

**TRANSACTION - MAINTENANCE AND REPAIR OF MACHINERY AND EQUIPMENT - OUTSOURCING**

The Provincial Department of Health in the Northern Cape maintain and repair medical and allied equipment for all hospitals in the Northern Cape Province by **OUTSOURCING** all activities. Budget for this expenditure is carried against programme 6, Health Care Support Services and subprogramme 2, Engineering. The total maintenance cost for the MTEF amounts to R 12 mil starting from 2010/11. All funds are appropriated against voted funds.

**A. THE ECONOMIC REPORTING FORMAT (ERF)/BUDGET FORMAT PRESENTATION**

Table 1.7 Health Care Support Services							
Subprogramme	Audited outcome			Adjusted appropriation	Medium-term expenditure estimates		
	2006/07	2007/08	2008/09		2010/11	2011/12	2012/13
R million	1.0	1.3	1.7	1.9	3.0	4.0	5.0
Engineering	1.0	1.3	1.7	1.9	3.0	4.0	5.0
<b>Total</b>	<b>1.0</b>	<b>1.3</b>	<b>1.7</b>	<b>1.9</b>	<b>3.0</b>	<b>4.0</b>	<b>5.0</b>

  

Economic classification							
Maintenance & Repair, always Current	Audited outcome			Adjusted appropriation	Medium-term expenditure estimates		
	2006/07	2007/08	2008/09		2010/11	2011/12	2012/13
Current payments	1.0	1.3	1.7	1.9	3.0	4.0	5.0
Compensation of employees	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Goods and services	1.0	1.3	1.7	1.9	3.0	4.0	5.0
of which:							
Contr: M&R Mach&Equipment	1.0	1.3	1.7	1.9	3.0	4.0	5.0
<b>Total</b>	<b>1.0</b>	<b>1.3</b>	<b>1.7</b>	<b>1.9</b>	<b>3.0</b>	<b>4.0</b>	<b>5.0</b>

**B. PRESENTATION AND CLASSIFICATION IN THE SEGMENTS OF THE STANDARD CHART OF ACCOUNTS (SCOA)**

Project	Objective	Fund	Item	Asset	Responsibility	Region
Projects BAS 1 (NP)	Payments BAS 1 (NP)	Expen voted BAS 1 (NP)	Payments BAS 1 (NP)	Tangible cap ass BAS 1 (NP)	Departmental	Regional identifier BAS 2 (NP)
Proj non infra BAS 54 (NP)	Prov pay BAS 8 (NP)	Dept approp BAS 148 (NP)	Payments BAS 308 (NP)	Mach&Equipment BAS 7 (NP)	Specific	Region Province BAS 3 (NP)
Prj not rel to infra ass BAS 66 (NP)	NC prov pay obj BAS 920 (NP)	Voted funds discret BAS 152 (NP)	Goods & serv BAS 365 (NP)	Oth Mach&Equip BAS 288 (NP)		Northern Cape BAS 48 (NP)
Not rel infra ass prjcurBAS67(NP)	NC Health BAS 1346 (NP)	<b>Voted funds BAS 559 (P)</b>	Contractors BAS 402 (NP)	Medical&Allied equip BAS 305(NP)		<b>NC: Whole of Prov BAS 120 (P)</b>
Ninfrassrel M&R prjcurBAS74(NP)	NHW: Health Care Supp Serv BAS 1582 (NP)		<b>ContM&amp;R Mac&amp;Eq BAS2812(P)</b>	<b>Dept create post lev (P)</b>		
<b>Dept create post lev (P)</b>	NHW: Engineering BAS 1587 (NP)					
	<b>Dept create post lev (P)</b>					

NP - Non posting level  
P - Posting level  
Always consult the latest SCOA master for updated BAS codes and descriptions at <http://scoa.treasury.gov.za> or via the Treasury website at [www.treasury.gov.za](http://www.treasury.gov.za)

**C. PRESENTATION IN THE ANNUAL FINANCIAL STATEMENTS**

**C.1 APPROPRIATION STATEMENT**  
DEPARTMENT OF HEALTH NORTHERN CAPE  
Appropriation statement  
for the year ended 31 March 2011

	2010/11							2009/10	
	Adjusted appropriation	Shifting of funds	Virement	Final appropriation	Actual expenditure	Variance	Expenditure as % of final appropriation	Final appropriation	Actual Expenditure
	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000
<b>6. HEALTH CARE SUPPORT SERVICES</b>									
Current payment	3,000	-	-	3,000	3,000	-	100%	1,900	1,900
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payment for capital assets	-	-	-	-	-	-	-	-	-
Payment for financial assets	-	-	-	-	-	-	-	-	-
<b>Subtotal</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>3,000</b>	<b>3,000</b>	<b>-</b>	<b>100%</b>	<b>1,900</b>	<b>1,900</b>
<b>Direct charge against Revenue Fund</b>									
Current payment	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payment for capital assets	-	-	-	-	-	-	-	-	-
Payment for financial assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>3,000</b>	<b>3,000</b>	<b>-</b>	<b>100%</b>	<b>1,900</b>	<b>1,900</b>

  

	2010/11							2009/10	
	Adjusted appropriation	Shifting of funds	Virement	Final appropriation	Actual expenditure	Variance	Expenditure as % of final appropriation	Final appropriation	Actual Expenditure
	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	3,000	-	-	3,000	3,000	-	100%	1,900	1,900
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Payment for capital asset</b>									
Machinery and equipment	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>3,000</b>	<b>3,000</b>	<b>-</b>	<b>100%</b>	<b>1,900</b>	<b>1,900</b>

  

**Detail per programme 6 - HEALTH CARE SUPPORT SERVICES**

	2010/11							2009/10	
	Adjusted appropriation	Shifting of funds	Virement	Final appropriation	Actual expenditure	Variance	Expenditure as % of final appropriation	Final appropriation	Actual Expenditure
	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000
<b>6.2 ENGINEERING</b>									
Current payment	3,000	-	-	3,000	3,000	-	100%	1,900	1,900
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payment for capital assets	-	-	-	-	-	-	-	-	-
Payment for financial assets	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>3,000</b>	<b>3,000</b>	<b>-</b>	<b>100%</b>	<b>1,900</b>	<b>1,900</b>

  

**Detail per economic classification Programme 6 - HEALTH CARE SUPPORT SERVICES**

	2010/11							2009/10	
	Adjusted appropriation	Shifting of funds	Virement	Final appropriation	Actual expenditure	Variance	Expenditure as % of final appropriation	Final appropriation	Actual Expenditure
	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000	R' 000
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	3,000	-	-	3,000	3,000	-	100%	1,900	1,900
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Payment for capital asset</b>									
Machinery and equipment	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>3,000</b>	<b>3,000</b>	<b>-</b>	<b>100%</b>	<b>1,900</b>	<b>1,900</b>

**D. BASIC ACCOUNTING SYSTEM (BAS) TRIAL BALANCE (EXTRACTION FOR ILLUSTRATION PURPOSES)**

Maintenance RP0065BS

BAS PROV: HEALTH NORTHERN CAPE  
TRIAL BALANCE AS AT 31/03/2011  
REPORT INTRODUCTORY PAGE

DATE: 15/04/2011  
TIME: 06:14:30  
PAGE: 1

INSTALLATION ID : PROV: HEALTH NORTHERN CAPE  
LOCATION ID : PROV: HEALTH NORTHERN CAPE  
USERID : MAINTENANCE  
REPORT REQUEST ID : 00047408  
SORT CRITERIA : R M F O P A I  
SELECTION CRITERIA :  
1. LAST CLOSED MONTH : 03/2011  
2. ITEM : I  
3. OBJECTIVE : O  
4. RESPONSIBILITY : R  
5. FUND : F  
6. PROJECT : P  
7. ASSETS : A  
8. REGIONAL IDENTIFIER : M

SELECTION CRITERIA : TYPE : DETAIL

RESPONSIBILITY	REGIONAL IDENTIFIER	FUND	OBJECTIVE	PROJECT	ASSETS	ITEM
ALL	ALL	ALL	ALL	ALL	ALL	ALL

SORT CRITERIA : R M F O P A I

TOTALS : F0002 I0003 I0006 I0011

PAGE BREAK : NONE

LAST CLOSED MONTH : 03/2011

TYPE LEVEL	DESCRIPTION	DEBIT	CREDIT
I 003	GOODS AND SERVICES		
I 004	CONTRACTORS	3,000,000.00	0.00
I 005	CONTR: M&R MACH&EQUIP	3,000,000.00	0.00
TOTAL I 003	GOODS AND SERVICES-----	3,000,000.00	0.00

\*\*\*\* END OF REPORT RP0065BS \*\*\*\*

**Don't FORGET!**

FOR GETTING THE ECONOMIC CLASSIFICATION, THE DEPARTMENT NEED TO DRAW AND COMBINE THEIR REPORT BASED ON THE PROJECT, ASSET AND ITEM SEGMENT TOGETHER. THE TRIAL BALANCE IS ONLY BASED ON ITEM.

**C.2 STATEMENT OF FINANCIAL PERFORMANCE**

DEPARTMENT OF HEALTH NORTHERN CAPE  
Statement of Financial Performance  
for the year ended 31 March 2011

	Note	2010/11 R' 000	2009/10 R' 000
<b>REVENUE</b>			
<b>TOTAL REVENUE</b>			
<b>EXPENDITURE</b>			
<b>Current expenditure</b>		3,000	1,900
Compensation of employees		-	-
Goods and Services		3,000	1,900
Transfers and subsidies		-	-
Expenditure on capital assets		-	-
Tangible capital assets		-	-
Payments for financial assets		-	-
<b>TOTAL EXPENDITURE</b>		<b>3,000</b>	<b>1,900</b>
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>			

Extraction for illustration purposes  
Include notes as required per AFS guideline

**DON'T FORGET!**  
Always consult relevant legislation, guidelines and policies for budgeting, classification and accounting of MAINTENANCE AND REPAIR. i.e.  
Public Finance Management Act  
Treasury Regulations  
National Treasury Budget Guidelines  
Reference Guide to the Economic Reporting Format (ERF)/(Blue Book September 2009)  
Guideline for the Preparation of Annual Financial Statements  
Asset Management Framework  
Classification Circulars and or Instruction Notes