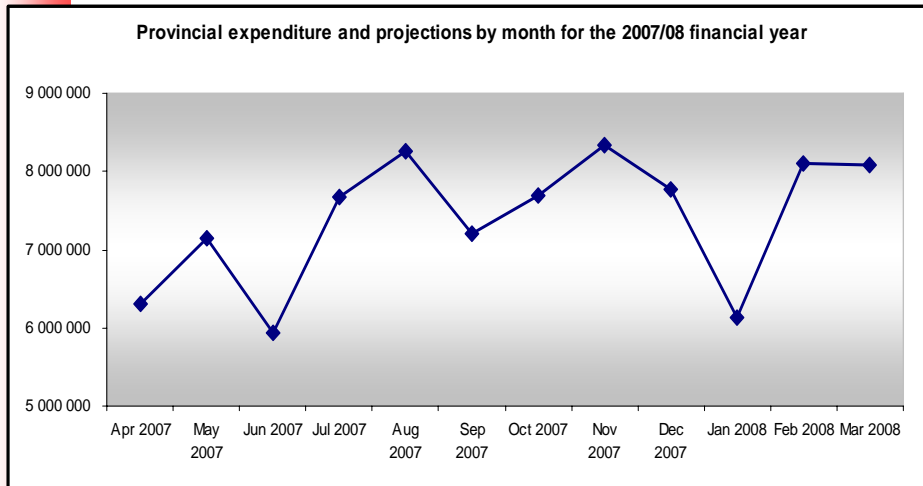
R thousand	2004/05		2005/06		2006/07		2007/08	
	Actual expenditure as % of appropriation ¹	Preliminary under/over(-)	Actual expenditure as % of appropriation ¹	Preliminary under/over(-)	Actual expenditure as % of appropriation ¹	Preliminary under/over(-)	Actual expenditure as % of appropriation ¹	Projected under/over(-)
30-Apr	6.6%	-582 312	8.1%	-332 096	6.9%	143 538	7.1%	100 337
31-May	14.1%	-652 517	16.4%	-405 967	14.6%	-205 433	15.2%	-198 253
30-Jun	22.4%	-247 442	24.4%	-866 329	22.1%	-459 080	21.9%	-27 319
31-Jul	30.8%	-390 095	32.6%	-823 412	29.9%	-1 019 288	30.5%	-131 579
31-Aug	38.6%	-637 194	40.6%	-1 014 664	38.6%	-1 429 070	39.8%	-1 556 277
30-Sep	46.7%	-1 412 194	49.0%	-2 071 199	46.6%	-1 534 688	47.9%	-1 825 059
31-Oct	56.5%	-1 174 102	57.6%	-2 393 837	55.0%	-1 916 482	56.6%	-1 567 431
30-Nov	64.1%	-23 703	64.6%	-834 119	63.2%	-767 407	65.1%	-797 050
31-Dec	72.6%	43 403	73.4%	-736 917	72.3%	-635 579	73.7%	-327 985
31-Jan	80.0%	553 141	81.3%	-610 405	79.8%	295 403	80.7%	732 561
28-Feb	88.0%	879 400	89.5%	-172 736	87.6%	1 227 145	89.6%	1 156 941
31-Mar	98.1%	1 267 515	99.6%	279 177	98.3%	1 350 316	98.6%	1 297 425

1. The actual expenditure as at 30 November to 31 March is compared with the adjusted appropriation.

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Education: Provincial Monthly Expenditure



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Health Provincial forecasting trends: 2004/05 - 2007/08

Table: Health Provincial forecast trends for 2004/05, 2005/06, 2006/07 and 2007/08 financial years

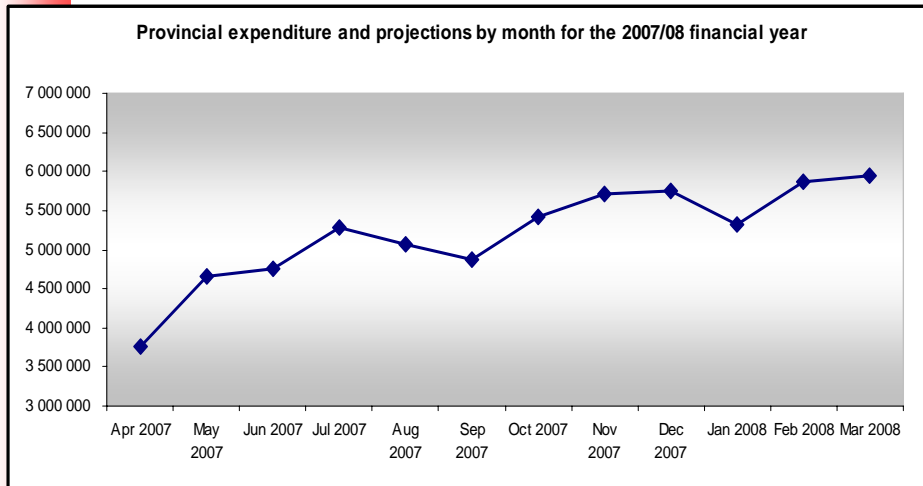
R thousand	2004/05		2005/06		2006/07		2007/08	
	Actual expenditure as % of appropriation ¹	Preliminary under/over(-)	Actual expenditure as % of appropriation ¹	Preliminary under/over(-)	Actual expenditure as % of appropriation ¹	Preliminary under/over(-)	Actual expenditure as % of appropriation ¹	Projected under/over(-)
30-Apr	5.1%	312 336	6.1%	170 188	6.9%	-204 416	6.3%	-99 000
31-May	12.7%	-298 499	14.3%	106 343	14.7%	-577 823	14.4%	-667 880
30-Jun	20.6%	125 753	22.3%	-168 795	22.9%	-1 323 602	22.2%	-1 426 736
31-Jul	28.5%	103 688	30.1%	-326 495	31.3%	-1 547 837	31.2%	-1 002 035
31-Aug	37.0%	18 604	38.4%	-996 668	39.6%	-1 700 195	39.7%	-799 115
30-Sep	45.6%	-620 078	47.2%	-1 159 151	48.3%	-1 634 534	47.9%	-1 443 360
31-Oct	54.9%	-972 755	55.4%	-1 157 087	56.8%	-1 405 479	57.1%	-1 888 121
30-Nov	62.3%	7 763	62.3%	38 677	63.7%	-528 229	65.0%	-1 241 015
31-Dec	70.2%	213 564	71.0%	132 169	72.7%	-560 460	74.4%	-1 474 247
31-Jan	78.8%	314 597	79.1%	469 110	80.6%	-384 909	83.2%	-1 517 904
28-Feb	87.7%	533 921	87.8%	647 450	90.0%	-371 225	92.9%	-1 559 889
31-Mar	98.5%	609 908	99.5%	234 139	100.6%	-328 188	102.3%	-1 412 185

¹ The actual expenditure as at 30 November to 31 March is compared with the adjusted appropriation.

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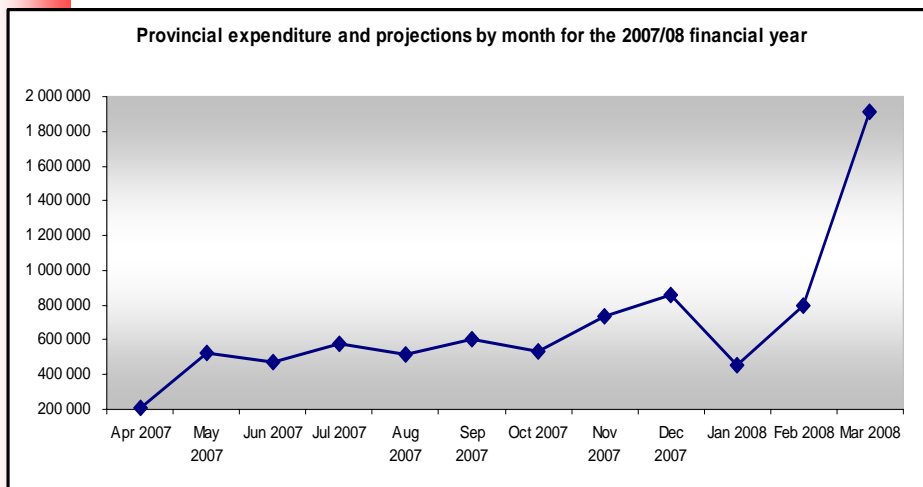
Health: Provincial Monthly Expenditure



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Integrated Housing and Human Settlement Development Grant



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Provincial Social Services (1)

- Budgets total R157.3bn or 72.9% of total provincial adjusted budgets
 - Education remains largest item of budget (41.7%)
 - Health second largest item of budget (28.2%)
 - Social Welfare Services 3% of budget
- A slight decrease of share from 73.8% in 2006/07 to 72.9% in 2007/08
- Preliminary outcome is at R157.3bn or 100.0% against R157.3bn adjusted budget
 - Increase of R19.5bn or 14.2% compared to the previous year's audited outcome

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Provincial Social Services (2)

Table : Provincial Social Services Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of total provincial expenditure	%share of total Social Services expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Education	89 951 768	88 654 343	98.6%	-	1 297 425	1.4%	41.5%	56.4%	78 948 144	12.3%
Health	60 996 987	62 409 172	102.3%	-1 412 185	-	-2.3%	29.2%	39.7%	53 648 586	16.3%
Social Development	6 388 113	6 218 433	97.3%	-	169 680	2.7%	2.9%	4.0%	5 153 250	20.7%
Total	157 336 868	157 281 948	100.0%	-1 412 185	1 467 105	0.0%	73.7%	100.0%	137 749 980	14.2%
				Net	54 920					

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Education (1)

- Spending at R88.7bn or 98.6% against R90bn adjusted budget
- Preliminary underspending of R1.5bn (mostly NPNC) in 7 provinces
 - Increase of R9.7bn or 12.3% compared to the previous year
 - Low rate of education spending in GP (94.4%) and MP (96.3%)
 - NW (101.8%) and FS (101.4%) reflects the highest rate of spending in education
- Education Personnel spending at R70.0bn or 99.9% (R70.1bn adjusted budget)
 - Preliminary underspending of R469.2m in 5 provinces
 - Preliminary overspending of R398.6m in 4 provinces
- Goods and services (mostly LSM) at R9.0bn or 92.1% (R9.8bn adjusted budget)
 - Preliminary underspending of R776.9m
- Capital spending at R3.3bn or 83.3%
 - Represents a decline of R375.6m or 10.3% compared to audited outcome last year
 - Low rate of capital spending in MP (60.9%) and GP (71.4%)
 - NC (120.7%) and LP (104%) reflects the highest rate of capital spending in education

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Education (2)

Table : Provincial Education Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of Education to total provincial expenditure	%share of Education to total Social serv expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	14 497 592	14 455 416	99.7%	–	42 176	0.3%	47.8%	61.9%	12 872 743	12.3%
Free State	5 718 029	5 796 934	101.4%	-78 905	–	-1.4%	43.7%	57.6%	5 345 739	8.4%
Gauteng	14 645 637	13 825 796	94.4%	–	819 841	5.6%	33.2%	49.1%	11 622 696	19.0%
Kw aZulu-Natal	18 836 900	18 724 402	99.4%	–	112 498	0.6%	41.8%	54.0%	16 218 726	15.4%
Limpopo	11 929 675	11 814 169	99.0%	–	115 506	1.0%	47.9%	64.3%	11 366 685	3.9%
Mpumalanga	8 118 307	7 814 202	96.3%	–	304 105	3.7%	48.0%	65.4%	6 272 886	24.6%
Northern Cape	2 286 860	2 284 173	99.9%	–	2 687	0.1%	38.5%	55.1%	1 642 659	39.1%
North West	6 096 036	6 205 448	101.8%	-109 412	–	-1.8%	40.7%	59.2%	6 685 648	-7.2%
Western Cape	7 822 732	7 733 803	98.9%	–	88 929	1.1%	36.0%	48.0%	6 920 362	11.8%
Total	89 951 768	88 654 343	98.6%	-188 317	1 485 742	1.4%	41.5%	56.4%	78 948 144	12.3%
				Net	1 297 425					

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Education: Public Ordinary Schools

Table : Provincial Public Ordinary School Education Expenditure (Programme 2) as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	% share of POSE to total provincial expenditure	% share of POSE to total Education expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	12 417 313	12 348 266	99.4%	-	69 047	0.6%	40.8%	85.4%	11 152 847	10.7%
Free State	4 339 717	4 392 592	101.2%	-52 875	-	-1.2%	33.1%	75.8%	4 142 478	6.0%
Gauteng	11 668 835	10 787 098	92.4%	-	881 737	7.6%	25.9%	78.0%	9 058 641	19.1%
Kw aZulu-Natal	16 177 308	16 177 705	100.0%	-397	-	0.0%	36.1%	86.4%	14 152 487	14.3%
Limpopo	10 127 650	10 406 042	102.7%	-278 392	-	-2.7%	42.2%	88.1%	9 919 357	4.9%
Mpumalanga	6 714 194	6 538 418	97.4%	-	175 776	2.6%	40.2%	83.7%	5 245 457	24.6%
Northern Cape	1 738 673	1 760 523	101.3%	-21 850	-	-1.3%	29.7%	77.1%	1 267 298	38.9%
North West	5 033 520	5 218 280	103.7%	-184 760	-	-3.7%	34.3%	84.1%	5 701 597	-8.5%
Western Cape	6 296 213	6 220 343	98.8%	-	75 870	1.2%	28.9%	80.4%	5 623 650	10.6%
Total	74 513 423	73 849 267	99.1%	-538 274	1 202 430	0.9%	34.6%	83.3%	66 263 812	11.4%
				Net	664 156					

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Education: Personnel

Table : Provincial Personnel Expenditure: Education as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	% share of Education Personnel to total personnel expenditure	% share of Education personnel to total Education expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	11 884 432	11 727 033	98.7%	-	157 399	1.3%	63.0%	81.1%	10 706 948	9.5%
Free State	4 436 517	4 519 165	101.9%	-82 648	-	-1.9%	56.0%	78.0%	4 147 891	9.0%
Gauteng	10 769 050	10 525 502	97.7%	-	243 548	2.3%	55.4%	76.1%	8 958 365	17.5%
Kw aZulu-Natal	15 031 608	14 986 556	99.7%	-	45 052	0.3%	57.7%	80.0%	12 951 146	15.7%
Limpopo	9 656 615	9 649 419	99.9%	-	7 196	0.1%	59.7%	81.7%	9 257 922	4.2%
Mpumalanga	5 951 757	5 994 129	100.7%	-42 372	-	-0.7%	63.7%	76.7%	4 751 834	26.1%
Northern Cape	1 705 503	1 796 032	105.3%	-90 529	-	-5.3%	56.1%	78.6%	1 314 190	36.7%
North West	4 758 723	4 941 768	103.8%	-183 045	-	-3.8%	58.8%	79.6%	5 255 673	-6.0%
Western Cape	5 919 781	5 903 751	99.7%	-	16 030	0.3%	52.4%	76.3%	5 253 453	12.4%
Total	70 113 986	70 043 355	99.9%	-398 594	469 225	0.1%	58.3%	79.0%	62 597 422	11.9%
				Net	70 631					

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Education: Capital

Table : Provincial Capital Expenditure: Education as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	% share of Education Capital to total Capital expenditure	% share of Capital to total Education expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	590 423	429 336	72.7%	-	161 087	27.3%	19.3%	3.0%	524 371	-18.1%
Free State	252 609	233 898	92.6%	-	18 711	7.4%	18.0%	4.0%	198 864	17.6%
Gauteng	760 520	542 765	71.4%	-	217 755	28.6%	20.0%	3.9%	747 892	-27.4%
KwaZulu-Natal	1 034 377	996 879	96.4%	-	37 498	3.6%	23.4%	5.3%	747 458	33.4%
Limpopo	403 962	420 208	104.0%	-16 246	-	-4.0%	30.1%	3.6%	480 286	-12.5%
Mpumalanga	429 201	261 514	60.9%	-	167 687	39.1%	19.3%	3.3%	301 184	-13.2%
Northern Cape	44 638	53 863	120.7%	-9 225	-	-20.7%	8.6%	2.4%	22 488	139.5%
North West	199 333	163 236	81.9%	-	36 097	18.1%	12.8%	2.6%	373 061	-56.2%
Western Cape	194 372	153 143	78.8%	-	41 229	21.2%	9.0%	2.0%	234 885	-34.8%
Total	3 909 435	3 254 842	83.3%	-25 471	680 064	16.7%	19.3%	3.7%	3 630 489	-10.3%
				Net	654 593					

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Education: Non-personnel Non-capital

Table : Provincial Non-Personnel, Non-Capital Expenditure: Education as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	% share of NPNC to total provincial expenditure	% share of NPNC to total Education expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	2 022 737	2 299 047	113.7%	-276 310	-	-13.7%	7.6%	15.9%	1 641 424	40.1%
Free State	1 028 903	1 043 871	101.5%	-14 968	-	-1.5%	7.9%	18.0%	998 984	4.5%
Gauteng	3 116 067	2 757 529	88.5%	-	358 538	11.5%	6.6%	19.9%	1 916 439	43.9%
KwaZulu-Natal	2 770 915	2 740 967	98.9%	-	29 948	1.1%	6.1%	14.6%	2 520 122	8.8%
Limpopo	1 869 098	1 744 542	93.3%	-	124 556	6.7%	7.1%	14.8%	1 628 477	7.1%
Mpumalanga	1 737 349	1 558 559	89.7%	-	178 790	10.3%	9.6%	19.9%	1 219 868	27.8%
Northern Cape	536 719	434 278	80.9%	-	102 441	19.1%	7.3%	19.0%	305 981	41.9%
North West	1 137 980	1 100 444	96.7%	-	37 536	3.3%	7.2%	17.7%	1 056 914	4.1%
Western Cape	1 708 579	1 676 909	98.1%	-	31 670	1.9%	7.8%	21.7%	1 432 024	17.1%
Total	15 928 347	15 356 146	96.4%	-291 278	863 479	3.6%	7.2%	17.3%	12 720 233	20.7%
				Net	572 201					

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Health (1)

- Spending at R62.4bn or 102.3% against R61bn adjusted budget
- 4 provinces (KZN, GP, FS and WC) overspent their adj budgets
 - Preliminary overspending of R1.6bn in 4 provinces
 - (KZN – R977.1m, GP – R519.2m)
 - Increase of R8.8bn or 16.3% compared to the previous year
 - Low rate of health spending in NW (98.3%) and NC (98.6%)
 - KZN (107%) and GP (104.2%) reflects the highest rate of spending in health
 - Health Personnel spending at R35.1bn or 105% (R33.4bn adjusted budget)
 - NPNC spending at R22.3bn or 103.1% of R21.6bn adjusted budget
 - Preliminary overspending of R1.2bn in 5 provinces
 - (KZN – R618.7m, GP – R402.3m)
 - Capital spending at R5bn or 84.3%
 - Increase of 7.2% compared to audited spending last year
 - Low rate of capital spending in MP (57.5%) and NC (59.8%)
 - FS (103.5%) and LP (98.8%) reflects the highest rate of capital spending in health

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Health (2)

Table : Provincial Health Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of Health to total provincial expenditure	%share of Health to total Social serv expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	8 068 697	8 017 385	99.4%	-	51 312	0.6%	26.5%	34.3%	7 257 118	10.5%
Free State	3 744 400	3 835 752	102.4%	-91 352	-	-2.4%	28.9%	38.1%	3 461 337	10.8%
Gauteng	12 445 630	12 964 823	104.2%	-519 193	-	-4.2%	31.2%	46.1%	11 114 978	16.6%
KwaZulu-Natal	13 925 428	14 902 563	107.0%	-977 135	-	-7.0%	33.3%	43.0%	11 663 951	27.8%
Limpopo	6 171 270	6 132 856	99.4%	-	38 414	0.6%	24.9%	33.4%	5 831 895	5.2%
Mpumalanga	3 717 636	3 666 857	98.6%	-	50 779	1.4%	22.5%	30.7%	3 013 249	21.7%
Northern Cape	1 579 993	1 557 294	98.6%	-	22 699	1.4%	26.3%	37.6%	1 407 236	10.7%
North West	3 916 628	3 848 808	98.3%	-	67 820	1.7%	25.3%	36.7%	3 479 307	10.6%
Western Cape	7 427 305	7 482 834	100.7%	-55 529	-	-0.7%	34.8%	46.4%	6 419 515	16.6%
Total	60 996 987	62 409 172	102.3%	-1 643 209	231 024	-2.3%	29.2%	39.7%	53 648 586	16.3%
				Net	-1 412 185					

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Health: Programme Analyses

Programme 2: Provincial District Health Services

- Spending at R26.1bn or 103.9% of R25.1bn adjusted budget
- Lowest rate of spending in NC (98.9%) and NW (99.1%)
- Highest in KZN (111.4%) and MP (104.9%)

- Programme 4: Provincial Hospital Services

- Spending at R15bn or 103.2% of R14.6bn adjusted budget
- Lowest rate of spending in NW (94.6%) and EC (95.9%)
- Highest in KZN (108.7%) and GP (106.6%)

- Programme 5: Central Hospital Services

- Spending at R9.7bn or 106.8% of R9.1bn adjusted budget
- Preliminary over-expenditure of R614.8m in all provinces (GP – R415.7m, KZN – R122.7m)
- Lowest rate of spending in LP (100.1%) and WC (101.2%)
- Highest in GP (111.3%) and KZN (109.5%)

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Health: District Services

Table : Provincial District Health Services Expenditure (Programme 2) as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of DHS to total provincial expenditure	%share of DHS to total Health expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	3 627 219	3 696 644	101.9%	-69 425	-	-1.9%	12.2%	46.1%	3 237 762	14.2%
Free State	1 380 495	1 395 960	101.1%	-15 465	-	-1.1%	10.5%	36.4%	1 290 966	8.1%
Gauteng	3 208 385	3 247 132	101.2%	-38 747	-	-1.2%	7.8%	25.0%	2 479 485	31.0%
KwaZulu-Natal	6 375 856	7 104 516	111.4%	-728 660	-	-11.4%	15.9%	47.7%	5 370 301	32.3%
Limpopo	3 268 681	3 301 453	101.0%	-32 772	-	-1.0%	13.4%	53.8%	2 900 126	13.8%
Mpumalanga	1 929 133	2 024 340	104.9%	-95 207	-	-4.9%	12.4%	55.2%	1 554 782	30.2%
Northern Cape	720 448	712 432	98.9%	-	8 016	1.1%	12.0%	45.7%	526 246	35.4%
North West	1 897 098	1 880 310	99.1%	-	16 788	0.9%	12.3%	48.9%	1 793 451	4.8%
Western Cape	2 671 734	2 703 586	101.2%	-31 852	-	-1.2%	12.6%	36.1%	1 922 792	40.6%
Total	25 079 049	26 066 373	103.9%	-1 012 128	24 804	-3.9%	12.2%	41.8%	21 075 911	23.7%
				Net	-987 324					

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Health: Hospital Services

Table : Provincial Hospital Services Expenditure (Programme 4) as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of PHS to total provincial expenditure	%share of PHS to total Health expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	2 773 393	2 658 763	95.9%	-	114 630	4.1%	8.8%	33.2%	2 287 337	16.2%
Free State	951 159	1 001 353	105.3%	-50 194	-	-5.3%	7.5%	26.1%	951 962	5.2%
Gauteng	3 146 071	3 354 366	106.6%	-208 295	-	-6.6%	8.1%	25.9%	2 940 538	14.1%
Kw aZulu-Natal	3 614 550	3 928 300	108.7%	-313 750	-	-8.7%	8.8%	26.4%	3 138 945	25.1%
Limpopo	869 713	886 374	101.9%	-16 661	-	-1.9%	3.6%	14.5%	722 432	22.7%
Mpumalanga	534 887	523 489	97.9%	-	11 398	2.1%	3.2%	14.3%	440 791	18.8%
Northern Cape	376 952	400 785	106.3%	-23 833	-	-6.3%	6.8%	25.7%	336 294	19.2%
North West	1 024 337	968 852	94.6%	-	55 485	5.4%	6.4%	25.2%	839 267	15.4%
Western Cape	1 273 956	1 305 379	102.5%	-31 423	-	-2.5%	6.1%	17.4%	1 397 635	-6.6%
Total	14 565 018	15 027 661	103.2%	-644 156	181 513	-3.2%	7.0%	24.1%	13 055 201	15.1%
				Net	-462 643					

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Health: Central Hospital Services

Table : Central Hospital Services Expenditure (Programme 5) as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of CHS to total provincial expenditure	%share of CHS to total Health expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Free State	677 324	698 940	103.2%	-21 616	-	-3.2%	5.3%	18.2%	599 443	16.6%
Gauteng	3 689 268	4 104 957	111.3%	-415 689	-	-11.3%	9.9%	31.7%	3 802 607	8.0%
Kw aZulu-Natal	1 285 717	1 408 419	109.5%	-122 702	-	-9.5%	3.1%	9.5%	1 191 810	18.2%
Limpopo	560 700	561 041	100.1%	-341	-	-0.1%	2.3%	9.1%	496 655	13.0%
Mpumalanga	445 213	465 129	104.5%	-19 916	-	-4.5%	2.9%	12.7%	443 068	0.0%
North West	81 409	88 116	108.2%	-6 707	-	-8.2%	0.6%	2.3%	69 602	26.6%
Western Cape	2 321 806	2 349 650	101.2%	-27 844	-	-1.2%	10.9%	31.4%	2 123 000	10.7%
Total	9 061 437	9 676 252	106.8%	-614 815	-	-6.8%	4.5%	15.5%	8 726 185	10.9%
				Net	-614 815					

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Health: Personnel

Table : Provincial Personnel Expenditure: Health as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over) / under of adjusted budget	% share of Health Personnel to total personnel expenditure	% share of Health personnel to total Health expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	4 171 711	4 561 550	109.3%	-389 839	-	-9.3%	24.5%	56.9%	3 860 060	18.2%
Free State	2 251 816	2 351 757	104.4%	-99 941	-	-4.4%	29.2%	61.3%	2 012 009	16.9%
Gauteng	6 213 280	6 515 836	104.9%	-302 556	-	-4.9%	34.3%	50.3%	5 347 243	21.9%
Kw aZulu-Natal	7 913 564	8 648 859	109.3%	-735 295	-	-9.3%	33.3%	58.0%	6 628 826	30.5%
Limpopo	3 974 735	4 045 560	101.8%	-70 825	-	-1.8%	25.0%	66.0%	3 310 633	22.2%
Mpumalanga	2 031 153	2 044 791	100.7%	-13 638	-	-0.7%	21.7%	55.8%	1 627 812	25.6%
Northern Cape	794 513	786 939	99.0%	-	7 574	1.0%	24.6%	50.5%	620 972	26.7%
North West	1 996 435	1 981 846	99.3%	-	14 589	0.7%	23.6%	51.5%	1 913 654	3.6%
Western Cape	4 055 297	4 135 685	102.0%	-80 388	-	-2.0%	36.7%	55.3%	3 419 042	21.0%
Total	33 402 504	35 072 823	105.0%	-1 692 482	22 163	-5.0%	29.2%	56.2%	28 740 251	22.0%
				Net	-1 670 319					

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Health: Capital

Table : Provincial Capital Expenditure: Health as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over) / under of adjusted budget	% share of Health Capital to total Capital expenditure	% share of Capital to total Health expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	838 528	824 836	98.4%	-	13 692	1.6%	37.0%	10.3%	562 231	46.7%
Free State	292 470	302 722	103.5%	-10 252	-	-3.5%	23.2%	7.9%	245 981	23.1%
Gauteng	1 196 713	1 011 011	84.5%	-	185 702	15.5%	37.2%	7.8%	920 906	9.8%
Kw aZulu-Natal	1 388 863	1 012 039	72.9%	-	376 824	27.1%	23.8%	6.8%	938 208	7.9%
Limpopo	522 163	515 987	98.8%	-	6 176	1.2%	36.9%	8.4%	741 652	-30.4%
Mpumalanga	389 248	223 674	57.5%	-	165 574	42.5%	16.5%	6.1%	244 877	-8.7%
Northern Cape	310 428	185 729	59.8%	-	124 699	40.2%	29.5%	11.9%	298 315	-37.7%
North West	511 953	474 250	92.6%	-	37 703	7.4%	37.3%	12.3%	319 323	48.5%
Western Cape	512 843	474 047	92.4%	-	38 796	7.6%	27.7%	6.3%	413 938	14.5%
Total	5 963 209	5 024 295	84.3%	-10 252	949 166	15.7%	29.8%	8.1%	4 685 431	7.2%
				Net	938 914					

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Health: Non-personnel Non-capital

Table : Provincial Non-Personnel, Non-Capital Expenditure: Health as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	% share of NPNC to total provincial expenditure	% share of NPNC to total Health expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	3 058 458	2 630 999	86.0%	-	427 459	14.0%	8.7%	32.8%	2 834 827	-7.2%
Free State	1 200 114	1 181 273	98.4%	-	18 841	1.6%	8.9%	30.8%	1 203 347	-1.8%
Gauteng	5 035 637	5 437 976	108.0%	-402 339	-	-8.0%	13.1%	41.9%	4 846 829	12.2%
KwaZulu-Natal	4 623 001	5 241 665	113.4%	-618 664	-	-13.4%	11.7%	35.2%	4 096 917	27.9%
Limpopo	1 674 372	1 571 309	93.8%	-	103 063	6.2%	6.4%	25.6%	1 779 610	-11.7%
Mpumalanga	1 297 235	1 398 392	107.8%	-101 157	-	-7.8%	8.6%	38.1%	1 140 560	22.6%
Northern Cape	475 052	584 626	123.1%	-109 574	-	-23.1%	9.9%	37.5%	487 949	19.8%
North West	1 408 240	1 392 712	98.9%	-	15 528	1.1%	9.1%	36.2%	1 246 330	11.7%
Western Cape	2 859 165	2 873 102	100.5%	-13 937	-	-0.5%	13.4%	38.4%	2 586 535	11.1%
Total	21 631 274	22 312 054	103.1%	-1 245 671	564 891	-3.1%	10.4%	35.8%	20 222 904	10.3%
				Net	-680 780					

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Social Welfare Services (1)

Social Welfare adjusted budgets at R6.4bn
– 3% of total provincial adjusted budgets

- An increase of share to total provincial budgets from 2.9% in 2006/07 to 3% in 2007/08
- Spending at R6.2bn or 97.3% against R6.4bn adjusted budget
 - Increase of R1.1bn or 20.7% compared to the previous year spending
 - Varying degrees of spending with low rate of spending in NW (88.7%) and MP (92.3%)
 - WC (100%) and both EC and LP (99.8%) reflects the highest rate of spending
- All province reflect preliminary under expenditure of R169.7m (NW – R55.5m, MP – R38.2m, KZN – R28.8m, FS – R27.1m)

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Social Welfare Services (2)

Table 5: Provincial Social Welfare Services Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/under of adjusted budget	% share of Soc welfare to total provincial expenditure	% share of Soc welfare to total Social serv expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	882 794	880 958	99.8%	-	1 836	0.2%	2.9%	3.8%	730 319	20.6%
Free State	453 092	425 953	94.0%	-	27 139	6.0%	3.2%	4.2%	442 985	-3.8%
Gauteng	1 369 957	1 358 862	99.2%	-	11 095	0.8%	3.3%	4.8%	1 011 634	34.3%
KwaZulu-Natal	1 065 223	1 036 460	97.3%	-	28 763	2.7%	2.3%	3.0%	941 579	10.1%
Limpopo	417 077	416 119	99.8%	-	958	0.2%	1.7%	2.3%	401 924	3.5%
Mpumalanga	497 517	459 292	92.3%	-	38 225	7.7%	2.8%	3.8%	319 218	43.9%
Northern Cape	310 214	304 137	98.0%	-	6 077	2.0%	5.1%	7.3%	217 643	39.7%
North West	490 675	435 222	88.7%	-	55 453	11.3%	2.9%	4.1%	368 432	18.1%
Western Cape	901 564	901 430	100.0%	-	134	0.0%	4.2%	5.6%	719 516	25.3%
Total	6 388 113	6 218 433	97.3%	-	169 680	2.7%	2.9%	4.0%	5 153 250	20.7%

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Housing and Local Government (1)

Adjusted budget of R12.6bn or 5.8% of total provincial adjusted budgets
Spending at R12bn or 95.2% against adjusted budget

- Preliminary underspending of R636.2m in 8 provinces
- Increase of R2.2bn or 22.3% compared to the previous year
- Low rate of spending in EC (85.8%) and FS (87.2%)
- GP (100.9%) and NC (99%) reflects the highest rate of spending
- Housing conditional grant spending at R8.2bn or 95.6% (including provincial roll-overs)
 - Preliminary underspending of R445.2m in 7 provinces
 - In compliance with section 26 of the 2007 Division of Revenue Act (Act No. 1 of 2007), the national Department of Housing stopped the transfer of funds following slow spending on the part of the EC (R500 m) and the FS (R100 m).
 - In compliance with section 27 of the 2007 Division of Revenue Act (Act No. 1 of 2007), the national Department of Housing re-allocated funds between provinces following demonstrated capacity to spend in GP (R350 m) and NC (R100m)

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Housing and Local Government (2)

Table : Provincial Housing and Local Government Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of Local Gov & Housing to total provincial expenditure	%share of Housing Grant to total LG & Housing expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	1 234 055	1 059 417	85.8%	-	174 638	14.2%	3.5%	36.9%	1 093 747	-3.1%
Free State	806 074	703 064	87.2%	-	103 010	12.8%	5.3%	67.5%	722 488	-2.7%
Gauteng	3 258 374	3 286 787	100.9%	-28 413	-	-0.9%	7.9%	79.5%	2 340 604	40.4%
Kw aZulu-Natal	2 305 155	2 266 692	98.3%	-	38 463	1.7%	5.1%	57.8%	1 907 053	18.9%
Limpopo	1 049 562	1 004 325	95.7%	-	45 237	4.3%	4.1%	63.1%	1 041 827	-3.6%
Mpumalanga	1 006 023	920 474	91.5%	-	85 549	8.5%	5.7%	70.9%	555 769	65.6%
Northern Cape	397 500	393 507	99.0%	-	3 993	1.0%	6.6%	58.7%	261 314	50.6%
North West	1 113 079	1 008 983	90.6%	-	104 096	9.4%	6.6%	77.9%	849 856	18.7%
Western Cape	1 431 861	1 350 625	94.3%	-	81 236	5.7%	6.3%	81.8%	1 035 711	30.4%
Total	12 601 683	11 993 874	95.2%	-28 413	636 222	4.8%	5.6%	68.3%	9 808 369	22.3%
				Net	607 809					

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Housing Conditional Grant (3)

Table : Provincial Integrated Housing and Human Settlement Development Grant Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of grant to total provincial expenditure	%share of grant to total grant expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	552 554	391 295	70.8%	-	161 259	29.2%	1.3%	4.8%	637 381	-38.6%
Free State	553 508	474 446	85.7%	-	79 062	14.3%	3.6%	5.8%	528 400	-10.2%
Gauteng	2 547 223	2 612 566	102.6%	-65 343	-	-2.6%	6.3%	31.9%	1 759 822	48.5%
Kw aZulu-Natal	1 310 555	1 311 040	100.0%	-485	-	0.0%	2.9%	16.0%	1 074 515	22.0%
Limpopo	651 705	633 237	97.2%	-	18 468	2.8%	2.6%	7.7%	605 307	4.6%
Mpumalanga	676 286	652 178	96.4%	-	24 108	3.6%	4.0%	8.0%	329 949	97.7%
Northern Cape	231 036	231 021	100.0%	-	15	0.0%	3.9%	2.8%	104 714	120.6%
North West	875 178	785 516	89.8%	-	89 662	10.2%	5.2%	9.6%	696 543	12.8%
Western Cape	1 177 770	1 105 135	93.8%	-	72 635	6.2%	5.1%	13.5%	768 921	43.7%
Total	8 575 815	8 196 434	95.6%	-65 828	445 209	4.4%	3.8%	100.0%	6 505 552	26.0%
				Net	379 381					

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Sport, Recreation, Arts and Culture (1)

Provincial spending totalled R2.3bn or 96.9% of R2.4bn Sport, Recreation, Arts and Culture (SRAC) adjusted budgets

- Increase of R492.1m or 26.8% over audited outcome last year
- Low rate of spending in LP (87.1%) and GP (93.5%)
- FS (101.4%) and WC (99.3%) reflects the highest rate of capital spending in SRAC
- Preliminary under-expenditure of R77.3m in 8 provinces
 - GP (R23.3m), LP (R20.8m)
- SRAC Personnel spending at R762.9m or 94.7% (R805.4m adjusted budget)
 - Preliminary underspending of R45.3m in 8 provinces
- Capital spending at R189.1m or 85.3%
 - Significant increase of R50.4m or 36.3% compared to audited outcome last year
 - Low rate of capital spending in LP (59.0%) and EC (63.1%)
 - NC (192.1%) and FS (104.6%) reflects the highest rate of capital spending in SRAC

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Sport, Recreation, Arts and Culture (2)

Table : Provincial Sport, Recreation, Arts and Culture Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as at 31 March 2008	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of SRAC to total provincial expenditure	%share of SRAC to total SRAC expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	414 576	400 821	400 821	96.7%	-	13 755	3.3%	1.3%	17.2%	312 686	28.2%
Free State	184 812	187 324	187 324	101.4%	-2 512	-	-1.4%	1.4%	8.0%	138 706	35.1%
Gauteng	358 274	334 950	334 950	93.5%	-	23 324	6.5%	0.8%	14.4%	232 806	43.9%
KwaZulu-Natal	455 977	452 174	452 174	99.2%	-	3 803	0.8%	1.0%	19.4%	379 815	19.1%
Limpopo	161 129	140 320	140 320	87.1%	-	20 809	12.9%	0.6%	6.0%	118 796	18.1%
Mpumalanga	171 238	168 941	168 941	98.7%	-	2 297	1.3%	1.0%	7.3%	122 356	38.1%
Northern Cape	122 153	118 141	118 141	96.7%	-	4 012	3.3%	2.0%	5.1%	82 763	42.7%
North West	310 206	302 478	302 478	97.5%	-	7 728	2.5%	2.0%	13.0%	263 610	14.7%
Western Cape	225 209	223 634	223 634	99.3%	-	1 575	0.7%	1.0%	9.6%	185 166	20.8%
Total	2 403 574	2 328 783	2 328 783	96.9%	-2 512	77 303	3.1%	1.1%	100.0%	1 836 704	26.8%

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Sport, Recreation, Arts and Culture : Personnel

Table : Provincial Personnel Expenditure: Sport, Recreation, Arts and Culture as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as at 31 March 2008	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	% share of SRAC Personnel to total personnel expenditure	% share of SRAC personnel to total SRAC expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	200 681	194 053	194 053	96.7%	-	6 628	3.3%	1.0%	48.4%	159 643	21.6%
Free State	83 972	76 568	76 568	91.2%	-	7 404	8.8%	0.9%	40.9%	62 371	22.8%
Gauteng	73 997	67 320	67 320	91.0%	-	6 677	9.0%	0.4%	20.1%	52 210	28.9%
Kw aZulu-Natal	116 289	110 814	110 814	95.3%	-	5 475	4.7%	0.4%	24.5%	97 190	14.0%
Limpopo	54 406	57 298	57 298	105.3%	-2 892	-	-5.3%	0.4%	40.8%	47 463	20.7%
Mpumalanga	59 835	56 712	56 712	94.8%	-	3 123	5.2%	0.6%	33.6%	44 767	26.7%
Northern Cape	39 183	33 833	33 833	86.3%	-	5 350	13.7%	1.1%	28.6%	26 719	26.6%
North West	83 891	79 048	79 048	94.2%	-	4 843	5.8%	0.9%	26.1%	64 674	22.2%
Western Cape	93 131	87 302	87 302	93.7%	-	5 829	6.3%	0.8%	39.0%	76 407	14.3%
Total	805 385	762 948	762 948	94.7%	-2 892	45 329	5.3%	0.6%	32.8%	631 444	20.8%

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Sport, Recreation, Arts and Culture: Capital

Table : Provincial Capital Expenditure: Sport, Recreation, Arts and Culture as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as at 31 March 2008	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	% share of SRAC Capital to total Capital expenditure	% share of SRAC Capital to total SRAC expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	13 876	8 749	8 749	63.1%	-	5 127	36.9%	0.4%	2.2%	1 830	378.1%
Free State	26 177	27 382	27 382	104.6%	-1 205	-	-4.6%	2.1%	14.6%	25 721	6.5%
Gauteng	70 755	63 875	63 875	90.3%	-	6 880	9.7%	2.4%	19.1%	43 858	45.6%
Kw aZulu-Natal	13 680	14 087	14 087	103.0%	-407	-	-3.0%	0.3%	3.1%	10 884	29.4%
Limpopo	32 212	19 019	19 019	59.0%	-	13 193	41.0%	1.4%	13.6%	8 882	114.1%
Mpumalanga	26 682	17 054	17 054	63.9%	-	9 628	36.1%	1.3%	10.1%	15 126	12.7%
Northern Cape	3 770	7 242	7 242	192.1%	-3 472	-	-92.1%	1.2%	6.1%	21 151	-65.8%
North West	32 627	30 140	30 140	92.4%	-	2 487	7.6%	2.4%	10.0%	9 241	226.2%
Western Cape	1 851	1 576	1 576	85.1%	-	275	14.9%	0.1%	0.7%	2 051	-23.2%
Total	221 630	189 124	189 124	85.3%	-5 084	37 590	14.7%	1.1%	8.1%	138 744	36.3%

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Personnel (1) (compensation of employees)

- Provincial personnel spending totalled R120.1bn or 100.9% of R119bn personnel adjusted budgets
 - Increase of R15.8bn or 15.2% over audited outcome last year
 - Includes public service increases effected from 01 July 2007 (non-SMS) and SMS from 01 January 2008
- Preliminary over-expenditure of R1.1bn in 7 provinces
 - KZN (R586.6m), EC (R184.6m) and NW (R122.2m)
- Low level of personnel spending in both MP and WC (99.9%) and GP (100.1%)
- KZN (102.3%) and NC (101.7%) reflects the highest level of personnel spending

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Personnel (2) (compensation of employees)

Table : Provincial Personnel Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over)/ under of adjusted budget	%share of Personnel to total provincial expenditure	%share of personnel to total Personnel expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	18 429 518	18 614 089	101.0%	-184 571	-	-1.0%	61.5%	15.5%	16 527 614	12.6%
Free State	7 988 932	8 065 905	101.0%	-76 973	-	-1.0%	60.8%	6.7%	7 212 234	11.8%
Gauteng	18 971 553	18 988 876	100.1%	-17 323	-	-0.1%	45.6%	15.8%	15 876 531	19.6%
Kw aZulu-Natal	25 405 292	25 991 877	102.3%	-586 585	-	-2.3%	58.1%	21.6%	21 625 700	20.2%
Limpopo	16 112 810	16 152 802	100.2%	-39 992	-	-0.2%	65.5%	13.4%	14 818 047	9.0%
Mpumalanga	9 426 662	9 417 185	99.9%	-	9 477	0.1%	57.9%	7.8%	7 478 053	25.9%
Northern Cape	3 148 861	3 201 083	101.7%	-52 222	-	-1.7%	54.0%	2.7%	2 408 259	32.9%
North West	8 286 984	8 409 193	101.5%	-122 209	-	-1.5%	55.2%	7.0%	8 593 411	-2.1%
Western Cape	11 275 919	11 264 604	99.9%	-	11 315	0.1%	52.4%	9.4%	9 726 212	15.8%
Total	119 046 531	120 105 615	100.9%	-1 079 875	20 792	-0.9%	56.2%	100.0%	104 266 061	15.2%
				Net	-1 059 083					

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Payments for Capital Assets trends (Capital Expenditure)

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Payments for Capital Assets (1)

Capital spending at R16.9bn or 88.5% of almost R19.1bn adjusted capital budgets

- Increase of R1.3bn or 8.2% compared to spending last year
- Preliminary underspending of R2.2 billion in all provinces
- R1.1bn added in adjusted budgets, however only have capacity to spend close to main budget
- Low rate of capital spending in MP (77%) and NC (83.8%)
- EC (93.8%) and WC (93.7%) reflects the highest rate of capital spending
- The biggest capital budgets in provinces are in public works, roads and transport departments at 38% or R7.3bn of total capital budget of R19.1bn
 - Spending at R7.1bn or 97.8% compared to R5.7bn spent last year (23.7% increase)

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Payments for Capital Assets (2)

Table : Provincial Capital (Payments for Capital Assets) Expenditure as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over) / under of adjusted budget	% share of Capital to total provincial expenditure	% share of Capital to total Capital expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	2 376 882	2 229 971	93.8%	-	146 911	6.2%	7.4%	13.2%	1 873 417	19.0%
Free State	1 400 212	1 302 586	93.0%	-	97 626	7.0%	9.8%	7.7%	1 074 444	21.2%
Gauteng	3 139 328	2 714 454	86.5%	-	424 874	13.5%	6.5%	16.1%	2 493 816	8.8%
KwaZulu-Natal	4 923 743	4 257 398	86.5%	-	666 345	13.5%	9.5%	25.2%	3 448 985	23.4%
Limpopo	1 504 572	1 396 610	92.8%	-	107 962	7.2%	5.7%	8.3%	1 856 530	-24.8%
Mpumalanga	1 759 830	1 355 457	77.0%	-	404 373	23.0%	8.3%	8.0%	1 069 572	26.7%
Northern Cape	750 855	629 518	83.8%	-	121 337	16.2%	10.6%	3.7%	570 147	10.4%
North West	1 385 337	1 271 167	91.8%	-	114 170	8.2%	8.3%	7.5%	1 489 994	-14.7%
Western Cape	1 825 223	1 709 747	93.7%	-	115 476	6.3%	8.0%	10.1%	1 705 332	0.3%
Total	19 065 982	16 866 907	88.5%	-	2 199 075	11.5%	7.9%	100.0%	15 582 237	8.2%
				Net	2 199 075					

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Payments for Capital Assets (Education and Health)

- Education capital spending at R3.3bn or 83.3%
 - Represents a decline of R375.6m or 10.3% compared to spending last year
 - Wide fluctuations compared to last year audited outcome
 - Low rate of education capital spending in MP (60.9%) and GP (71.4%)
 - NC (120.7%) and LP (104%) reflects the highest rate of capital spending in education
- Health capital spending at R5bn or 84.3%
 - Increase of 7.2% compared to audited outcome last year
 - Preliminary underspending of R949.2m in 8 provinces
 - Low rate of health capital spending in MP (57.5%) and NC (59.8%)
 - FS (103.5%) and LP (98.8%) reflects the highest rate of capital spending in health

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Education: Capital

Table : Provincial Capital Expenditure: Education as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over) / under of adjusted budget	%share of Education Capital to total Capital expenditure	%share of Capital to total Education expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	590 423	429 336	72.7%	-	161 087	27.3%	19.3%	3.0%	524 371	-18.1%
Free State	252 609	233 898	92.6%	-	18 711	7.4%	18.0%	4.0%	198 864	17.6%
Gauteng	760 520	542 765	71.4%	-	217 755	28.6%	20.0%	3.9%	747 892	-27.4%
Kw aZulu-Natal	1 034 377	996 879	96.4%	-	37 498	3.6%	23.4%	5.3%	747 458	33.4%
Limpopo	403 962	420 208	104.0%	-16 246	-	-4.0%	30.1%	3.6%	480 286	-12.5%
Mpumalanga	429 201	261 514	60.9%	-	167 687	39.1%	19.3%	3.3%	301 184	-13.2%
Northern Cape	44 638	53 863	120.7%	-9 225	-	-20.7%	8.6%	2.4%	22 488	139.5%
North West	199 333	163 236	81.9%	-	36 097	18.1%	12.8%	2.6%	373 061	-56.2%
Western Cape	194 372	153 143	78.8%	-	41 229	21.2%	9.0%	2.0%	234 885	-34.8%
Total	3 909 435	3 254 842	83.3%	-25 471	680 064	16.7%	19.3%	3.7%	3 630 489	-10.3%
				Net	654 593					

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Health: Capital

Table : Provincial Capital Expenditure: Health as at 31 March 2008

R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over) / under of adjusted budget	%share of Health Capital to total Capital expenditure	%share of Capital to total Health expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	838 528	824 836	98.4%	-	13 692	1.6%	37.0%	10.3%	562 231	46.7%
Free State	292 470	302 722	103.5%	-10 252	-	-3.5%	23.2%	7.9%	245 981	23.1%
Gauteng	1 196 713	1 011 011	84.5%	-	185 702	15.5%	37.2%	7.8%	920 906	9.8%
Kw aZulu-Natal	1 388 863	1 012 039	72.9%	-	376 824	27.1%	23.8%	6.8%	938 208	7.9%
Limpopo	522 163	515 987	98.8%	-	6 176	1.2%	36.9%	8.4%	741 652	-30.4%
Mpumalanga	389 248	223 674	57.5%	-	165 574	42.5%	16.5%	6.1%	244 877	-8.7%
Northern Cape	310 428	185 729	59.8%	-	124 699	40.2%	29.5%	11.9%	298 315	-37.7%
North West	511 953	474 250	92.6%	-	37 703	7.4%	37.3%	12.3%	319 323	48.5%
Western Cape	512 843	474 047	92.4%	-	38 796	7.6%	27.7%	6.3%	413 938	14.5%
Total	5 963 209	5 024 295	84.3%	-10 252	949 166	15.7%	29.8%	8.1%	4 685 431	7.2%
				Net	938 914					

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Payments for Capital Assets (Public Works, Roads & Transport)

- The biggest capital budgets in provinces are in public works, roads and transport departments at 38% or R7.3bn of total adjusted capital budget of R19.1bn
- Spending is at 97.8% or R7.1bn
- Underspensing of R229.8m in 6 provinces
 - FS at R107m, KZN - R52.2m
- Spending is 23.7% or R1.4bn more than the R5.7bn spent last year over the same period
- The lowest rate of spending is recorded in FS (85.5%) and LP (85.6%)
- EC and GP recorded the highest rates of spending at 105.4% and 103.2% respectively

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Public Works, Roads & Transport: Capital

Table : Provincial Capital Expenditure: Public Works, Roads and Transport as at 31 March 2008

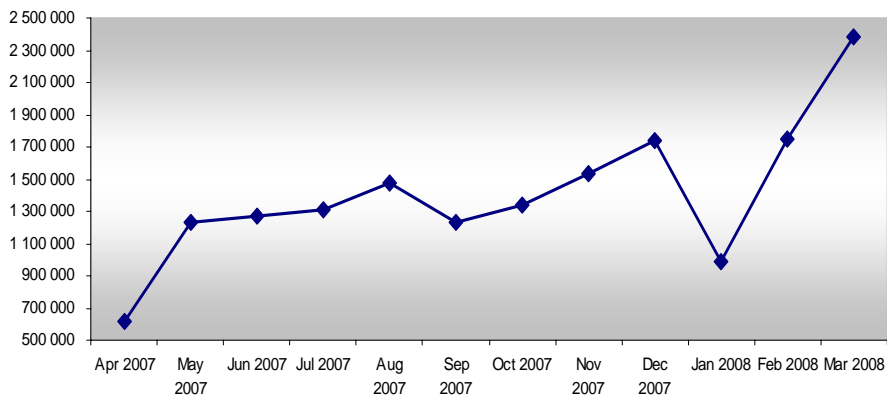
R thousand	Adjusted budget	Preliminary outcome	Preliminary outcome as % of adjusted budget	(Over)	Under	%(Over) / under of adjusted budget	% share of PWRT Capital to total Capital expenditure	% share of PWRT Capital to total provincial expenditure	2006/07: Audited outcome as at 31 March 2007	Year-on-year growth
Eastern Cape	824 376	869 078	105.4%	-44 702	-	-5.4%	39.0%	3.7%	710 342	22.3%
Free State	735 658	628 689	85.5%	-	106 969	14.5%	48.3%	6.3%	517 497	21.5%
Gauteng	777 737	802 952	103.2%	-25 215	-	-3.2%	29.6%	2.9%	607 955	32.1%
Kw aZulu-Natal	2 105 756	2 053 575	97.5%	-	52 181	2.5%	48.2%	5.9%	1 557 251	31.9%
Limpopo	133 272	114 020	85.6%	-	19 252	14.4%	8.2%	0.6%	174 292	-34.6%
Mpumalanga	767 937	767 296	99.9%	-	641	0.1%	56.6%	6.4%	422 447	81.6%
Northern Cape	301 480	295 111	97.9%	-	6 369	2.1%	46.9%	7.1%	158 920	85.7%
North West	533 351	535 444	100.4%	-2 093	-	-0.4%	42.1%	5.1%	571 756	-6.4%
Western Cape	1 072 302	1 027 951	95.9%	-	44 351	4.1%	60.1%	6.4%	1 016 422	1.1%
Total	7 251 869	7 094 116	97.8%	-72 010	229 763	2.2%	42.1%	4.5%	5 736 882	23.7%
			Net	157 753						

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Monthly Expenditure: Payments for Capital Assets

Provincial expenditure by month for the 2007/08 financial year (preliminary outcome)



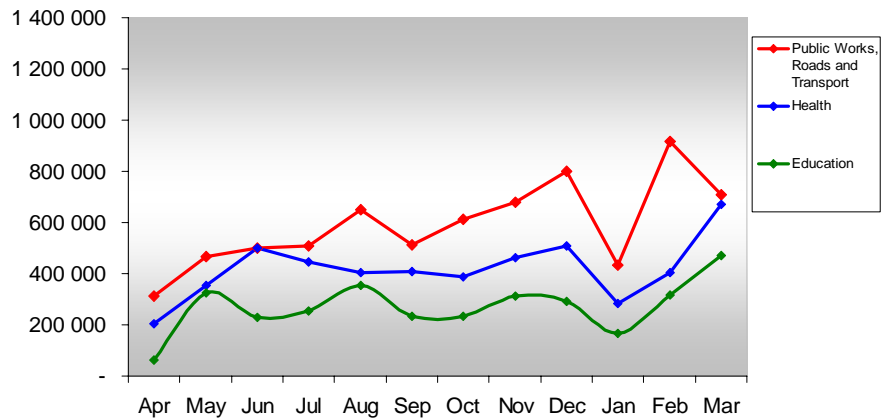
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Monthly Expenditure: Payments for Capital Assets

MONTHLY EXPENDITURE ON PAYMENTS FOR CAPITAL ASSETS FOR 2007/08

PRELIMINARY OUTCOME AS AT 31 MARCH 2008



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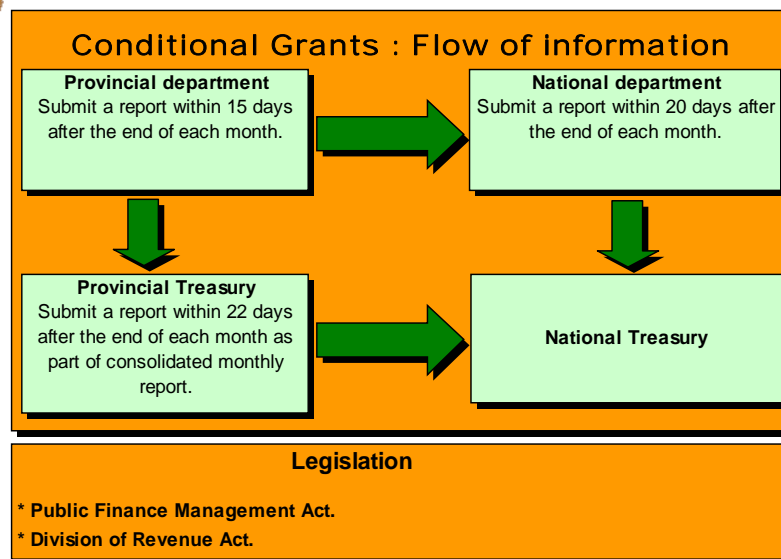


Conditional Grants

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Conditional Grants – Flow of Info



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Conditional Grants (1)

Adjusted allocations for all grants are R33.3bn (including Schedule 4 grants and provincial roll-overs) with health making up the bulk at R11.9bn

- Excluding Schedule 4 grants, spending against the total adjusted allocation of R19.5bn, amounts to 98.7% or R19.2bn
- However, when excluding Gautrain, preliminary outcome is R15.1bn or 92.2%
- The reported higher exp for Gautrain is inclusive of provincial portion
 - Implies that national funding has been fully spent
- Specific grants that show low rates of spending include:
 - Agricultural Disaster Management (34%)
 - Forensic Pathology Services (77.6%)
 - Land Care Programme (83.2%)
 - HIV and AIDS (Life Skills Education) (83.3%)
 - Community Library Services (83.8%)
 - Hospital Revitalisation (84.3%)


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Conditional Grants (2)

- Spending on the Further Education and Training College Sector Recapitalisation grant is at 96.6 % or R617.8 million and reflects actual transfers from the provincial education departments to the FET colleges
- FET colleges expenditure is at 100.6 % or R643 million of the R639.3 million transferred from the provincial education departments (according to DoE)
- Expenditure by colleges published
 - Information provided by national Department of Education

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Conditional Grants (3)

Table 2: Provincial Conditional Grants Expenditure as at 31 March 2008

R thousand	Division of Revenue Act, 2007 (Act No. 1 of 2007)	Other Gazetted Amounts	Provincial roll-overs	Total available 2007/08	Transferred from National to province	Preliminary outcome as at 31 March 2008	Preliminary outcome as % of total available (excluding Schedule 4 grants)
Agriculture	461 725	300 000	40 893	802 618	761 522	155 752	41.6%
Agriculture disaster management grant	-	300 000	16 034	316 034	300 000	107 493	34.0%
1. Comprehensive agricultural support programme grant	415 000	-	13 583	428 583	415 000	-	-
Land care programme grant: poverty relief and inf	46 725	-	11 276	58 001	46 522	48 259	83.2%
Arts and Culture	180 000	-	-	180 000	163 215	150 808	83.8%
Community library services grant	180 000	-	-	180 000	163 215	150 808	83.8%
Education	1 905 633	111 140	90 516	2 107 289	2 007 950	1 935 115	91.8%
Further education and training college sector reca	595 000	36 090	8 213	639 303	631 090	617 844	96.6%
HIV and Aids (life skills education) grant	157 695	8 699	-	166 394	157 571	138 560	83.3%
National school nutrition programme grant	1 152 938	66 351	82 303	1 301 592	1 219 289	1 178 711	90.6%
Health	11 320 982	415 696	171 996	11 908 674	11 552 732	4 514 944	90.5%
Comprehensive HIV and Aids grant	1 945 575	60 648	-	2 006 223	2 006 223	2 052 558	102.3%
Forensic pathology services grant	551 383	121 037	135 877	808 297	507 644	626 852	77.6%
1. Health professions training and development grant	1 596 189	-	-	1 596 189	1 596 189	-	-
Hospital revitalisation grant	1 906 629	234 011	36 119	2 176 759	2 121 470	1 835 534	84.3%
1. National tertiary services grant	5 321 206	-	-	5 321 206	5 321 206	-	-

1. Spending of these grants is subsumed in the spending of a range of programmes across provincial departments and therefore no reporting is required on these grants.

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Conditional Grants (4)

Table 3: Provincial Conditional Grants Expenditure as at 31 March 2008

R thousand	Division of Revenue Act, 2007 (Act No. 1 of 2007)	Other Gazetted Amounts	Provincial roll-overs	Total available 2007/08	Transferred from National to province	Preliminary outcome as at 31 March 2008	Preliminary outcome as % of total available (excluding Schedule 4 grants)
Housing	8 237 946	-45 000	382 869	8 575 815	8 149 869	8 196 434	95.6%
Integrated housing and human settlement develop	8 237 946	-45 000	382 869	8 575 815	8 149 869	8 196 434	95.6%
National Treasury	6 164 025	250 000	110 272	6 524 297	6 276 244	6 026 244	92.4%
1. Infrastructure grant to provinces	6 164 025	-	110 272	6 274 297	6 026 244	-	-
1. Transitional grant: North West	-	250 000	-	250 000	250 000	-	-
Sport and Recreation South Africa	194 000	-	3 927	197 927	193 662	191 512	96.8%
Mass sport and recreation participation program	194 000	-	3 927	197 927	193 662	191 512	96.8%
Transport	3 029 411	-	-	3 029 411	3 029 411	4 053 508	133.8%
Gautrain rapid rail link grant	3 029 411	-	-	3 029 411	3 029 411	4 053 508	133.8%
Total excluding Schedule 4 grants and Gautrain	31 493 722	1 031 836	800 473	33 326 031	32 134 605	15 144 565	92.2%
Total excluding Schedule 4 grants expenditure	31 493 722	1 031 836	800 473	33 326 031	32 134 605	19 198 073	98.7%

1. Spending of these grants is subsumed in the spending of a range of programmes across provincial departments and therefore no reporting is required on these grants.

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Conditional Grants: Spending Rates (1)

- 4 or more provinces have spent less than 90% of their grant adjusted budget for the following grants:
 - Forensic Pathology Services; and
 - Hospital Revitalisation
- Although the rate of spending is encouraging and reflects an improvement over previous financial years, overall spending still lies below total provincial average (92.2% vs. 98.9%)

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Conditional Grants: Spending Rates

Table: Selected Conditional Grants Spending Rate as at 31 March 2008

	Number of provinces spent less than 90%	Number of provinces spent between 90% and 100% (inclusive)	Number of provinces spent more than 100%
Agriculture			
Land Care Programme: Poverty Relief and In	3 KZN, LIM, MPU,	5 EC, FS, GT, NW, WC	1 NC,
Arts and Culture			
Community Library Services Grant	3 EC, LIM, NW,	3 FS, GT, NC,	3 KZN, MPU, WC
Education			
Further Education And Training College Sect	1 GT,	7 EC, FS, KZN, LIM, MPU, NW, WC	1 NC,
HIV and Aids (Life Skills Education)	2 KZN, LIM,	7 EC, FS, GT, MPU, NC, NW, WC	
National School Nutrition Programme	3 EC, KZN, MPU,	4 FS, LIM, NW, WC	2 GT, NC,
Health			
Comprehensive HIV and Aids		4 FS, KZN, NW, WC	5 EC, GT, LIM, MPU, NC,
Forensic Pathology Services	5 KZN, LIM, MPU, NC, NW,	3 EC, GT, WC	1 FS,
Hospital Revitalisation	4 EC, GT, MPU, NC,	5 FS, KZN, LIM, NW, WC	
Housing			
Integrated Housing and Human Settlement D	3 EC, FS, NW,	4 LIM, MPU, NC, WC	2 GT, KZN,
Sport and Recreation South Africa			
Mass Sport and Recreation Participation Pro	1 GT,	5 KZN, LIM, NC, NW, WC	3 EC, FS, MPU,
Transport			
Gautrain Rapid Rail Link			1 GT

Percentages represent actual expenditure of adjusted budget as published in the Division or Revenue Act, 2007 (Act No. 1 of 2007) and subsequent gazettes.

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Important dates and submissions

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Publication Dates for Provincial S32 Reports (financial and non-financial data)

- 2008/09 Financial Year:
 - 1st Quarter (as at 30 June 2008)
30 July 2008
 - 2nd Quarter (as at 30 September 2008)
30 October 2008
 - 3rd Quarter (as at 31 December 2008)
30 January 2009
 - 4th Quarter (as at 31 March 2009)
30 April 2009

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Proposed Dates for CG QPRs

National departments administering conditional grants are required to table QPRs (including both financial and non-financial information) with the SCOF in the NCOP at the end of each quarter in line with the requirements of the DoRA, Grant Frameworks and Treasury Regulation 5.3

- Departments are required to provide the NT with copies of the reports tabled at SCOF in NCOP
- The quarterly reports for each quarter should be submitted to the NT by the dates provided

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Proposed Dates for Quarterly Programme Performance

Provincial Treasuries who monitor provincial departmental performance against the objectives in Annual Performance Plans are required to submit the final non-financial output reports for each quarter to the National Treasury on the following dates:

- 2008/09 Financial Year:
 - 1st Quarter (as at 30 June 2008)
30 July 2008
 - 2nd Quarter (as at 30 September 2008)
30 October 2008
 - 3rd Quarter (as at 31 December 2008)
30 January 2009
 - 4th Quarter (as at 31 March 2009)
30 April 2009

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Detail on Conditional Grants by Grant Type

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Agriculture Grants

Comprehensive Agricultural Support Programme Grant

- **Objective (Schedule 4 Grant):**
 - To expand the provision of agricultural support services, and promote and facilitate agricultural development by targeting beneficiaries of the Land and Agrarian Reform programmes
- **4th Quarter year to date expenditure:**
 - Spending of this grants is subsumed in the spending of a range of programmes and therefore no reporting is required
 - However, provinces reported spending of R327.8m or 76.5% of R428.6m adjusted allocation (including provincial roll-overs)
 - Transfers received amounted to 100% of national allocation
 - Highest spending: NC (106.5%) and FS (100.6%)
 - Lowest spending: KZN (19%) and LP (68.7%)
- **Service Delivery Outcome:**
 - Department / Sector to respond

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Agriculture Grants

Land Care Programme Grant: Poverty Relief and Infrastructure Development

- **Objective (Schedule 5 Grant):**
 - To address the degradation problems of natural/agricultural resources and to improve the socio-economic status and food security of rural communities
- **4th Quarter year to date expenditure:**
 - Agriculture spent R48.3m or 83.2% of the R580m Land Care Programme adjusted allocation (including provincial roll-overs)
 - Transfers received amounted to 99.6% of national allocation
 - Highest spending: NC (114.3%) and FS (100%)
 - Lowest spending: KZN (41.7%) and LP (78.1%)
- **Service Delivery Outcome:**
 - Department / Sector to respond

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Agriculture Grants

Agricultural Disaster Management Grant

- **Objective (Schedule 5 Grant):**
 - Flood relief to farmers in identified areas of the Western Cape and Eastern Cape provinces (unforeseeable and unavoidable expenditure allocated for flood disasters).
- **4th Quarter year to date expenditure:**
 - Agriculture spent R107.5m or 34% of the R316m Agricultural Disaster Management adjusted allocation (including provincial roll-overs)
- **Service Delivery Outcome:**
 - Department / Sector to respond

72



Arts and Culture Grant

Community Library Services

- **Objective (Schedule 5 Grant):**
 - To enable communities to gain access to knowledge and information that will improve their social, economic and political situation
- **4th Quarter year to date expenditure:**
 - Arts and Culture spent R150.8m or 83.8% of the R180m community library services allocation
 - Transfers received amounted to 90.7% of national allocation
 - Highest spending: MP 108.4% and WC 100.3%
 - Lowest spending: EC 46.3% and LP 55.9%
- **Service Delivery Outcome:**
 - Department / Sector to respond

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Education Grants

Further Education and Training College Sector Recapitalisation Grant

- **Objectives (Schedule 5 Grant):**
 - To recapitalise the 50 public FET Colleges to improve their capacity to contribute to skills development training in the country
- **4th Quarter year to date expenditure:**
 - FET College Sector Recap grant reflects transfers to colleges
 - Provincial education transferred R617.8m or 96.6% to the FET Colleges of the available R639.3m allocation
 - Spending of FET colleges published in Section 32 – R643m
- **Service Delivery Outcome:**
 - Department / Sector to respond

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Education Grants

HIV and Aids Grant (Life Skills Education)

- Objectives (Schedule 5 Grant):
 - To coordinate and support the structured integration of life skills and HIV and Aids programmes across all learning areas in the school curriculum
 - To ensure access to an appropriate and effective, integrated system of prevention, care and support for children infected and affected by HIV and Aids
 - To deliver life skills, sexuality and HIV and Aids education programmes in primary and secondary schools
- 4th Quarter year to date expenditure:
 - Education spent R138.6m or 83.3% of the R166.4m adjusted allocation (includes provincial roll-overs)
 - Transfers received amounted to 94.7% of national allocation
 - Highest spending: Both NC and WC (99.9%) and FS (99.4%)
 - Lowest spending: LP (55.8%) and KZN (68.2%)
- Service Delivery Outcome:
 - Department / Sector to respond

75



Education Grants

National School Nutrition Programme Grant

- Objective (Schedule 5 Grant):
 - To contribute to enhanced learning capacity through school feeding
- 4th Quarter year to date expenditure:
 - Education spent R1.2bn or 90.6% of the R1.3bn adjusted allocation (includes provincial roll-overs)
 - Transfers received amounted to 100% of national allocation
 - Highest spending: GP (101.8%) and NC (101.4%)
 - Lowest spending: KZN (79.2%) and Both EC and MPU (88.1%)
- Service Delivery Outcome:
 - Department / Sector to respond

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Health Grants

Comprehensive HIV and Aids Grant

- **Objective (Schedule 5 Grant):**
 - To enable the health sector to develop an effective response to HIV and Aids
 - Support implementation of the National Operational Plan for Comprehensive HIV and Aids Treatment and Care
- **4th Quarter year to date expenditure:**
 - Provinces reported spending of R2.1bn or 102.3% of R2bn adjusted allocation
 - Transfers received amounted to 100% of national allocation
 - Highest spending: EC (120.3%) and NC (104.5%)
 - Lowest spending: FS (92.2%) and NW (97.3%)
- **Service Delivery Outcome:**
 - Department / Sector to respond

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Health Grants

Forensic Pathology Services Grant

- **Objective (Schedule 5 Grant):**
 - To provide for the transitional activities required to transfer the Medico-Legal Mortuaries from SAPS to Health
 - To initiate the development and provision of a comprehensive Forensic Pathology Service to ensure impartial professional evidence for the criminal justice system concerning death due to unnatural causes
- **4th Quarter year to date expenditure:**
 - Health spent R626.9m or 77.6% of the R808.3m adjusted allocation (including provincial roll-overs)
 - Transfers received amounted to 75.5% of national allocation
 - Highest spending: FS (103.4%) and EC (99.6%)
 - Lowest spending: MP (51.6%) and KZN (54.1%)
- **Service Delivery Outcome:**
 - Department / Sector to respond

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Health Grants

Health Professions Training and Development Grant

Objectives (Schedule 4 Grant):

- Support provinces to fund costs associated with training of health professionals
- Development and recruitment of medical specialists in under-served provinces
- Support and strengthen undergraduate and post graduate teaching and training processes in health facilities
- Enable shifting of teaching activities from central hospital to regional and district hospitals

• 4th Quarter year to date expenditure:

- Spending of this grants is subsumed in the spending of a range of programmes and therefore no reporting is required
- However, spent R1.5bn or 95.6% of the R1.6bn adjusted allocation
- Transfers received amounted to 100% of national allocation
- Highest spending: Both NW and WC (100%) and GP (100%)
- Lowest spending: NC (51.4%) and EC (81.9%)

Service Delivery Outcome:

- Department / Sector to respond

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Health Grants

Hospital Revitalisation Grant

• Objective (Schedule 5 Grant):

- To provide funding to enable provinces to plan, manage, Modernize, rationalize and transform the infrastructure, health technology, monitoring and evaluation of hospitals in line with national policy objectives
- To transform hospital management and improve quality of care in line with national policy

• 4th Quarter year to date expenditure:

- Health spent R1.8bn or 84.3% of the R2.2bn adjusted allocation (including provincial roll-overs)
- Transfers received amounted to 99.1% of national allocation
- Highest spending: NW (99.9%) and WC (98.5%)
- Lowest spending: MP (44.6%) and NC (71.7%)

• Service Delivery Outcome:

- Department / Sector to respond

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Health Grants

National Tertiary Services Grant

Objective (Schedule 4 Grant):

- To compensate provinces for the supra-provincial nature of tertiary services provision and spill over effects
- To provide strategic funding to enable provinces to plan, modernize, rationalize and transform the tertiary hospital service delivery platform in line with national policy objectives including improving access and equity

• 4th Quarter year to date expenditure:

- Spending of this grants is subsumed in the spending of a range of programmes and therefore no reporting is required
- However, spent R5.2bn or 98% of the R5.3bn adjusted allocation
- Transfers received amounted to 100% of national allocation
- Highest spending: FS (107.1%)
- Lowest spending: NC (57.6%) and EC (80.1%)

• Service Delivery Outcome:

- Department / Sector to respond

81



Housing Grants

Integrated Housing and Human Settlement Development Grant

• Objective (Schedule 5 Grant):

- To finance the implementation of National Housing programmes
- To facilitate the establishment of habitable, stable and sustainable human settlements in which all citizens will have access to selected social and economic amenities
- Progressive eradication of informal settlements on a phased basis through formalization of informal settlements by 2014

• 4th Quarter year to date expenditure:

- Housing spent R8.2bn or 95.6% of the R8.6bn adjusted allocation (including provincial roll-overs)
- Transfers received amounted to 99.5% of national allocation
 - Funds withheld from EC (R500m) and FS (R100m)
 - Funds re-allocated between GP (R350m) and NC (R100m)
- Highest spending: GP (102.6%) and both KZN and NC (100%)
- Lowest spending: EC (70.8%) and FS (85.7%)

• Service Delivery Outcome:

- Department / Sector to respond

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National Treasury Grants

Provincial Infrastructure Grant

Objectives (Schedule 4 Grant):

- Help accelerate construction, maintenance and rehabilitation of new and existing infrastructure in education, roads, health and agriculture
- Focus on the application of labour intensive methods in the provision of access roads and maintenance of infrastructure in order to maximize job creation and skills development
- Gradually increase the labour-intensity of certain specific types of projects over the next five years
- Enhance capacity to deliver infrastructure
- **4th Quarter year to date expenditure:**
 - Spending of this grant is subsumed in the spending of a range of departments and programmes and therefore no reporting is required
 - Transfers received amounted to 97.8% of national allocation
- **Service Delivery Outcome:**
 - Department / Sector to respond

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National Treasury Grants

Transitional Grant to North West

Objective (Schedule 4 Grant):

- To help mitigate the budget pressures the province of North West experienced on the current year budget
- **4th Quarter year to date expenditure:**
 - Once-off allocation to the North West Province
 - All funds have been transferred
 - Spending on grant amounts to R250m or 100% of R250m allocation
- **Service Delivery Outcome:**
 - Department / Sector to respond

84



Sport and Recreation SA Grants

Mass Sport and Recreation Participation Programme Grant

- Objective (Schedule 5 Grant):
 - Promotion of mass participation within schools through the development of selected number of sport codes, the empowerment of educators and volunteers to manage and implement in conjunction with provincial departments responsible for Sport and Recreation and Education
 - Promotion of mass participation within disadvantaged communities through a number of selected activities, the empowerment of communities and volunteers to manage these activities in conjunction with provincial departments of Sport and Recreation and Sports and Recreation federations
- 4th Quarter year to date expenditure:
 - Sport and Recreation spent R191.5m or 96.8% of the R197.9m adjusted allocation (includes provincial roll-overs)
 - Transfers received amounted to 99.8% of national allocation
 - Highest spending: EC (104.7%) and FS (104.5%)
 - Lowest spending: GP (86.2%) and LP (90.3%)
- Service Delivery Outcome:
 - Department / Sector to respond

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Transport Grants

Gautrain Rapid Rail Link Grant

- Objective (Schedule 5 Grant):
 - National government contribution to the Gauteng Provincial Government for the construction of the Gautrain Rapid Rail network
- 4th Quarter year to date expenditure:
 - Government has contributed R4.5m towards Gautrain. R1.5bn is funded through the PES and R3.0bn is allocated towards the conditional grant allocation.
 - National Transport has transferred amounts of R3.0bn or 100.0% of national allocation
 - GP recorded expenditure of 133.8% or R4.1bn
 - The reported higher exp for Gautrain is inclusive of provincial portion
 - Implies that national funding has been fully spent
- Service Delivery Outcome:
 - Department / Sector to respond

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