



Mpumalanga Provincial Budget 2013

INTRODUCTION

This Budget publication summarises the Provincial Budget for the financial year starting 01 April 2013 to 31 March 2014.

It indicates how different provincial departments will use the budget to improve the quality of lives through implementation of programmes that support the five priorities of the government.

The central principle of this budget is to use it as an instrument to accelerate service

delivery and create job for the people.

The 2013 Budget confirms that the Provincial Government is;

- Investing a large proportion of resources to deliver quality education and health care system to society;
- Allocating resources to improve rural communities through Comprehensive Rural Development and Masibuyele Masimini programmes and others;

- Giving focused attention to youth and creation of work opportunities through expanded work programmes, use of cooperatives in CRDP areas and others;

- Attending to increase security and safety of residents, tourists and properties.

This summary is one of the way of ensuring that you have easy to read publication that arms you with information to hold the government accountable for public expenditure.

“The National Development Plan outlines interventions that can put the economy on a better footing. The target for job creation is set at 11 million by 2030 and the economy needs to grow threefold to create the desired jobs.”
President Jacob Zuma

“In spite of major strides that we have made in improving audit outcomes at both provincial and local government levels, we are concerned about the regressions of some of our institutions in the Auditor-General's latest reports.”
Premier David Mabuza

“Government has taken measures to control growth in spending. Spending plans have been reduced by R10.4 billion through reprioritisation, savings and a draw-down on the contingency reserve.”
Finance Minister Pravin Gordhan

“We have put in place measures to ensure sustained monitoring, accountability and adherence to financial management legislation in the province”.
MEC for Finance, Mr Madala Masuku

About the Publication

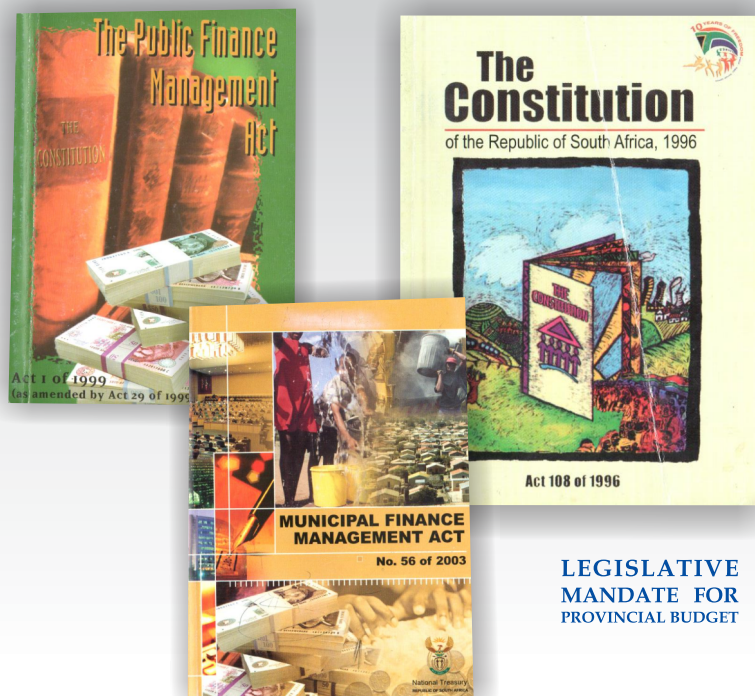
This budget made easy publication introduces some of the key aspects of the provincial budget for the financial year 2013/14.

It is presented in a summarised form in order to give the reader a bird's eye view of the Estimates of Provincial Revenue and Expenditure and Appropriation Bill which were tabled to the Provincial Legislature on the 19 March 2013.

About the provincial budget

Budget is a spending plan that indicates how the Provincial Government intends to use available resources to implement government's priorities for the year ahead. The service delivery and spending priorities of the Provincial Government are financed from various National and Provincial Revenue sources.

The allocation of funds from the National Government to the Province is calculated mainly but not only solely on the basis of demographic and economic profile.



About the administration of budget

Member of Executive Council (MEC) for finance is required to table the Provincial Budget to the Provincial Legislature before the beginning of a new financial year, which starts on 1 April.

The funds that are received by the Provincial Departments and Public Entities must be paid into the Provincial Revenue Fund.

The Provincial Legislature is required to appropriate money from the Revenue Fund for the requirements of the Province.

The budget allocated to the Departments and Public Entities must be used for the purpose for which they were appropriated.

About Provincial Equitable Share

The provincial Equitable Share is determined in accordance with a redistributive formula comprising of six policy components:

- E** = Education
- H** = Health
- B** = Basic services
- I** = Institutional component
- P** = Poverty component
- R** = Economic output component

Budget Allocations per Department

	R '000
Office of the Premier	200 492
Provincial Legislature	243 434
Department of Finance	266 868
The Department of Co- operative Governance and Traditional Affairs	425 908
Agriculture, Rural Development and Land Administration	1 050 045
Economic Development, Environment and Tourism	821 567
Education	14 896 956
Public Works, Roads and Transport	3 971 072
Community Safety, Security and Liaison	841 748
Health	8 084 505
Culture, Sport and Recreation	351 808
Social Development	1 154 294
Human settlements	1 350 668

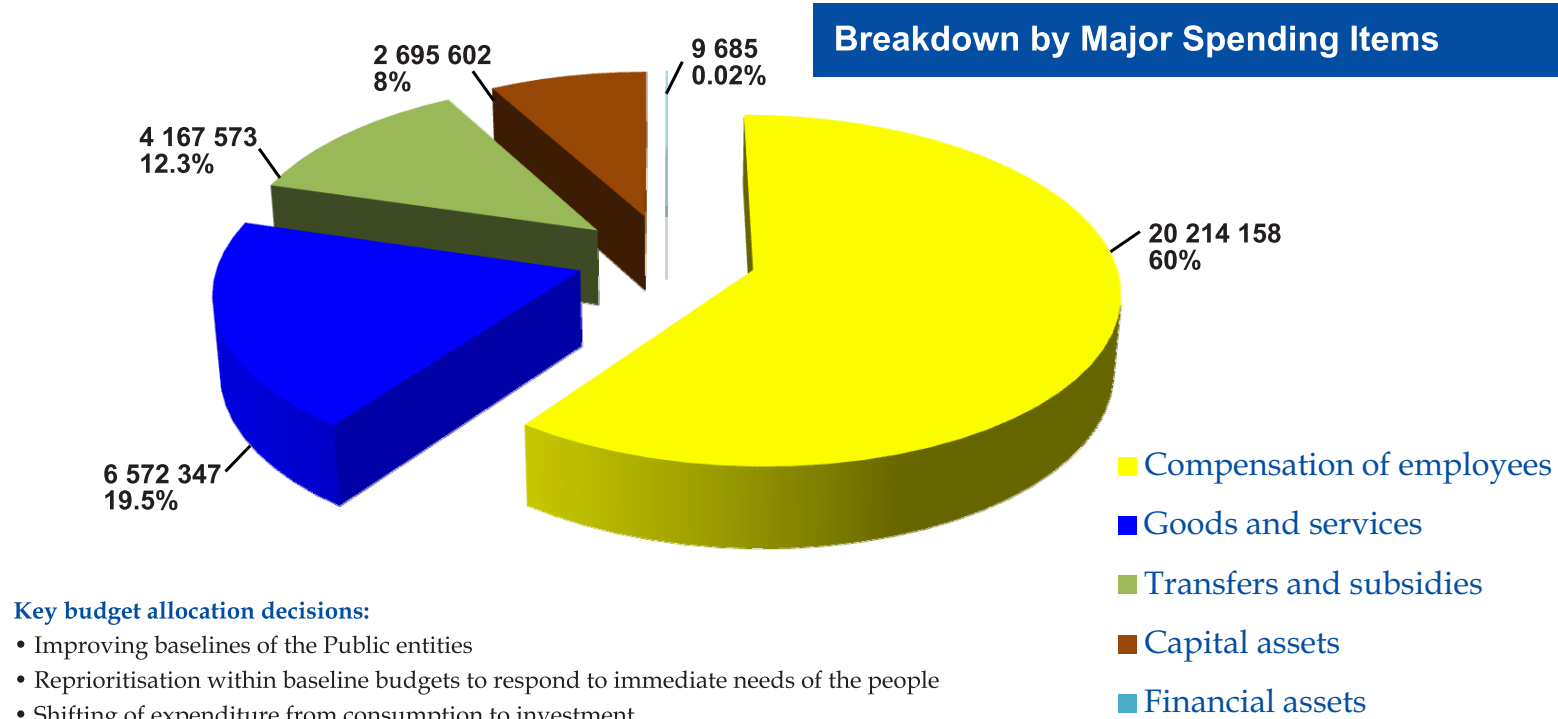
NB: The allocation of the agencies is included as follows:

Department of Economic Development Environment and Tourism:

- Mpumalanga Tourism and Park Agency
- Mpumalanga Economic Growth Agency
- Mpumalanga Gambling Board

Department of Education:

- Mpumalanga Regional Training Trust



Key budget allocation decisions:

- Improving baselines of the Public entities
- Reprioritisation within baseline budgets to respond to immediate needs of the people
- Shifting of expenditure from consumption to investment.

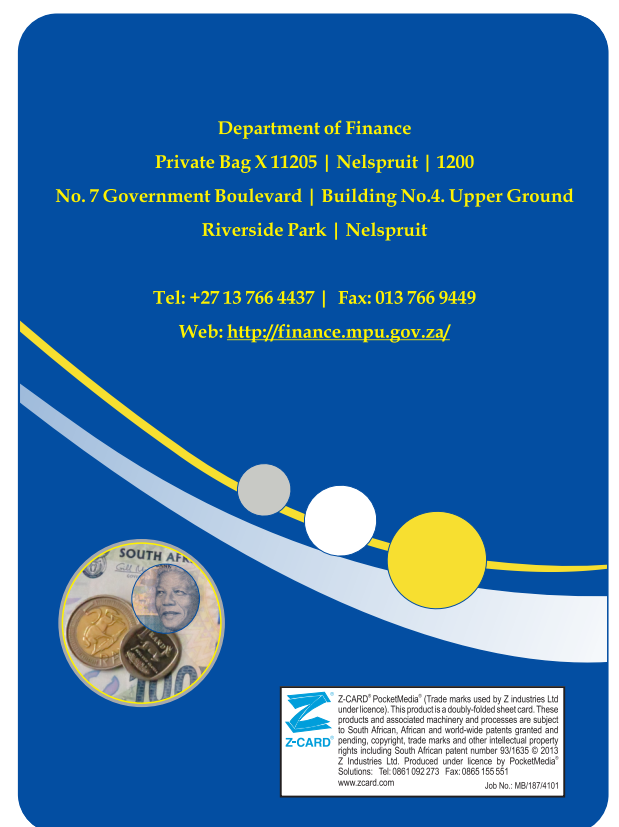
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Copies of the publication are obtainable from the website of the department (<http://finance.mpu.gov.za> or Email: info@mpg.gov.za)



PRIORITIES FUNDED IN 2013 PROVINCIAL BUDGET



Education:

- Maths, Science and Technology Academy
- Recruitment and placement of educators
- Early childhood development programme
- Bursaries
- Clearing infrastructure backlog



Health:

- Recruitment of health professionals
- Rejuvenation of health infrastructure
- Implementation of HIV and Aids Plan
- Improving diagnosis and treatment of TB



Job creation

- SMME and Cooperative development
- Expanded Public Works Programme
- Household profiling
- Internship and learnerships



Rural development

- Expanding Comprehensive Rural Development Programme
- Masibuyele Emasimini + Masibuyele Esibayeni
- People's Housing Programme



Fight crime and corruption

- Establishment of Price Standardisation Committee
- Social Crime Prevention Initiatives
- Crime against Women, Children and People with Disabilities

Funding Source for Mpumalanga

National Treasury



Total Transfers from National = **R32 998 151 Billion**
of which:
Equitable Share = **R27 105 543 Billion**
Conditional Grant = **R5 787 608 Billion**



TOTAL BUDGET = R33.7 Billion



Mpumalanga Provincial Government

Provincial Own Revenue = **R702 388 Million**

The proposed budget for the provincial government for 2013/14 is **R33.7 Billion**. This budget is made up of contributions from three main sources i.e. equitable share, conditional grants and own revenue stream .

Sources of Own Revenue - 2013/14



The provincial revenue that has been factored into the budget for the 2013/14 financial year is **R702 388 Million**

	Compensation of Employees	% Growth 2012/13 to 2013/14	Goods and Services	% Growth 2012/13 to 2013/14	Payment on Capital Assets	% Growth 2012/13 to 2013/14	Payment on Transfers and Subsidies	% Growth 2012/13 to 2013/14
R thousand	2013/14		2013/14		2013/14		2013/14	
Vote 01: Office of the Premier	116 319	2%	74 473	74%	5 950	750%	3 750	2400%
Vote 02: Provincial Legislature	112 440	3%	86 923	5%	7 167	275%	36 904	90%
Vote 03: Finance	144 383	10%	118 691	2%	3 610	-51%	184	349%
Vote 04: Co-operative Governance and Traditional Affairs	274 376	9%	74 502	21%	65 833	1189%	11 197	-44%
Vote 05: Agriculture, Rural Development and Land Administration	452 892	8%	236 996	11%	32 935	-54%	324 392	17%
Vote 06: Economic Development, Environment and Tourism	169 201	4%	82 526	13%	14 100	24%	550 740	5%
Vote 07: Education	11 939 540	9%	1 473 845	7%	609 891	-13%	873 680	-6%
Vote 08: Public Works, Roads and Transport	863 158	6%	1 317 634	6%	1 184 600	31%	605 680	11%
Vote 09: Community Safety, Security and Liaison	349 007	5%	460 851	7%	30 390	-22%	1 500	30%
Vote 10: Health	5 043 020	8%	2 274 128	8%	567 286	-4%	200 071	13%
Vote 11: Culture, Sport and Recreation	142 540	28%	131 705	15%	65 963	-27%	11 600	38%
Vote 12: Social Development	457 563	14%	190 099	33%	85 517	-2%	419 260	45%
Vote 13: Human Settlements	149 719	8%	49 974	11%	22 360	116%	1 128 615	16%
Total provincial payments and estimates by Vote	20 214 158	8%	6 572 347	9%	2 695 602	7%	4 167 573	11%