

TRANSACTION - MAINTENANCE AND REPAIR OF MACHINERY AND EQUIPMENT - OWN ACCOUNT

The Provincial Department of Health in the Northern Cape maintain and repair medical and allied equipment for all hospitals in the Northern Cape Province on **OWN ACCOUNT**. Own employees are used for some of the work, services of mechanical engineers are called in and electrical supplies is purchased from inventory. 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 |
| Total | 1.0 | 1.3 | 1.7 | 1.9 | 3.0 | 4.0 | 5.0 |

| Economic classification | Audited outcome | | | Adjusted appropriation | Medium-term expenditure estimates | | |
|--------------------------------------|-----------------|------------|------------|------------------------|-----------------------------------|------------|------------|
| | 2006/07 | 2007/08 | 2008/09 | | 2010/11 | 2011/12 | 2012/13 |
| Maintenance & Repair, always Current | 1.0 | 1.3 | 1.7 | 1.9 | 3.0 | 4.0 | 5.0 |
| Current payments | 1.0 | 1.3 | 1.7 | 1.9 | 3.0 | 4.0 | 5.0 |
| Compensation of employees | 0.2 | 0.3 | 0.4 | 0.5 | 0.6 | 0.7 | 0.8 |
| Goods and services | 0.8 | 1.0 | 1.3 | 1.4 | 2.4 | 3.3 | 4.2 |
| of which: | | | | | | | |
| Consult: Infra & planning | 0.2 | 0.3 | 0.4 | 0.5 | 0.6 | 0.7 | 0.8 |
| Inventory: materials&supplies | 0.6 | 0.7 | 0.9 | 0.9 | 1.8 | 2.6 | 3.4 |
| Total | 1.0 | 1.3 | 1.7 | 1.9 | 3.0 | 4.0 | 5.0 |

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) |
| Proj not rel to infra ass BAS 66 (NP) | NC prov pay obj BAS 920 (NP) | Voted funds discret BAS 152 (NP) | Comp of employ BAS 364 (NP) | Oth Mach&Equip BAS 288 (NP) | | Northern Cape BAS 48 (NP) |
| Not rel infra ass prjcurBAS67(NP) | NC Health BAS 1346 (NP) | Voted funds BAS 559 (P) | S&W BAS 430 (NP) | Medical&Allied equip BAS 305(NP) | | NC: Whole of Prov BAS 120 (P) |
| Ninfrassrel M&R prjcurBAS74(NP) | NHW: Health Care Supp Serv BAS 1582 (NP) | | S&W in cash BAS 447 (NP) | Dept create post lev (P) | | |
| Dept create post lev (P) | NHW: Engineering BAS 1587 (NP) | | S&W Residents BAS 448 (NP) | | | |
| | Dept create post lev (P) | | S&W Remun Res BAS 457 (NP) | | | |
| | | | S&W Pens Res BAS 452 (NP) | | | |
| | | | S&W Basic Sal Res BAS 474 (P) | | | |
| | | | Goods & serv BAS 365 (NP) | | | |
| | | | Cons: Infrast & plan BAS 399 (NP) | | | |
| | | | Cons: Engineering BAS 420 (NP) | | | |
| | | | Cons: Engin mech BAS 2418(P) | | | |
| | | | Inv: Mat&Supp BAS 377 (NP) | | | |
| | | | Inv: Mat&Supp Elect BAS 1843(P) | | | |

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

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 |
| 6. HEALTH CARE SUPPORT SERVICES | | | | | | | | | |
| Current payment | 3,000 | - | - | 3,000 | 3,000 | - | 100% | 1,900 | 1,900 |
| Transfers and subsidies | - | - | - | - | - | - | - | - | - |
| Payment for capital assets | - | - | - | - | - | - | - | - | - |
| Payment for financial assets | - | - | - | - | - | - | - | - | - |
| Subtotal | 3,000 | - | - | 3,000 | 3,000 | - | 100% | 1,900 | 1,900 |
| Direct charge against Revenue Fund | | | | | | | | | |
| Current payment | - | - | - | - | - | - | - | - | - |
| Transfers and subsidies | - | - | - | - | - | - | - | - | - |
| Payment for capital assets | - | - | - | - | - | - | - | - | - |
| Payment for financial assets | - | - | - | - | - | - | - | - | - |
| Total | 3,000 | - | - | 3,000 | 3,000 | - | 100% | 1,900 | 1,900 |

| | 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 | 600 | - | - | 600 | 600 | - | 100% | 500 | 500 |
| Compensation of employees | 600 | - | - | 600 | 600 | - | 100% | 500 | 500 |
| Goods and services | 2,400 | - | - | 2,400 | 2,400 | - | 100% | 1,400 | 1,400 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Payment for capital asset Machinery and equipment | - | - | - | - | - | - | - | - | - |
| Total | 3,000 | - | - | 3,000 | 3,000 | - | 100% | 1,900 | 1,900 |

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 |
| 6.2 ENGINEERING | | | | | | | | | |
| Current payment | 3,000 | - | - | 3,000 | 3,000 | - | 100% | 1,900 | 1,900 |
| Transfers and subsidies | - | - | - | - | - | - | - | - | - |
| Payment for capital assets | - | - | - | - | - | - | - | - | - |
| Payment for financial assets | - | - | - | - | - | - | - | - | - |
| Total | 3,000 | - | - | 3,000 | 3,000 | - | 100% | 1,900 | 1,900 |

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 | 600 | - | - | 600 | 600 | - | 100% | 500 | 500 |
| Compensation of employees | 600 | - | - | 600 | 600 | - | 100% | 500 | 500 |
| Goods and services | 2,400 | - | - | 2,400 | 2,400 | - | 100% | 1,400 | 1,400 |
| Interest and rent on land | - | - | - | - | - | - | - | - | - |
| Payment for capital asset Machinery and equipment | - | - | - | - | - | - | - | - | - |
| Total | 3,000 | - | - | 3,000 | 3,000 | - | 100% | 1,900 | 1,900 |

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

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

MAINTENANCE
RP0065BS

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 : RESPONSIBILITY : ALL
REGIONAL IDENTIFIER : ALL
FUND : ALL
OBJECTIVE : ALL
PROJECT : ALL
ASSETS : ALL
ITEM : 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 | COMPENSATION OF EMPLOYEES | | |
| I 006 | SALARIES & WAGES:RESIDENTS | | |
| I 009 | S&W: BASIC SALARY (RES) | 600,000.00 | 0.00 |
| TOTAL I 006 | SALARIES & WAGES:RESIDENTS | 600,000.00 | 0.00 |
| TOTAL I 003 | COMPENSATION OF EMPLOYEES | 600,000.00 | 0.00 |
| I 003 | GOODS AND SERVICES | | |
| I 004 | C/P: INFR&PLAN | 600,000.00 | 0.00 |
| I 004 | INV MAT&SUPPLIES | 1,800,000.00 | 0.00 |
| TOTAL I 003 | GOODS AND SERVICES | 2,400,000.00 | 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 |
|---------------------------------------|------|-------------------|-------------------|
| REVENUE | | | |
| TOTAL REVENUE | | | |
| EXPENDITURE | | | |
| Current expenditure | | 3,000 | 1,900 |
| Compensation of employees | | 600 | 500 |
| Goods and Services | | 2,400 | 1,400 |
| Transfers and subsidies | | | |
| Expenditure on capital assets | | - | - |
| Tangible capital assets | | - | - |
| Payments for financial assets | | - | - |
| TOTAL EXPENDITURE | | 3,000 | 1,900 |
| SURPLUS/(DEFICIT) FOR THE YEAR | | | |

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

