

TRANSACTION - REFURBISHMENT, REHABILITATION, UPGRADE AND ADDITIONS (RRUA) OF MACHINERY AND EQUIPMENT - OWN ACCOUNT

The Provincial Department of Health in Gauteng embarked on a programme of **UPGRADING** another 10 mobile clinics over a period of three years serving communities of the Sedibeng municipalities. The department will use of their own employees, inventory materials and supplies and assets less than the capitalisation threshold as input to the project. Budget for this expenditure is carried against programme 8, Health Facilities Management and subprogramme 6, Other Facilities. The total upgrading cost for the MTEF amounts to R 450 mil starting from 2010/11. Funding for these projects will be recorded against Provincial Earmarked and Specific funding.

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

Table 1.9 Health Facilities Management							
Subprogramme	Audited outcome			Adjusted appropriation	Medium-term expenditure estimates		
	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13
R million	30.0	55.0	75.0	90.0	110.0	150.0	190.0
Other Facilities	30.0	55.0	75.0	90.0	110.0	150.0	190.0
Total	30.0	55.0	75.0	90.0	110.0	150.0	190.0

Economic classification	Audited outcome			Adjusted appropriation	Medium-term expenditure estimates		
	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13
Current payments	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Compensation of employees	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Goods and services	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Payments for capital assets	30.0	55.0	75.0	90.0	110.0	150.0	190.0
Machinery & Equipment	30.0	55.0	75.0	90.0	110.0	150.0	190.0
Other Mach&Equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transport equipment	30.0	55.0	75.0	90.0	110.0	150.0	190.0
Total	30.0	55.0	75.0	90.0	110.0	150.0	190.0

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 infr ass BAS 66 (NP)	GT prov pay obj BAS 916 (NP)	Earm&Spec funds BAS 153 (NP)	Comp of employ BAS 364 (NP)	Transport Equip BAS 13 (NP)		Gauteng BAS 44 (NP)
Not rel infr ass pjrcapBAS68(NP)	GT Health BAS 2584 (NP)	E&S Funds provincial BAS 562(NP)	S&W BAS 430 (NP)	Mobile clinics BAS 159 (NP)		GT: Municipalities BAS 299 (NP)
Ninfrass rel U&A Cap BAS70(NP)	GHW: Heat Fac Man BAS 4506 (NP)	Dept create post lev (P)	S&W in cash BAS 447 (NP)	Dept create post lev (P)		Sedibeng Municipalities BAS 301 (NP)
Dept create post lev (P)	GHW: Other Facilities BAS 1587 (NP)		S&W Residents BAS 448 (NP)			All Municipalities: DC46 BAS 417 (P)
	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)			
			Assets <R5000 BAS 394 (NP)			
			Dept select relevant post lev			
			Inv: Mat&Supp BAS 377 (NP)			
			Dept select relevant post lev			

Remember to include employer social contributions

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 GAUTENG
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
8. HEALTH FACILITIES MANAGEMENT									
Current payment	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payment for capital assets	110,000	-	-	110,000	110,000	-	100%	90,000	90,000
Payment for financial assets	-	-	-	-	-	-	-	-	-
Subtotal	110,000	-	-	110,000	110,000	-	100%	90,000	90,000
Direct charge against Revenue Fund									
Current payment	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payment for capital assets	-	-	-	-	-	-	-	-	-
Payment for financial assets	-	-	-	-	-	-	-	-	-
Total	110,000	-	-	110,000	110,000	-	100%	90,000	90,000

	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	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Payment for capital asset									
Machinery and Equipment	110,000	-	-	110,000	110,000	-	100%	90,000	90,000
Total	110,000	-	-	110,000	110,000	-	100%	90,000	90,000

Detail per programme 8 - HEALTH FACILITIES MANAGEMENT

	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
8.6 OTHER FACILITIES									
Current payment	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payment for capital assets	110,000	-	-	110,000	110,000	-	100%	90,000	90,000
Payment for financial assets	-	-	-	-	-	-	-	-	-
Total	110,000	-	-	110,000	110,000	-	100%	90,000	90,000

Detail per economic classification Programme 8 - HEALTH FACILITIES MANAGEMENT

	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	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Payment for capital asset									
Machinery and Equipment	110,000	-	-	110,000	110,000	-	100%	90,000	90,000
Total	110,000	-	-	110,000	110,000	-	100%	90,000	90,000

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

Maintenance RP0065BS

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

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

INSTALLATION ID : PROV: HEALTH GAUTENG
LOCATION ID : PROV: HEALTH GAUTENG
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 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)	3,000,000.00	0.00
TOTAL I 006	SALARIES & WAGES:RESIDENTS	3,000,000.00	0.00
TOTAL I 003	COMPENSATION OF EMPLOYEES	3,000,000.00	0.00
I 003	GOODS AND SERVICES		
I 004	ASSETS <R5000	10,000,000.00	0.00
I 004	INV MAT&SUPPLIES	97,000,000.00	0.00
TOTAL I 003	GOODS AND SERVICES	110,000,000.00	0.00

**** END OF REPORT RP065BS ****

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.

WHAT ABOUT THE ASSET REGISTER? CONSULT THE RELEVANT GUIDELINES FOR RECORDING ASSETS

Please note the presentation of items in the trial balance for Refurbishment, Rehabilitation, Upgrade and Additions (RRUA) on OWN ACCOUNT, it is only presented at item level. Draw report as a combination of Project, Asset and Item to get the ECONOMIC CLASSIFICATION

C.2 STATEMENT OF FINANCIAL PERFORMANCE

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

	Note	2010/11	2009/10
		R' 000	R' 000
REVENUE			
TOTAL REVENUE			
EXPENDITURE			
Current expenditure			
Compensation of employees			
Goods and Services			
Transfers and subsidies			
Expenditure on capital assets		110,000	90,000
Tangible capital assets		110,000	90,000
Payments for financial assets		-	-
TOTAL EXPENDITURE		110,000	90,000
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 RRUA. 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

Prepared by the SCOA Technical Committee
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Website: <http://scoa.treasury.gov.za>

national treasury
Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

! Note the difference in presentation for the Economic Reporting Format and Annual Financial Statements vs. SCOA segments and the BAS Trial Balance for Refurbishment, Rehabilitation, Upgrade and Additions on OWN ACCOUNT