



# provincial treasury

DEPARTMENT: FINANCE  
MPUMALANGA  
PROVINCIAL GOVERNMENT

*Always Stretching Our Arm, to Accelerate Service Delivery*

## Adjusted Estimates of Provincial Expenditure

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2007

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# 1. Introduction

The Adjusted Estimates of Provincial Expenditure 2007 accompanies the Adjustments Appropriation Bill, tabled in the Provincial Legislature by the Finance MEC. Through this bill, the Executive Council seeks Provincial Legislature's approval and adoption of its revised spending plans for the 2007/08 financial year.

The Adjusted Estimates sets out the revised expenditure estimates of Provincial departments for 2007/08, including amounts provided for in the main Appropriation Act, and the adjustments budget. In terms of section 31(1) of the Public Finance Management Act, (Act No 1 of 1999) (PFMA), expenditure provided for in the Adjustments Appropriation Bill includes:

- a) Adjustments required due to significant unforeseeable economic and financial events affecting the fiscal targets set by the annual budget
- b) Unforeseeable and unavoidable expenditure recommended by the Executive Council or Budget and Finance Committee to whom this task has been assigned
- c) Any funds required for emergency situations, in terms of section 16 of the PFMA
- d) Money to be appropriated for expenditure already announced by the MEC for Finance during the tabling of the 2007/08 annual budget
- e) the shifting of funds between and within votes or to follow the transfer of functions, in terms of the section 42 of the PFMA
- f) The utilisation of savings under a main division of a vote for defraying excess expenditure under another main division of the same vote, in terms of section 43 of the PFMA
- g) The roll-over of unspent funds from the preceding financial year.

# 2. Summary of the adjustments for 2007/08

In addition to 2007/08 main appropriation R16, 211 billion, the MEC for Finance tabled an Adjustments Appropriation Bill on 22 November 2007 that recommended additional spending to the value of R635, 670 million, as well as earmarked funds amounting to R105, 192 million. The adjusted budget is R16, 952 billion.

**Table 1: Additional Allocations to be appropriated during 2007/08 Adjustment process**

R thousand	2007/08 Additional appropriation
<b>Equitable share -Main Appropriation</b>	<b>16,210,778</b>
<b>Revisions to the Provincial Fiscal Framework from both National and Provincial Fiscus</b>	<b>740,852</b>
Roll-overs from National from National and Provincial:	
<i>Conditional Grant</i>	86,669
<i>Equitable Share</i>	24,701
Allocations for unforeseen and unavoidable expenditure:	232,106
<i>Agricultural Disaster Management grant (Agriculture)</i>	45,000
<i>Integrated Housing and Human Settlement Development grant (Housing)</i>	150,000
<i>Infrastructure Grant previously withheld by National Treasury-2005/06</i>	37,106
Additional allocations from the Provincial Fiscus	272,800
<i>Government Employees Medical Scheme</i>	126,858
<i>Contingency Reserve-Flagship projects</i>	58,942
<i>Provincial Surplus</i>	87,000
Additional allocations from National (new allocation for provinces) for:	1,200
<i>Accreditation to municipalities</i>	0,600
<i>FET Recapitalisation Grant-Ehlanzeni</i>	0,600
Additional Allocations from the National Fiscus	123,376
<i>Multi Drug Resistant and Extreme Drug Resistant TB</i>	25,592
<i>Personnel Adjustment</i>	97,784
<b>Total</b>	<b>16,951,630</b>

### Receipts from National Fiscus: Equitable Share

R Thousand	2007 Adjustment Appropriation							2007/08 Adjusted Budget
	2007-08 Main Appropriation	MDR-XDR TB	Personnel Adjustment	GEMS	ROLL Overs	Prov Surplus	Contingency Reserve	
Equitable Share	14 140 126	25 592	97 784	126 858	24 701	87 000	58 942	14 561 003

### Allocations from National Fiscus: Equitable Share

Receipts of **R25, 592 million** (for Multi and Extreme Drug Resistant TB), **R97, 784 million** (for personnel adjustment), increase the equitable share allocation from **R14, 140,126 billion** to **R14, 263,502 billion**.

The allocation amounting to R25,592 million, received from the National Fiscus is non discretionary in nature, which means that it is exclusively appropriated to the department of Health and Social Services for the Multi and Extreme Drug Resistant TB.

The Multi and Extreme Drug Resistant TB is placing pressure on the public health system. The main intervention envisaged in the period ahead is hospitalisation for 6 months; more frequent testing and further treatment under community supervision for 18 months. This requires some construction of new units and additional costs of hospitalisation, and medicines.

#### **Allocations from Provincial Fiscus: Equitable Share**

Receipts of **R126,858 million** (for Government Employees Medical Scheme), **R24,701 million** (roll overs); **R87 million** (Provincial Surplus); and **R58,942 million** set aside for flagship projects increase the equitable share allocation from **R14,263,502 billion** to **R14,561,003 billion**.

#### **Allocations from National and Provincial Fiscus: Conditional Grants**

Table 3		2007 Adjustment Appropriation						
	2007-08 Main Appropriation	Integrated Housing	Disaster MGT	FET Recap Grant	Accred of munici	Infra Refund	Roll Overs Approved	2007/08 Adjusted Budget
R Thousand								
Conditional Grants	1 728 773	150 000	45 000	600	600	37 106	86 669	2 048 748
Total	1 728 773	150 000	45 000	600	600	37 106	86 669	2 048 748

The conditional grant framework is revised upwards by additional funding amounting to **R196, 200 million** in 2007/08 financial year. The additional funding from the National Fiscus relates to the Integrated Housing and Human Settlement Grant (R150 million), Disaster Management Grant (R45 million for the Department of Agriculture and Land Administration), R0,600 million for Further Education Recapitalisation grant as well as R0,600 million for the accreditation of municipalities, for the Department of Local Government and Housing.

A further upward increase is in respect of approved Conditional Grants roll overs amounting to **R86, 669 million**.

#### **Allocations from Provincial Fiscus: Conditional Grants**

The infrastructure grant amounting to **R37, 106 million** which was previously withheld by the National Treasury has been returned to the province and will also increase the Conditional Grants.

The Conditional grants have been increased from **R1, 728,773 billion** to **R2, 048,748 billion**.

The proposed adjustment budget is **R16, 951,630 billion** and is made up of Equitable Share Funding amounting to **R14, 561,003 billion** and Conditional Grants amounting to

R2, 048,748 billion as well as Own Revenue R341, 880 million. The target of own revenue is increased from R337, 855 million to R341, 880 million ( Department of Finance)

The bids being recommended for approval amount to **R302, 5 million**.

The **R302, 5 million** being recommended for approval is nett of Provincial Adjustments/Pressures registered and recommended amounting to R 359,532 million less: Departmental Surrenders amounting to R 57,025 million

The allocation of the R302, 5 million, which is shared amongst the respective provincial departments, is recommended as per the following table.

The table below also indicates the Main Appropriation for 2007/08, approved roll-over, surrenders, national grants, provincial grants, the total additional appropriation, and the 2007/08 Adjusted Budget. The Virements are in their nature netting off as the shifts are from one programme to another. After all Virements are done the net become nil, this should not be interpreted as if there were no Virements.

### Proposed revisions to the provincial fiscal framework for the 2007 MTEF

#### 2.1 Summary tables

R Thousand	2007 Adjustment Appropriation							
	2007-08 Main Appropriation	2006-07 Rollover	Virement	Surrender	Additional National Grants	Other provincial Adjustments	Total Additional Appropriation	2007/08 Adjusted Budget
Office of the Premier	148 821	-	-	-	-	21 629	21 629	170 450
Provincial Legislature	70 260	4 482	-	-	-	17 935	22 417	92 677
Finance	145 052	-	-	-	-	-	-	145 052
Local Government and Housing	839 586	-	-	( 19 772)	150 600	35 609	166 437	1 006 023
Agriculture and Land Administration	621 073	4 514	-	( 18 543)	45 000	17 149	48 120	669 193
Economic Development and Planning	361 348	-	-	-	-	10 000	10 000	371 348
Education	7 956 022	60 592	-	-	600	101 093	162 285	8 118 307
Public Works	355 070	1 970	-	-	-	5 406	7 376	362 446
Safety and Security	44 510	-	-	-	-	-	-	44 510
Health	3 594 674	18 336	-	-	25 592	79 034	122 962	3 717 636
Roads and Transport	1 420 770	21 124	-	-	-	38 157	59 281	1 480 051
Culture, Sport and Recreation	156 075	353	-	( 18 710)	-	33 520	15 163	171 238
Social Services	497 517	-	-	-	-	-	-	497 517
Earmarked funds	-	-	-	-	-	-	-	105 182
<b>Total</b>	<b>16 210 778</b>	<b>111 371</b>	<b>-</b>	<b>( 57 025)</b>	<b>221 792</b>	<b>359 532</b>	<b>635 670</b>	<b>16 951 630</b>



Adjusted Estimates of Provincial Expenditure 2007

Table 05: 2007/08 Adjusted appropriation per economic classification

R000	Main appropriation	Additional appropriation			Total additional appropriation	Adjusted appropriation
		Roll-overs	Virement	Other adjustments		
<b>Current payments</b>	13,029,271	14,349	(93,311)	277,481	198,519	13,227,790
Compensation of employees	9,505,485	0	(184,913)	133,152	(51,761)	9,453,724
Goods and services	3,523,786	14,349	91,602	144,329	250,280	3,774,066
<b>Transfers and subsidies to:</b>	<b>1,688,350</b>	<b>7,621</b>	<b>339</b>	<b>162,549</b>	<b>170,509</b>	<b>1,858,859</b>
Local government	14,724	0	3,271	5,100	8,371	23,095
Departmental agencies and account	33,768	0	1,334	0	1,334	35,102
Public corporations and private ente	201,335	0	39,015	0	39,015	240,350
Non-profit institutions	733,717	7,621	85,318	7,449	100,388	834,105
Households	704,806	0	(128,599)	150,000	21,401	726,207
<b>Payment of capital assets</b>	<b>1,493,157</b>	<b>89,401</b>	<b>92,972</b>	<b>84,269</b>	<b>266,642</b>	<b>1,759,799</b>
Buildings and other fixed structures	1,237,878	83,552	3,714	37,222	124,488	1,362,366
Machinery and equipment	255,129	5,849	88,058	47,047	140,954	396,083
Software and other intangible assets	150	0	1,200	0	1,200	1,350
<b>Total</b>	<b>16,210,778</b>	<b>111,371</b>	<b>0</b>	<b>524,299</b>	<b>635,670</b>	<b>16,846,448</b>
<b>Earmarked funds</b>						<b>105,182</b>
	<b>16,210,778</b>	<b>111,371</b>	<b>-</b>	<b>524,299</b>	<b>635,670</b>	<b>16,951,630</b>

Table 6: Funds rolled over from 2006/07 to 2007/08

Vote/description of expenditure	R,000
<b>Vote 02 Provincial Legislature</b>	
The roll-over is comprised of R 4,098 million equitable share unspent voted funds earmarked for Chamber revamp in the previous fiscal year and R0, 384 million own revenue.	4, 482
<b>Vote 05 Agriculture and Land Administration</b>	
R0, 508 million for partitioning for office building, R0, 325 million for purchasing office furniture, R0, 543 million for catchments dams maintenance, R0, 504 million for veterinary clinic maintenance, R0, 544 million for college maintenance, R1 069 million for college fencing project, R0, 546 million for Environmental centres maintenance, R0, 476 million for Planning and land Survey for Land tenure project.	4, 514
<b>Vote 07 Education</b>	
R45, 389 million for on going capital projects, R1, 452 million for school nutrition committed expenditure and R7, 621 million committed recapitalization projects. R6, 130 million for leaner teacher support material.	60, 592
<b>Vote 08 Public Works</b>	
An amount of R0,100 million will be used to pay for computer equipments	1, 970
An amount of R 1,870 million will be used to pay for the installation of Lifts at the Kwamhlanga Government Complex	
<b>Vote 10 Health and Social Services</b>	



Adjusted Estimates of Provincial Expenditure 2007

The funds will be utilised for infrastructure development in Ermelo and Secunda and to pay service providers for last financial year's commitments.	18, 336
<b>Vote 11 Roads and Transport</b>	
The amount is in respect of ongoing capital projects from 2006/07 financial year.	21, 124
<b>Vote 12 Culture Sports and Recreation</b>	
The remaining R0, 353 million relates to outstanding payments at 31 March 2007 for the Samora Machel Memorial payment	353
<i>Total</i>	<i>111, 371</i>

**Table: 7 MPUMALANGA PROVINCIAL EXPENDITURE AS AT 30 SEPTEMBER 2007**

R Thousands	Main appropriation	Adjusted budget	Expenditure as at 30 September 2007	Outcome as % Budget	Proj. Oct 07 to 31 March 08	Projected (over/under spending as at 31 March 08)	2006/07 Main appropriation	Expenditure as at 30 September 2006	Outcome as % Budget in 30/Sep/06
<b>Social services</b>									
Education	7,956,022	7,956,022	3,731,479	47%	4,461,899	(237,356)	6,218,010	2,834,918	45.6%
Health	3,594,674	3,594,674	1,583,144	44%	1,796,907	214,623	2,912,242	1,483,530	50.9%
Social services	497,517	497,517	217,705	44%	249,963	29,849	430,279	143,508	33.4%
<b>Sub-Total</b>	<b>12,048,213</b>	<b>12,048,213</b>	<b>5,532,328</b>	<b>46%</b>	<b>6,508,769</b>	<b>7,116</b>	<b>9,560,531</b>	<b>4,467,956</b>	<b>46.7%</b>
<b>Non-Social service</b>									
Office of the Premier	148,821	148,821	62,951	42%	92,690	(6,820)	148,779	57,687	38.8%
Provincial Legislature	70,260	70,260	39,752	57%	52,093	(21,585)	111,824	36,860	33.0%
Finance	145,052	145,052	70,275	48%	68,549	6,228	133,741	59,418	44.4%
Local Government and Housing	839,586	839,586	343,837	41%	470,267	25,482	625,770	237,920	38.0%
Agriculture and Land	621,073	621,073	254,936	41%	328,448	37,689	631,736	210,243	33.3%
Economic Development and	361,348	361,348	177,195	49%	185,617	(1,464)	200,257	161,918	80.9%
Public Works	355,070	355,070	161,467	45%	195,765	(2,162)	295,193	145,490	49.3%
Safety and Security	44,510	44,510	20,674	46%	22,728	1,108	41,724	19,007	45.6%
Roads and Transport	1,420,770	1,420,770	526,514	37%	877,462	16,794	961,821	411,789	42.8%
Culture, Sport and Recreation	156,075	156,075	60,147	39%	102,356	(6,428)	93,604	60,729	64.9%
<b>Sub-Total</b>	<b>4,162,565</b>	<b>4,162,565</b>	<b>1,717,748</b>	<b>41%</b>	<b>2,395,975</b>	<b>48,842</b>	<b>3,244,449</b>	<b>1,401,061</b>	<b>43.2%</b>
<b>TOTAL</b>	<b>16,210,778</b>	<b>16,210,778</b>	<b>7,250,076</b>	<b>44.7%</b>	<b>8,904,744</b>	<b>55,958</b>	<b>12,804,980</b>	<b>5,868,017</b>	<b>45.8%</b>



Table 8: Expenditure outcome 2006/07 and preliminary expenditure 2007/08

R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
<b>Current payments</b>	<b>10,433,164</b>	<b>4,851,259</b>	<b>10,399,481</b>	<b>100%</b>	<b>13,024,212</b>	<b>5,934,341</b>	<b>46%</b>
Compensation of employees	7,436,710	3,577,304	7,476,320	100.53%	9,502,832	4,476,490	47%
Goods and services	2,995,907	1,273,868	2,922,053	97.53%	3,521,380	1,457,829	41%
Financial transactions in assets and liabilities	0	87	1,108			23	
Unauthorised expenditure	547	547	547				
<b>Transfers and subsidies</b>	<b>1,219,288</b>	<b>554,737</b>	<b>1,205,366</b>	<b>98.86%</b>	<b>1,693,338</b>	<b>831,853</b>	<b>49%</b>
Provinces and municipalities	64,854	10,810	33,562	51.75%	14,604	10,394	71%
Departmental agencies and accounts	3,545	352	4,442	125.30%	33,871	4,561	13%
Foreign governments & international organisations	134,105	68,695	143,926	107.32%	148,107	72,484	49%
Non-profit institutions	609,217	317,166	605,278	99.35%	792,190	467,445	59%
Households	407,567	157,714	418,158	102.60%	704,566	276,969	39%
<b>Payments for capital assets</b>	<b>1,179,532</b>	<b>456,474</b>	<b>1,066,648</b>	<b>90.43%</b>	<b>1,493,228</b>	<b>487,974</b>	<b>33%</b>
Buildings and other fixed structures	929,142	387,518	876,803	94.37%	1,238,167	435,036	35%
Machinery and equipment	249,956	68,908	189,331	75.75%	254,984	52,893	21%
Cultivated assets	218	-	-	0.00%	77	0	0%
Software and other intangible assets	216	48	514	237.96%		44,982	
<b>Total</b>	<b>12,831,984</b>	<b>5,862,470</b>	<b>12,671,495</b>	<b>98.75%</b>	<b>16,210,778</b>	<b>7,254,168</b>	<b>45%</b>

# Vote 1

## Office of the Premier

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	148,821	170,450		21,629
<i>of which:</i>				
Current payments	131,581	157,674	-	26,093
Transfers and subsidies	16,550	8,674	(7,876)	-
Payments for capital assets	690	4,102	-	3,412
Executive authority	Premier			
Accounting officer	Director-General			

### Aim

The Office of the Premier as a strategic centre is responsible for co-ordination and monitoring the implementation of policies as well as provincial priorities as set out by the Executive Council. This function is addressing the governance priority.

## Adjusted Estimates of Department Expenditure 2007

Table 1.1: Office Of the Premier

Programme	2007/08						Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	
R thousand							
1 Administration	39,595			2,484	12,277	14,761	54,356
2 Corporate Support	63,707			(246)	4,559	4,313	68,020
3 Policy and Governance	45,519			(2,238)	4,793	2,555	48,074
<b>Total</b>	<b>148,821</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,629</b>	<b>21,629</b>	<b>170,450</b>
<b>Economic classification</b>							
<b>Current payments</b>	131,581	-	-	5,164	20,929	26,093	157,674
Compensation of employees	82,490			(5,119)	2,241	(2,878)	79,612
Goods and services	49,091			10,283	18,688	28,971	78,062
<b>Transfers and subsidies</b>	16,550	-	-	(7,876)	-	(7,876)	8,674
Non-profit institutions	16,550			(7,972)		(7,972)	8,578
Households				96		96	96
<b>Payments for capital assets</b>	690	-	-	2,712	700	3,412	4,102
Machinery and equipment	690			2,712	700	3,412	4,102
<b>Total</b>	<b>148,821</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,629</b>	<b>21,629</b>	<b>170,450</b>



## Details of adjustments to Estimates of Provincial Expenditure 2007

## Virements

Program/Economic classification	R thousand		Motivation
	From	To	
<b>1. Administration</b>	-	2,484	
Current Payment	-	64	
Compensation of employees	-	-	
Goods and Services	-	64	Savings from compensation of employees from Programme 2 will be utilized for the over expenditure on goods and services
Transfer and Subsidies	-	-	
Capital payments	-	2,420	Savings from compensation of employees from Programme 2 will be utilized for the purchase of motor vehicles.
<b>2. Corporate Support</b>	(2,484)	2,238	
Current Payment	(2,484)	2,218	
Compensation of employees	(2,484)	1,807	An amount of R2,238 million for sub-sub programme called Protocol Services is shifted to Programme 2 under compensation of employees(R1,807 million).
Goods and Services	-	411	An amount of R0, 411 million for sub-sub programme called Protocol Services is shifted to Programme 2 under goods and services
Transfer and Subsidies	-	-	
Capital payments	-	20	An amount of R 0, 020 million for sub-sub programme called Protocol Services is shifted to Programme 2 under payment of capital assets.
<b>3. Policy and Governance</b>	(10,114)	7,876	This shift represents 22% of the main appropriation of programme.
Current Payment	(2,218)	7,704	
Compensation of employees	(1,807)	5,410	An amount of R1,807 million for sub-sub programme called Protocol Services is shifted to Programme 2 under compensation of employees.An amount of R5,410 million is shifted from Transfer and subsidies to compensation of employees in this Programme.
Goods and Services	(411)	2,294	An amount of R 0, 411 million for sub-sub programme called Protocol Services is shifted to Programme 2 under goods and services.An amount of R2,294 million is shifted from Transfer and subsidies to goods and services.
Transfer and Subsidies	(7,876)	-	An amount R7,876 million which was allocated as a Transfer to non Profit Institution is shifted to compensation of employees R5,410 million ,R2,290 million goods and services and R0,172 million for the payment of capital asset
Capital payments	(20)	172	An amount of R0, 020 million for payment of capital assets under sub-sub programme Protocol Services is shifted to Programme 2. An amount of R0,172 million is shifted from transfer and subsidies to payment of capital assets.
<b>Total</b>	<b>(12,598)</b>	<b>12,598</b>	

## Other adjustments – R21, 629 million

Programme1:R12, 277 million

1. An amount of R6, 760 million is requested for 2010 Coordination Office which is made up as follows:

Rental office building=R2, 250 million

Consultant=R1, 000 million

Publicizing 2010=R1, 500 million

Office furniture=R1, 000 million

International Exchange=R0, 250 million

Personnel budget=R0,760 million

2.An amount of **R2, 131 million** is needed for Computer and Performance Audit which is made up as follows :

Data mining exercise=R0, 820 million

Travelling and accommodation=R0, 200 million

Office furniture=R0, 500 million

Personnel budget=R0, 611 million

3. An amount of **R3, 386 million** is a virement from the amount received from Treasury for GEMS and Housing allowance to finance overexpenditure on goods and services under sub programme Financial Management.

Programme 2. R4, 559 million

1.An amount of R4,559 million is needed for the renovation of Mapulaneng College to be utilized as a development centre.R4, 059 million for the renovations and R0,500 million for operational.

Programme 3.R4, 793 million

1.An amount of **R2, 620 million** is needed for the establishment of Project Facilitation Unit .The amount is made up as follows:

Personnel budget=R0, 870 million

Operational budget=R1, 550 million

Office furniture= R0, 200 million..

2.An amount of **R1, 000 million** is needed for APRM

3.An amount of **R0, 673 million** is needed for International Relation Unit which is made up as follows:

Foreign Travelling and accommodation =R0, 178 million

Venue and facilities(PMIS)=R0, 495 million

4.An amount of **R0, 500 million** is a virement from the amount received from Treasury for GEMS and Housing allowance to finance overexpenditure on goods and services under sub programme Provincial and Policy Management.

### **Funds shifted within a vote**

An amount of R2, 238 million for sub programme Protocol Services was shifted from Programme 3 to Programme 2 under compensation of employees(R1, 807million),goods and services (R0, 411 million) and payment for capital assets(R0, 020 million).

A new subprogramme called Programme Facilitation unit is created under Programme 3

## Expenditure 2006/07 and preliminary expenditure 2007/08

**Table 1.3: Office of the Premier**

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
1. Administration	41,162	20,468	41,123	100%	54,356	21,543	5%
2. Corporate Support	36,533	17,199	34,381	94%	68,020	21,907	27%
3. Policy and Governance	31,084	20,020	33,741	109%	48,074	19,501	-3%
<b>Total</b>	<b>108,779</b>	<b>57,687</b>	<b>109,245</b>	<b>100%</b>	<b>170,450</b>	<b>62,951</b>	<b>9%</b>
Current payments	104,299	56,101	106,379	-	157,674	56,003	-
Compensation of employees	67,575	32,043	67,065	99%	79,612	31,763	-1%
Goods and services	36,724	24,058	39,314	107%	78,062	24,240	1%
Transfers and subsidies	46	46	46	100%	8,674	6,535	141.07
Provinces and municipalities	46	46	46	100%	-	-	-
Non-profit institutions	-	-	-	-	8,674	6,535	-
Payments for capital assets	4,434	1,540	2,820	-	4,102	413	-0.73
Machinery and equipment	4,434	1,540	2,820	100%	4,102	413	141
-	-	-	-	-	-	-	-
<b>Total</b>	<b>108,779</b>	<b>57,687</b>	<b>109,245</b>	-	<b>170,450</b>	<b>62,951</b>	<b>0.09</b>

### Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first six months of 2007/08 amounted to R62, 951 million of the adjusted appropriation of R172, 564 million and the main increase in our expenditure in Programme 1 is the accruals for the amount of R3,000 million that was paid in this financial year.

Decrease in Programme 2 is due to the the R0, 40 million that was surrendered to Treasury for marketing and branding of the Province. A decrease in Programme 3 is due to the events such as Youth day, Women's day which their expenditure was incurred by the Department of Sport Art and Culture.

**Table 4.4: Summary of changes to transfers and subsidies per programme**

R thousand	Main appropriation	2007/08 Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
3 Policy and Governance	16550	-	-	(7,876)	-	(7,876)	8674
House of Traditional	-	-	-	-	-	-	-
<b>Total transfers and subsidies</b>	<b>16550</b>	-	-	<b>(7,876)</b>	-	<b>(7,876)</b>	<b>8674</b>



# Vote 2

## Provincial Legislature

2007/08

R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	70,260	92,677	-	22,417
<i>of which:</i>				
Current payments	59,952	65,159	-	5,207
Transfers and subsidies	6,658	6,505	-153	
Payments for capital assets	3,650	21,013	-	17,363
Direct charge against the Provincial Revenue Fund	12,359	-	-	-
Executive authority	Speaker to the Mpumalanga Provincial Legislature			
Accounting officer	Secretary to the Mpumalanga Provincial Legislature			

### Aim

The aim of the Mpumalanga Provincial Legislature is to be a people-centred, vibrant and dynamic African World Class Legislature working towards a better quality of life for all through excellent service underpinned by participatory democracy and good governance.

### Adjusted Estimates of Legislature Expenditure 2007

Table 2.1: Mpumalanga Provincial Legislature

Programme

2007/08

R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1 Administration	27,830	3,864			15,060	18,924	46,754
2 Facilities for Members and Political Parties	12,570	234				234	12,804
3 Parliamentary Services	17,501	384			2,875	3,259	20,760
<b>Subtotal</b>	<b>57,901</b>	<b>4,482</b>	<b>0</b>		<b>17,935</b>	<b>22,417</b>	<b>80,318</b>
Direct charge against the Provincial Revenue Fund	12,359						12,359
<b>Total</b>	<b>70,260</b>	<b>4,482</b>	<b>0</b>		<b>17,935</b>	<b>22,417</b>	<b>92,677</b>
<b>Economic classification</b>							
Current payments	59,952	618	0	153	4,436	5,207	65,159
Compensation of employees	43,152						43,152
Goods and services	16,800	618		153	4,436	5,207	22,007
Transfers and subsidies	6,658			(153)		(153)	6,505
Non-profit institutions	6,658			(153)		(153)	6,505
Payments for capital assets	3,650	3,864	0		13,499	17,363	21,013
Buildings and other fixed structures	2,650	3,864			12,000	15,864	18,514
Machinery and equipment	1,000				1,499	1,499	2,499
<b>Total</b>	<b>70,260</b>	<b>4,482</b>	<b>0</b>		<b>17,935</b>	<b>22,417</b>	<b>92,677</b>

## Details of adjustments to Estimates of Provincial Expenditure 2007

### Roll-overs – R4, 482 million

The roll-over is comprised of R 4,098 million equitable share unspent voted funds earmarked for Chamber revamp in the previous fiscal year and R0, 384 million own revenue. The total roll-over will be spent as follows:

#### Programme 1: Administration

R3, 864 million will be allocated to capital expenditure for the chamber refurbishment.

#### Programme 2: Facilities for Members and Political Parties

R0, 234 million will be allocated to African National Congress (majority party) as unspent equitable share in the previous financial year 2006/07. Unspent equitable share is normally rolled-over the relevant political party.

#### Programme 3: Parliamentary Services

R0, 384 million will be allocated to Committee unit because of the insufficient budget for goods and services. The baseline budget allocation for goods and service could not adequately accommodate the Committee unit.

## Virements

Table 2.2: Details on virements per program and economic classification

Program/Economic classification	R,000		Motivation
	From	To	
<b>Programme 2</b>	(153)	153	
<b>Current Payment</b>	-	153	
Compensation of employees			
Goods and Services		153	
<b>Transfer and Subsidies</b>	(153)		Correcting an incorrect allocation done at the beginning of the financial year
<b>Capital payments</b>			
<b>Total for vote</b>	(153)	153	

### Other adjustments – R17, 935 million

#### Inflation/escalation adjustments

R 3, 000 million has been allocated to programme 1 for Chamber refurbishment to cover escalation.

#### Programme 1: Administration

Programme 1 will be allocated R 15, 060 million which is broken down as following:



Chamber Revamping capital expenditure worth R 7, 000 million, used in the 2006/07 financial year to off-set over-expenditure on goods and services. An additional R 3, 000 million will also be required for the escalation cost.

R 2,000 million Video Conferencing will be required to complete the video conference room. This is a once off capital expenditure. A further R 0, 216 million will be required running cost for the video conference facility.

The Members Lounge which was adequately funded in the 2007/08 (current fiscal year) has just been completed need the funding of start-up and the running costs that is estimated at R 0, 150 million.

Communication Unit Quarterly Newsletter will be funded for an amount of R 0, 063 million in the last quarter of the current financial year. This will have impact on the baseline allocation as four quarters will be funded in the 2008/09 financial year.

R1, 600 million will be for the used for the broad casting of the State of the Province Address and Opening of the Legislature. This event is broadcasted to the three municipal districts in the Province in order to communicate the address to communities which do not have opportunity to attend at the main venue.

An amount of R0, 651 million will be used for the replacement of Fleet.

R0, 380 million will be allocated for the acquisition of an official motor vehicle for Deputy Speaker. This has been prompted by Cabinet approval of the new Ministerial Handbook in February 2007 wherein the Presiding Officers have to be provided with official transport. This budget pressure was not foreseen at the time of submission of 2007/08 budget documents. The funding will not have an impact on the MTEF period because it will be once off.

### Programme 3: Parliamentary services

R2, 167 million will be used for a newly established unit for Research support systems and Goods and services for Research unit..

R0, 708 million will be allocated to the NCOP Office Cape Town for Office rental and operational expenses. The NCOP office was initially funded by National Parliament until the end of the previous financial year. Provincial Legislatures are now required to fund the operational costs for these offices. Due to insufficient budget for goods and services the Legislature could not make funds available for this purpose. A five years lease agreement has been entered into

## Expenditure 2006/07 and preliminary expenditure 2007/08

**Table 2.2: Mpumalanga Provincial Legislature**

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
1. Administration	35,322	17,066	30,475	86%	46,754	19,903	16%
2. Facilities for Members and Political	9,943	10,557	20,836	210%	12,804	11,900	13%
3. Parliamentary Services	15,714	9,217	17,285	110%	20,760	7,949	-14%
Subtotal	60,979	36,860	68,596	112%	80,318	39,752	8%

**Table 2.2: Mpumalanga Provincial Legislature**

Economic classification	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
Current payments	56,932	31,303	61,580	108%	65,159	32,767	5%
Compensation of employees	40,163	18,797	38,699	96%	43,152	20,019	7%
Goods and services	16,749	12,480	22,881	137%	22,007	12,748	2%
Financial transactions in assets and liabilities	-	26	-	-	-	-	-
Transfers and subsidies	4,762	2,962	4,240	89%	6,505	3,559	20%
Provinces and municipalities	118	27	27	23%	-	-	-
Non-profit institutions	4,644	2,935	4,213	91%	6,505	3,559	21%
Payments for capital assets	11,000	2,595	2,776	25%	21,013	3,426	32%
Buildings and other fixed structures	10,000	235	339	3%	18,514	3,367	13%
Machinery and equipment	1,000	2,360	2,437	244%	2,499	59	-1%
Total	72,694	36,860	68,596	94%	92,677	39,752	8%

## Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first six months of 2007/08 amounted to R 39,752 million compared to R 36,860 million. This denotes a 8% increase between the 2 financial years. The increase is mainly attributable to the capital expenditure for Chamber refurbishment and the construction of Members Lounge. The 13% increase on transfers to political parties for constituency work also contributed.

**Table 2.3: Summary of changes to transfers and subsidies per programme**

R thousand	2007/08					Adjusted appropriation
	Main appropriation	Additional appropriation			Total additional appropriation	
		Unforeseeable / Roll-overs	unavoidable	Other Virement adjustments		
2 Facilities for Members and Political Parties	6,658	-	-	-	(153)	6,505
Non-profit institutions	6,658	-	-	(153)	(153)	6,505

# Vote 3

## Finance

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	145,052	145,052		
<i>of which:</i>				
Current payments	143,477	142,303	(1,174)	
Transfers and subsidies		83		83
Payments for capital assets	1,575	2,666		1,091
Executive authority	MEC for Finance			
Accounting officer	Deputy Director-General of Finance			

### Aim

A strategic arm of government that strives for sound and prudent financial management, to accelerate service delivery for the people of Mpumalanga Province.

## Adjusted Estimates of Expenditure 2007

Table 3.1: Adjusted Estimates

2007/08								
Programme		Additional appropriation					Total additional appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments			
1 Administration	54,727	-	-	(854)	-	(854)	53,873	
2 Sustainable Resource Mngl	21,201	-	-	(1,066)	-	(1,066)	20,135	
3 Assets and Liabilities	13,870	-	-	(1,680)	-	(1,680)	12,190	
4 Financial Governance	55,254	-	-	3,600	-	3,600	58,854	
<b>Subtotal</b>	<b>145,052</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>145,052</b>	
<b>Economic classification</b>								
Current payments	143,477	-	-	-	-	-	143,477	
Compensation of employees	72,315	-	-	-	-	-	72,315	
Goods and services	71,162	-	-	-	-	-	71,162	
Transfers and subsidies	-	-	-	-	-	-	-	
Households	-	-	-	-	-	-	-	
Payments for capital assets	1,575	-	-	-	-	-	1,575	
Buildings and other fixed structures	-	-	-	-	-	-	-	
Machinery and equipment	1,575	-	-	-	-	-	1,575	
<b>Total</b>	<b>145,052</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>145,052</b>	



## Virements

Table 3.2: Details on virements per program and economic classification

Program/Economic classification	R Thousand		Motivation
	From	To	
<b>Programme 1:</b>	(854)	-	
Current Payment	(854)	-	
Compensation of employees	(854)	-	Management Services in this programme will contribute R854 due to delayed filling of posts to Information Technology in programme 4 to fund the projected overexpenditure in Compensation of employees.
<b>Programme2</b>	(1,066)	-	
Current Payment	(1,066)	-	
Compensation of employees	(1,066)	-	Municipal Finance will contribute R1,066 million from compensation of employees due to unfilled budgeted posts to fund the projected overexpenditure in Information Technology.
<b>Programme3</b>	(1,680)	-	The shift represent 10% of the total budget for programme 3
Current Payment	(1,680)	-	
Compensation of employees	(879)	-	Physical assets will contribute R0, 879 million due to unfilled posts to compensation of employees in Information Technology to cover the projected overspending.
Goods and Services	(801)	-	Physical assets will contribute R0, 801 million to Information Technology to cover the projected overspending for Sita payments.
<b>Programme4</b>	-	3,600	
Current Payment	-	3,600	
Compensation of employees	-	2,799	Information Technology will receive R2,799 million to cover the projected overspending in compensation of employees.
Goods and Services	-	801	Information Technology will receive R801 to fund the projected overspending for Sita payments.
<b>Total for vote</b>	<b>(3,600)</b>	<b>3,600</b>	

## Expenditure 2006/07 and preliminary expenditure 2007/08

Table 3.1 Adjusted Estimates

Programme	2006/07				2007/08		
	Expenditure Outcomes				Preliminary expenditure		
R Thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
1. Administration	42,368	18,480	42,260	100%	54,727	25,837	40%
2. Sustainable Resource Mngt	27,760	12,470	26,521	96%	21,201	8,845	-29%
3. Assets and Liabilities	51,308	24,719	51,252	100%	13,670	4,476	-82%
4. Financial Governance	12,305	3,749	11,830	96%	55,254	31,115	730%
<b>Total</b>	<b>133,741</b>	<b>59,418</b>	<b>131,863</b>	<b>99%</b>	<b>145,052</b>	<b>70,275</b>	<b>18%</b>
Current payments	131,670	58,831	129,133	98%	143,477	69,585	18%
Compensation of employees	62,337	26,442	56,006	90%	72,315	31,638	20%
Goods and services	69,333	32,389	73,127	105%	71,162	38,047	17%
Transfers and subsidies	95	36	460	484%	-	83	-
Provinces and municipalities	95	36	458	482%	-	83	131%
Public corporations & Private enterprises	-	-	2	-	-	-	0
Payments for capital assets	1,976	551	2,270	115%	1,575	507	-8%
Machinery and equipment	1,976	551	2,270	115%	1,575	507	0
<b>Total</b>	<b>133,741</b>	<b>59,418</b>	<b>131,863</b>	<b>99%</b>	<b>145,052</b>	<b>70,275</b>	<b>18%</b>

# Vote 4

## Local Government and Housing

R thousand	2007/08			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	839,536	1,006,023		166,487
<i>of which:</i>				
Current payments	246,778	251,852		5,074
Transfers and subsidies	559,098	707,787		148,689
Payments for capital assets	33,710	46,384		12,674
Executive authority	MEC of Local Government and Housing			
Accounting officer	Deputy Director General of Local Government and Housing			

### Aim

Provision of Sustainable Human Settlement and strengthening of Municipalities to enable them to fulfil their constitutional and other legislative mandates and the administration of Traditional Leadership Institution.

## Adjusted Estimates of Department Expenditure 2007

Table 4.1: Department of Local Government and Housing

2007/08							
Programme		Additional Appropriation					
R thousand	Main appropriation	Roll-overs	Unforeseeable Unavoidable	Virement	Other adjustments	Total additional appropriation	Adjusted appropriation
1 Administration	84,111			2,554	-	2,554	86,665
2 Housing	582,995				150,600	150,600	733,595
3 Local Government	80,246			(6,554)	(391)	(6,945)	73,301
4 Development and Planning	56,177			4,000	16,228	20,228	76,405
5 Traditional Institutional Management	36,057				-	-	36,057
<b>Subtotal</b>	<b>839,586</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>166,437</b>	<b>166,437</b>	<b>1,006,023</b>
<b>Economic classification</b>							
<b>Current payments</b>	<b>246,778</b>	<b>-</b>	<b>-</b>	<b>4,865</b>	<b>209</b>	<b>5,074</b>	<b>251,852</b>
Compensation of employees	168,535			(7,512)	(5,400)	(12,912)	155,623
Goods and services	78,243			12,377	5,609	17,986	96,229
Transfers and subsidies	559,098	-	-	(1,311)	150,000	148,689	707,787
Provinces and municipalities	6,474			(3,554)		(3,554)	2,920
Public corporations & private enterprises	16,400			1,333		1,333	17,733
Non-profit institutions	9,938			500		500	10,438
Households	526,286			410	150,000	150,410	676,696
<b>Payments for capital assets</b>	<b>33,710</b>	<b>-</b>	<b>-</b>	<b>(3,554)</b>	<b>16,228</b>	<b>12,674</b>	<b>46,384</b>
Buildings and other fixed structures	24,554			(5,280)	16,228	10,948	35,502
Machinery and equipment	9,156			926		926	10,082
Software and other intangible assets				800		800	800
<b>Total</b>	<b>839,586</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>166,437</b>	<b>166,437</b>	<b>1,006,023</b>

## Details of adjustments to Estimates of Provincial Expenditure 2007

### Virements

**Table 4.2: Details on virements per program and economic classification**

Program/Economic classification	R,000		Motivation
	From	To	
Administration	(421)	2975	
Current Payment	(347)	2775	
Compensation of employees	(347)	147	Adjustment to cater for the salary increases of MEC backdated from April '07
Goods and Services		2,628	The R2, 628 million is a saving from programme 3: Local Government made available to programme 1: Administration to defray the over expenditure incurred as a result of the previous year commitments when funds were made available for the payments of the CDWs and R74 000 for audio visual equipment re-prioritized to goods and services.
Transfer and Subsidies		200	R200 000 from compensation of employees to fund for leave-gratuity.
Capital payments	(74)		R74 000 of Audio visual to goods and services.
Housing	(1,333)	1333	
Current Payment	(1,333)	0	
Compensation of employees			
Goods and Services	(1,333)		Funds moved to Transfers and subsidies due to past year commitments.
Transfer and Subsidies		1333	Past financial year commitment
Capital payments			
Local Government	(6,564)	10	
Current Payment	(3,010)		
Compensation of employees	(3,010)		The R 10 000 from compensation to fund leave gratuities for retired or deceased officials.
Goods and Services			
Transfer and Subsidies	(3,554)	10	The R1 million included the R3,554 million is a saving from the R293 employees to be shifted to programme 4 to fund the Vuna awards and R10 000 is made available to fund gratuities.
Development and Planning	(11,182)	15,182	
Current Payment	(5,902)	13,382	
Compensation of employees	(4,102)		
Goods and Services	(1,800)	13,382	A saving of R1 million from programme 3: Local Government has been made available to cater for the Vuna awards. The R3 million saving from compensation of employees is made available for the renovations of Thusong service centres. The R1,102 million was wrongly allocated under compensation of employees. The R5,280 million was wrongly allocated under payments of capital assets and R3 million saving from Programme 3: Local Governance from the salaries of CDWs to made available to fund the VIP toilets project.
Transfer and Subsidies			
Capital payments	(5,280)	1800	The R1,800 million from goods and services in the same programme was made available as follows: R 1,000 million to purchase disaster relieve equipment and R 800 000 for disaster software.
Traditional Affairs	(700)	700	
Current Payment	(700)		
Compensation of employees	(200)		The R200 000 from compensation of employees to fund gratuities for retired or deceased officials.
Goods and Services	(500)		The R500 000 from goods and services to fund anticipated overspending as a result of Traditional Councils.
Transfer and Subsidies		700	
Total for vote	(20,200)	20200	

**Other adjustments – R186, 209 million**

**Re-appropriation: Programme 2: Housing**

The R150, 000 million for the Housing Grant is appropriated back as per the surrender in the previous financial year. This amount will be used to purchase properties for housing development.

Although R150,000 million has been included in the adjustments, only R90,931million will be spent during this financial year and remainder of R59, 069 million will be spent during 2008/09 financial year .The adjustment of the entire amount is merely to record the full amount in the year in which National Department of Housing has adjusted it.

**Additional funding**

**Programme 2: Housing**

The R0, 600 million has been received from the National Housing to facilitate the process of accreditation in municipalities and will be utilised to finance the municipal accreditation process.

**Programme 4: development and Planning**

The R15, 000 million for the water for all projects, only R5, 609 million has been included into this adjustment appropriation for 2007/08 for finalisation of the adjudication process, and the remainder of R9, 391 million will be re-appropriated in 2008/09 MTEF.

The R30, 000 million for the recent Delmas diarrhea outbreak to assist department and municipality through improvisations of water infrastructure projects, R5, 000 million use for laying of 35 kilometers water pipes and R25 million use for upgrading of water treatment plant has been into this adjustment appropriation 2007/08.

**Saving**

**Programme 3: Local Governance**

The R6, 000 million saving on compensation of employees is surrender to be declared from sub programme Public Participation. This amount was initially appropriated to fund the salaries of the CDWs. Savings has been accumulated as a results of the delays in their recruitment.

**Programme 4: Development and Planning**

The R13, 772 million surrender under payment for capital assets in programme 4-sub programme, Disaster Management. The amount was appropriated for the construction of the disaster management centre and Public Works is the implementing agency. The savings are as a result of a delay in the appointment of contractors. These funds will be re-appropriated in 2008/09 MTEF





## Expenditure 2006/07 and preliminary expenditure 2007/08

Table 4.3: Department of Local Government and Housing

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
Administration	71,083	33,253	63,085	89%	86,665	34,930	5%
Housing	382,070	143,794	377,983	99%	733,585	256,537	78%
Local Government	64,312	37,184	60,729	94%	67,682	26,893	-28%
Development and Planning	18,152	13,291	34,173	188%	82,014	11,602	-13%
Traditional Affairs	19,847	10,290	19,799	100%	36,057	13,875	35%
<b>Total</b>	<b>555,464</b>	<b>237,812</b>	<b>555,769</b>	<b>100.05%</b>	<b>1,006,023</b>	<b>343,837</b>	<b>45%</b>

Table 4.3: Department of Local Government and Housing

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
Current payments	158,145	78,309	162,837	102.97%	251,852	89,665	15%
Compensation of employees	99,094	51,084	112,247	113.27%	155,623	63,730	25%
Goods and services	59,051	27,245	50,590	85.67%	96,229	25,936	-5%
Transfers and subsidies	362,586	136,449	357,884	98.70%	707,787	248,494	82%
Provinces and municipalities	7,331	3,778	5,415	73.86%	2,920	2,920	-23%
Public corporations & private enterprises	16,000	8,000	14,667	91.67%	17,733	9,534	19%
Non-profit institutions	9,171	4,294	7,462	81.37%	10,438	6,995	63%
Households	330,084	120,377	330,340	100.08%	676,696	229,045	90%
Payments for capital assets	34,733	23,054	35,048	100.91%	46,384	5,678	-75%
Buildings and other fixed structures	26,163	18,513	28,803	110.09%	35,502	1,521	-92%
Machinery and equipment	8,471	4,538	6,245	73.72%	10,082	4,157	-8%
Software and other intangible assets	99	3	-	-	800	-	-
<b>Total</b>	<b>555,464</b>	<b>237,812</b>	<b>555,769</b>	<b>100.05%</b>	<b>1,006,023</b>	<b>343,837</b>	<b>45%</b>

### Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first six months of 2007/08 amounted to R343, 837 million, or 37 per cent of the adjusted appropriation of R1006, 023 million for April-September 2007.

The main increases are related to an additional appropriation of R150, 000 million under transfers and subsidies for the housing grant, the R0, 600 million to facilitate the process of accreditation in the municipalities and will be utilised to finance the municipal accreditation process and the R5, 109 million for Water for all.



## Adjusted Estimates of Provincial Expenditure 2007

Table 4.4: Summary of changes to transfers and subsidies per programme

2007/08							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
Administration				200		200	200
Households				200		200	200
Housing	550,287			1,333	150,000	151,333	701,620
Public Corporation and Private Enterprises	16,400			1,333		1,333	17,733
Non profit institutions	7,601						7,601
Households	526,286				150,000	150,000	676,286
Local Government	6,474			(3,544)		(3,544)	2,930
Provinces and Municipalities	6,474			(3,554)		(3,554)	2,920
Households				10		10	10
Traditional institutional Management	2,337			700		700	3037
Non profit institutions	2337			500		500	2837
Households				200		200	200
<b>Total transfers and subsidies</b>	<b>559,098</b>			<b>(1,311)</b>	<b>150,000</b>	<b>148,689</b>	<b>707,787</b>

Table 4.5: Summary of changes to conditional grants: Provinces

2007/08							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
2 Housing	526,286				150,000	150,000	676,286
Integrated Housing and human settlement Development Grants	526,286				150,000	150,000	676,286
<b>Total conditional grants: Provinces</b>	<b>526,286</b>				<b>150,000</b>	<b>150,000</b>	<b>676,286</b>

# Vote 5

## Agriculture and Land Administration

R thousand	2007/08			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	621 073	669 193		48 120
<i>of which:</i>				
Current payments	378 539	445 504		66 965
Transfers and subsidies	206 140	196 170	(9,970)	-
Payments for capital assets	36 394	27 519	(8,875)	-
Executive authority	MEC of Agriculture and Land Administration			
Accounting officer	Director-General of Department of Agriculture and Land Administration			

### Aim

To promote agricultural development, poverty eradication and sustainable development by the development of sustainable agriculture, conservation and environment through efficient and effective support services.

### Adjusted Estimates of Department Expenditure 2007

Table 5.1: Agriculture and Land Administration

Table 5.1: Agriculture and Land Administration

Programme	2007/08						Adjusted Budget
	Main Appropriation	Additional Appropriation				Total Additional Appropriation	
		Unforeseeable / Rollover	Unavoidable	Virement	Other Adjustments		
1. Administration	60 705	832		7 735		8 567	69 272
2. Sustainable Resource Management	83 774	543		( 24)	( 18 543)	(18,024)	65 750
3. Farmer Support and Development	276 750			( 15 431)		(15,431)	261 319
4. Veterinary Services	50 134	504		5 000		5 504	55 638
5. Technical Research & Development	22 740			600		600	23 340
6. Agriculture Economics	26 496		45 000	( 967)		44 033	70 529
7. Structured Agricultural Training	34 542	1 613		( 41)		1 572	36 114
8. Planning, Impact, Pollution and Waste Management	12 003			( 729)	7 979	7 250	19 253
10. Environmental Development	37 315	546		948	9 170	10 664	47 979
11. Land Administration	16 614	476		2 909		3 385	19 999
<b>Total</b>	<b>621 073</b>	<b>4 514</b>	<b>45 000</b>	<b>( 1 394)</b>		<b>48 120</b>	<b>669 193</b>



## Adjusted Estimates of Provincial Expenditure 2007

Table 5.1: Agriculture and Land Administration

Programme	2007/08						Adjusted Budget
	Main Appropriation	Additional Appropriation				Total Additional Appropriation	
		Rollover	Unforeseeable / Unavoidable	Virement	Other Adjustments		
R Thousand							
<b>Economic classification</b>							
Current payments	378 539	2 613	45 000	15 282	4 070	66 965	445 504
Compensation of employees	266 692	-	-	(3 701)	-	(3 701)	262 991
Salaries and wages	232 779	-	-	(3 676)	-	(3 676)	229 103
Social contributions	33 913	-	-	(25)	-	(25)	33 888
Goods and services	111 847	2 613	45 000	18 983	4 070	70 666	182 513
<b>Financial Transactions in assets and liabilities</b>							
Transfer payment and subsidies to:	206 140	-	-	(15 070)	5 100	(9 970)	196 170
Provinces and municipalities (cur)	-	-	-	-	5 100	5 100	5 100
Public corporations and private enterprises	184 935	-	-	(16 710)	-	(16 710)	168 225
Households	21 205	-	-	1 640	-	1 640	22 845
Interest and rent on land							
Payments on capital assets	36 394	1 901	-	(212)	(10 564)	(8 875)	27 519
Buildings and other fixed structures	30 083	1 576	-	(1 972)	(18 543)	(18 939)	11 144
Machinery and equipment	6 161	325	-	1 835	7 979	10 139	16 300
Software and other intangible assets	150	-	-	(75)	-	(75)	75
<b>Total payments</b>	<b>621 073</b>	<b>4 514</b>	<b>45 000</b>	<b>-</b>	<b>(1 394)</b>	<b>48 120</b>	<b>669 193</b>

### Details of adjustments to Estimates of Departmental Expenditure 2007

#### Roll-overs – R4, 589 million

Programme 1: Administration (R0, 833 million)

R0, 508 million to be utilized under Financial Management for partitioning for office building

R0, 325 million to be utilized under Financial Management for purchasing office furniture

Programme 2: Sustainable Resource Management (R0, 543 million)

R0, 543 million to be utilized under Engineering Services for catchment dams maintenance

Programme 4: Veterinary Service (R0, 504 million)

R0, 504 million to be utilized under Veterinary services for veterinary clinic maintenance

Programme 7: Structured Agricultural Training (R1, 613 million)

R0, 544 million to be utilized under Tertiary education for college maintenance

R1, 069 million to be utilized under Tertiary education for college fencing project already started (note: This is a conditional grant)

Programme 10: Environmental Development (R0, 546 million)

R0, 546 million to be utilized under Environmental Education for Environmental centres maintenance

Programme 11: Land Administration (R0, 476 million)

R0, 476 million to be utilized under Planning and land Survey for Land tenure projects

### Unforeseeable and unavoidable expenditure

Programme 6: Agricultural Economics (R45 000 million)

The department has received R45, 000 million for veld fire. This allocation is placed under Goods and Services of the sub-programme Marketing Services.

### Virements

Table 5.2: Details on virements per program and economic classification

Program/Economic classification	R Thousand		Motivation
	From	To	
<b>1: Administration</b>	(784)	8 869	This shift represent 12.7% of total budget of the programme
Current Payment	(784)	5 412	
Compensation of employees	(784)		The amount will be used to defray over expenditure in Goods and Services under this programme
Goods and Services		5 412	Of the R8 085 m from programme 3, R4 678 m is to be utilized to defray over expenditure in goods and services
Transfer and Subsidies		1 550	Of the R8 085 m from programme 3, R1 550 m is to be utilized to defray over expenditure in Transfers and subsidies
Capital payments		1 907	Of the R8 085 m from programme 3, R1 857 m is to be utilized to defray over expenditure in Capital Payments
<b>2: Sustainable Resource Management</b>	(1 131)	1 107	
Current Payment		1 107	
Compensation of employees		5	Of the R1 131 m from capital payments, R0 005 m is to be utilized to defray over expenditure in Goods and Services
Goods and Services		1 102	Of the R1 131 m from capital payments, R1 102 m is to be utilized to defray over expenditure in Goods and Services
Capital payments	(1 131)		The amount will be used to defray over expenditure in Compensation of Employees, Goods and Services under this programme and programme 11's Goods and Services.
<b>3: Farmer Support and Development</b>	(22 600)	6 819	
Current Payment	(6 040)	6 795	
Compensation of employees	(6 040)		The amount will be used to defray over expenditure in Goods and Services under this programme
Goods and Services		6 795	R6 040 m is taken from compensation of employees and of the R16 560 m which is taken from transfers and subsidies, R0 755 m will be utilized to defray expences in goods and services
Transfer and Subsidies	(16 560)		
Capital payments		24	Of the R16 560 m which is taken from transfers and subsidies from programme 3, R0 024 m will be utilized to defray shortfalls in payments of capital assets.



## Adjusted Estimates of Provincial Expenditure 2007

**Table 5.2: Details on virements per program and economic classification**

Program/Economic classification	R Thousand		Motivation
	From	To	
<b>4: Veterinary Services</b>		5 000	This shift represent 10.0% of total budget of the programme
Current Payment		4 756	Of the R15 781 m which is taken from programme 3 transfers and subsidies, R5 000 m will be used to defray over expenditures in this Programme.
Compensation of employees		4 180	Of which R4 180 m will be used to defray over expenditure in Compensation of Employees.
Goods and Services		576	Of which R 0 576 m in Goods and Services
Transfer and Subsidies		90	Of which R0 90 m in Transfers and Subsidies
Capital payments		154	Of which R0 154 in Capital Payment
<b>5: Technology, Research and Development</b>	(256)	856	
Current Payment	(256)	680	
Compensation of employees	(256)		
Goods and Services		680	The R 256 000 from Compensation of Employees used to defray over expenditures in Goods and services within the Programme. From Programme 8 R424 000 will also be used to defray over expenditures in Goods and Services.
Transfer and Subsidies			
Capital payments		176	Also from Programme 8 R176 000 will be used to defray over expenditures in Payment of Capital Assets.
<b>6: Agricultural Economics</b>	(967)		
Current Payment	(467)		
Compensation of employees			
Goods and Services	(467)		The R 467 000 from Goods and Services will be utilised to defray over expenditure in Programme 10 by R 424 000 and R 19 000 in Programme 11.
Transfer and Subsidies	(500)		R 500 000 will be utilised in Programme 10 for the Infrastructure Projects.
Capital payments			
<b>7: Structured Agricultural Training</b>	(1 791)	1 750	
Current Payment	(1 791)		
Compensation of employees	(170)		The amount will be utilised in Payments of Capital Assets within the Programme.
Goods and Services	(1 621)		The amount will be utilised in Payments of Capital Assets within the Programme and the remainder of R 41 000 will be utilised in Programme 11.
Transfer and Subsidies			
Capital payments		1 750	The R 1,750m for Compensation of Employees and Goods and Services within the programme will be used to defray over expenditure under Payment for capital Assets.



## Adjusted Estimates of Provincial Expenditure 2007

Table 5.2: Details on virements per program and economic classification

Program/Economic classification	R Thousand		Motivation
	From	To	
<b>8: Planning, Impact, Pollution and Waste Management</b>	( 759)	30	
Current Payment	( 759)		
Compensation of employees	( 592)		The amount will be utilised in Programme 5
Goods and Services	( 167)		The amount of R 137 000 will be utilised in Programme 5 and 11.
Transfer and Subsidies			
Capital payments		30	R30 000 will be utilised within the Programme for Payment for Capital Assets.
<b>10: Environmental Development</b>	(3 046)	3 994	
Current Payment	( 74)	3 994	
Compensation of employees	( 74)		The amount will be utilised under Goods and Services within the Programme.
Goods and Services		3 994	R 948 000 will be utilised in this Programme for the Infrastructure Projects and Goods and Services from Programme 6 and R 3,046m for Goods and services within the Programme.
Transfer and Subsidies			
Capital payments	(2 972)		The amount will be utilised to defray over expenditure under Goods and Services.
<b>11: Land Administration</b>	( 100)	3 009	
Current Payment		3 009	
Compensation of employees		30	R 30 000 is taken from Programme 7 and will be utilised to defray over expenditure under Compensation of Employees.
Goods and Services		2 979	The amount of R 2,696m from Programme 3, R 24 000 from Programme 2, R 19 000 from Programme 6, R 129 000 from Programme 8 and R 11 000 from Programme 7 will be utilised to defray over expenditures under Goods and Services.
Transfer and Subsidies			
Capital payments	( 100)		The amount will be utilised under Goods and Services within the Programme.
<b>Total</b>	<b>(31 434)</b>	<b>31 434</b>	

### Other adjustments – R17, 494 million

R0, 345 million was received in respect of Land Care (Conditional Grant)

R17, 149 million to be received in respect of Greening Mpumalanga (Flagship project)

### Savings

#### Programme 2: Sustainable Resources

A total of R18 543 million that emanates from the Gutshwa Dam allocation.

### Unforeseeable and unavoidable expenditure

#### Programme 6: Agricultural Economics (R45 000 million)

The department has received R45, 000 million for veld fire. This allocation is placed under Goods and Services of the sub-programme Marketing Services. The department has no unforeseeable and unavoidable expenditure

**Savings**
**Programme 2: Sustainable Resources**

A total of R18 543 million emanates from the Gutshwa Dam allocation and this amount is to be surrendered to Treasury

**Expenditure 2006/07 and preliminary expenditure 2007/08**

Table 5.3: Department of Agriculture and Land Administration

Programme	2006/07				2007/08		
	Adjusted appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr - Sep
R thousand							
1. Administration	63 010	25 908	60 475	96.0%	69 272	29 723	14.7%
2. Sustainable Resource Management	31 679	11 030	29 838	94.2%	65 750	26 333	138.7%
3. Farmer Support and Development	195 029	95 394	194 912	99.9%	261 319	103 066	8.0%
4. Veterinary Service	44 632	20 748	44 056	98.7%	55 638	28 512	37.4%
5. Technological Research and Development	23 959	11 034	23 885	99.7%	23 340	10 311	-6.6%
6. Agricultural Economics	16 825	6 091	16 812	99.9%	36 529	10 236	68.1%
7. Structured Agricultural Training	27 863	11 514	25 440	91.3%	36 114	16 214	40.8%
8. Planning, Pollution and Waste	12 030	4 767	11 945	99.3%	11 274	5 014	5.2%
9. Ecosystems, biodiversity and Natural	10 430	2 757	10 430	100.0%			-100.0%
10. Environmental developmewnt	34 146	14 610	33 508	98.1%	38 809	17 653	20.8%
11. Land Administration	16 080	6 390	15 280	95.0%	19 999	7 874	23.2%
<b>Subtotal</b>	<b>475 683</b>	<b>210 243</b>	<b>466 581</b>	<b>98.1%</b>	<b>618 044</b>	<b>254 936</b>	<b>21.3%</b>
<b>Current Payments</b>	<b>323 366</b>	<b>149 027</b>	<b>314 490</b>	<b>97.3%</b>	<b>407 434</b>	<b>182 210</b>	<b>22.3%</b>
Compensation of employees	208 458	104 599	204 088	97.9%	262 991	128 306	22.7%
Goods and services	114 908	44 428	110 402	96.1%	144 443	53 904	21.3%
Transfers and Subsidies	124 650	55 235	127 288	102.1%	191 070	67 453	22.1%
Provinces and municipalities	708	152	153	21.6%			-100.0%
Departmental agencies and accounts	-	68	74	0.0%			
Public corporations & private enterprises	70 105	32 634	70 135	100.0%	168 225	33 354	2.2%
Households	53 837	22 381	56 926	105.7%	22 845	34 099	52.4%
<b>Payments for Capital Assets</b>	<b>27 667</b>	<b>5 981</b>	<b>24 803</b>	<b>89.6%</b>	<b>19 540</b>	<b>5 273</b>	<b>-11.8%</b>
Buildings and other fixed structures	10 641	3 848	10 817	101.7%	11 144	4 354	13.1%
Machinery and equipment	16 778	2 089	13 804	82.3%	8 321	874	-58.2%
Cultivated assets	218	-	182	83.5%	-	-	
Software and other intangible assets	30	44	-	0.0%	75	45	2.3%
<b>Total</b>	<b>475 683</b>	<b>210 243</b>	<b>466 581</b>	<b>98.1%</b>	<b>618 044</b>	<b>254 936</b>	<b>21.3%</b>





## Adjusted Estimates of Provincial Expenditure 2007

**Table 5.4: Summary of changes to transfers and subsidies per programme**

2007/08						
	Main appropriation	Additional appropriation				Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments	
R thousand						
1. Administration				1 550		1 550
Households				1 550		1 550
2. Sustainable Resource Management	21 205					21 205
Households	21 205					21 205
3. Farmer Support and Development	165 233			(16,560)		148 673
Public Cooperation and Private Enterprises	165 233			(16,560)		148 673
4. Veterinary Service				90		90
Households				90		90
6. Agricultural Economics	19 702			(500)		19 202
Public Cooperation and Private Enterprises	19 702			(500)		19 202
<b>Total transfers and subsidies</b>	<b>206 140</b>			<b>(15,420)</b>		<b>190 720</b>

**Table 5.5: Summary of changes to conditional grants**

2007/08						
	Main appropriation	Additional appropriation				Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments	
R thousand						
2. Sustainable Resource	4 205					4 205
Total Land Care	4 205					4 205
<b>Total IGP</b>	<b>31 196</b>	<b>1 069</b>			<b>1 069</b>	<b>33 334</b>
6. Agricultural Economics	19 702					19 702
Infrastructure Grant to Provinces	19 702					19 702
7. Structured Agricultural Training	7 994	1 069			1 069	10 132
Infrastructure Grant to Provinces	7 994	1 069			1 069	10 132
10. Environmental Education	3 500					3 500
Infrastructure Grant to Provinces	3 500					3 500
<b>Subtotal: Conditional Grants</b>	<b>35 401</b>	<b>1 069</b>			<b>1 069</b>	<b>37 539</b>

# Vote 6

## Economic Development and Planning

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	361,348	371,348		10,000
<i>of which:</i>				
Current payments	120,819	124,884		4,065
Transfers and subsidies	238,029	243,964		5,935
Payments for capital assets	2,500	2,500		-
<b>Executive authority</b>	<b>MEC of Economic Development and Planning</b>			
<b>Accounting officer</b>	<b>Deputy-Director-General of Economic Development and Planning</b>			

### Aim

The aim of the vote is to facilitate, implement and co-ordinate integrated planning and stimulates sustainable economic development.

### Adjusted Estimates of Department Expenditure 2007

Table 6.1: Department of Economic Development and Planning

2007/08							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1 Administration	52,168	-	-	(225)	-	(225)	51,943
2 Integrated Economic Development	259,594	-	-	935	-	935	260,529
3 Trade and Industry Development	19,806	-	-	2,347	-	2,347	22,153
4 Business Regulation	14,796	-	-	301	-	301	15,097
5 Economic Planning	14,984	-	-	(3,358)	10,000	6,642	21,626
<b>Subtotal</b>	<b>361,348</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,000</b>	<b>10,000</b>	<b>371,348</b>
<b>Economic classification</b>							
Current payments	120,819			(5,935)	10,000	4,065	124,884
Compensation of employees	42,969			1,779		1,779	44,748
Goods and services	77,850			(7,714)	10,000	2,286	80,136
Transfers and subsidies	238,029			5,935		5,935	243,964
Public corporations & private enterprises				60,905		60,905	60,905
Non-profit institutions	123,651			59,408		59,408	183,059
Households	114,378			(114,378)		(114,378)	
Payments for capital assets	2,500						2,500
Machinery and equipment	2,500						2,500
<b>Total</b>	<b>361,348</b>				<b>10,000</b>	<b>10,000</b>	<b>371,348</b>

## Details of adjustments to Estimates of Provincial Expenditure 2007

### Unforeseeable and unavoidable expenditure – R10, 000 million

#### Programme 5: Economic Policy and Planning

The amount of R10, 000 million is payment of transaction advisor for conducting feasibility study for purchase of KMIA airport.

#### Virements

Program/Economic classification	R'000		Mutation
	From	To	
<b>Programme 1</b>		<b>(225)</b>	
Current Payment		(225)	
Goods and Services		(225)	
<b>Programme 2</b>		<b>985</b>	
Transfer and Subsidies		985	Programme funded by Programme 5 to compensate Zithabeni which was under budgeted for.
<b>Programme 3</b>		<b>237</b>	
Current Payment		237	
Compensation of employees		237	The underspending of Trade and Investment Promotion in compensation of employees funded Salar development over spending in compensation of employees
<b>Programme 4</b>		<b>30</b>	
Current Payment		30	
Goods and Services		30	Corporate Governance underspending (R1) funded Consumer Protection
<b>Programme 5</b>		<b>(338)</b>	
Current Payment		(338)	
Compensation of employees		(140)	
Goods and Services		(188)	Knowledge Management funded Zithabeni, Salar Development and the Office of the JOD
<b>Total for vire</b>		<b>338</b>	

## Expenditure 2006/07 and preliminary expenditure 2007/08

Table 6.3: Department of Economic Development and Planning

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
1. Administration	39,793	20,556	39,416	99%	51,943	19,821	-4%
2. Integrated Development Services	57,400	30,938	66,129	115%	280,529	139,801	351%
3. Trade and Industry	176,577	92,024	174,407	99%	22,153	9,211	-90%
4. Business Regulation	38,153	15,703	30,200	79%	15,097	5,279	-66%
5. Economic Policy and Planning	9,582	2,660	7,753	81%	21,626	3,080	16%
<b>Total</b>	<b>321,485</b>	<b>161,918</b>	<b>317,985</b>	<b>99%</b>	<b>371,348</b>	<b>177,195</b>	<b>9%</b>

Table 6.3: Department of Economic Development and Planning

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
Current payments	38,863	46,861	91,832	236%	124,884	43,507	-7%
Compensation of employees	24,757	20,518	39,688	160%	44,748	26,527	29%
Goods and services	14,106	26,143	52,144	370%	80,136	16,980	-35%
Transfers and subsidies	282,210	114,670	224,633	80%	243,964	132,995	16%
Provinces and municipalities		27	100	#DIV/0!			-100%
Public corporations & private enterprises	59,100	28,061	59,100	100%	60,905	29,598	5%
Non-profit institutions	223,110	86,582	165,306	74%	183,059	103,399	19%
Households			127	#DIV/0!			#VALUE!
Payments for capital assets	412	587	1,520	369%	2,500	693	18%
Machinery and equipment	412	587	1,520	369%	2,500	693	18%
<b>Total</b>	<b>321,485</b>	<b>161,918</b>	<b>317,985</b>	<b>99%</b>	<b>371,348</b>	<b>177,195</b>	<b>9%</b>

### Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first six months of 2007/08 amounted to R177, 195 million or 49 per cent of the adjusted appropriation of R 371,348 million for 2007/2008.

Table 6.4: Summary of changes to transfers and subsidies per programme

2007/08						
R thousand	Main appropriation	Additional appropriation			Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement Other adjustments		
<b>Programme 2: Intergrated Economic Development</b>						
Public corporations & private enterprises				60,905	60,905	60,905
Non-profit institutions	123,651			59,408	59,408	183,059
Households	114,378			(114,378)	(114,378)	
<b>Total transfers and subsidies</b>	<b>238,029</b>			<b>5,935</b>	<b>5,935</b>	<b>243,964</b>



# Vote 07

## Education

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	7,956,022	8,118,307	-	162,285
<i>of which:</i>				
Current payments	7,239,432	7,331,606	-	92,174
Transfers and subsidies	359,493	357,500	(1,993)	
Payments for capital assets	357,097	429,201	-	72,104
Executive Authority	MEC of Education			
Accounting Officer	Superintendent-General of Education			

### Aim

The Mpumalanga Department of Education is committed to render quality education for all, through effective teaching and learning, skills development, involvement of stakeholders and maximum utilisation of resources for socio-economic enhancement of all citizens.



## Adjusted Estimates of Department Expenditure 2007

Table 7.1 Adjusted estimates

Programme	2007/08						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
R thousand							
1 Administration	866,337	-	-	6,000	-	6,000	872,337
2 Public Ordinary School Education	6,553,830	52,971	-	6,300	101,093	160,364	6,714,194
3 Independent School Subsidies	21,404	-	-	(10,214)	-	(10,214)	11,190
4 Public Special Schools	115,360	-	-	6,000	-	6,000	121,360
5 Further Education and Training	184,126	7,621	-	-	600	8,221	192,347
6 Adult Basic Education and Training	87,476	-	-	-	-	-	87,476
7 Early Childhood Development	67,297	-	-	(3,086)	-	(3,086)	64,211
8 Auxilliary and Associated Services	60,192	-	-	(5,000)	-	(5,000)	55,192
<b>Total</b>	<b>7,956,022</b>	<b>60,592</b>	<b>-</b>	<b>-</b>	<b>101,693</b>	<b>162,285</b>	<b>8,118,307</b>
Economic classification							
<b>Current payments</b>	<b>7,239,432</b>	<b>7,582</b>	<b>-</b>	<b>(16,501)</b>	<b>101,093</b>	<b>92,174</b>	<b>7,331,606</b>
Compensation of employees	5,847,684	-	-	3,000	101,093	104,093	5,951,757
Goods and services	1,391,768	7,582	-	(19,501)	-	(11,919)	1,379,849
Transfers and subsidies	359,493	7,621	-	(10,214)	600	(1,993)	357,500
Departmental agencies and accounts	3,768	-	-	-	-	-	3,768
Non-profit institutions	327,435	7,621	-	(10,214)	600	(1,993)	325,442
Households	28,290	-	-	-	-	-	28,290
Payments for capital assets	357,097	45,389	-	26,715	-	72,104	429,201
Buildings and other fixed structures	346,667	45,389	-	-	-	45,389	392,056
Machinery and equipment	10,430	-	-	26,715	-	26,715	37,145
<b>Total</b>	<b>7,956,022</b>	<b>60,592</b>	<b>-</b>	<b>-</b>	<b>101,693</b>	<b>162,285</b>	<b>8,118,307</b>

## Details of adjustments to Estimates of Provincial Expenditure 2007

## Roll-overs – R60, 592 million

Programme 2: Public Ordinary Schools

Learner and Teacher Support Material- R6, 130 million

Not all invoices for Learner and Teacher Support Material were paid before the end of the financial year 2006/2007.

## Conditional Grants

Infrastructure Development – R45, 389 million

Not all the capital projects that started in the 2006/2007 financial year could be completed by 31<sup>st</sup> March 2007.

School Nutrition Programme – R1, 452 million

Invoices were received late from suppliers for the delivery of foods and so they could not be paid by the 31<sup>st</sup> March 2007.

Programme 5. Further Education and Training



Conditional Grants

FET Recapitalisation – R7, 621 million

The roll over had been requested to be used for FET Recapitalisation projects which was never concluded by 2006/2007 financial year.

Virements

Table 7.2: Details on virements per program and economic classification

Program/Economic classification	R thousand		Motivation
	From	To	
<b>1. Administration</b>	-	6,000	
Current Payment	-	6,000	
Goods and Services	-	6,000	An amount of R3,914 million from Programme 3 Independent Schools transfers will supplement a shortage in Programme 1 HRD for goods and services. An amount of R2,806 million from Programme 7 Early Childhood Development goods and services will supplement a shortage in Programme 1 for goods and services
<b>2. Public Ordinary School education</b>	-	6,300	
Current Payment	-	6,300	
Goods and Services	-	6,300	An amount of R6,300 million from Programme 3 Independent Schools Transfers will supplement a shortage in Programme 2 in goods and services( LTSM due to the fact that previous year's payments were only effected in this financial year)
<b>3. Independent School subsidies</b>	(10,214)	-	<b>This shifting represents 48% of the total programme</b>
Transfer and Subsidies	(10,214)	-	An amount of R10, 214 million has been released because more independent schools have been taken by Limpopo during demarcation than we received from Limpopo. Of the R10, 214 million, R3, 914 has been allocated to programme 1 for goods and services. The remaining R6, 3 million has been allocated to programme 2 for goods and services.
<b>4. Public Special School Education</b>	-	6,000	
Current Payment	-	6,000	
Compensation of employees	-	6,000	An amount of R5 million from Programme 8 External Examination for Compensation of Employees will be used to supplement Compensation of Employees in Programme 4.  An amount of R1 million from Programme 7 Early Childhood Development goods and services will be used to supplement shortage in Programme 4 Special Schools, Compensation of Employees

Table 7.2: Details on virements per program and economic classification

Program/Economic classification	R thousand		Motivation
	From	To	
<b>7. Early Childhood Development</b>	(3,086)	-	
Current Payment	(3,086)	-	
Goods and Services	(3,086)	-	An amount of R3,086 million has been released because tenders to purchase equipment could not be finalised on time. From this amount R1 million has been allocated to Programme 4 as Compensation of Employees. The remaining of R2, 086 million has been transferred to Programme 1 as Goods and Services.
<b>8. Auxiliary and Associated Services</b>	(5,000)	-	<b>This shifting represents 8,3% of the total programme</b>
Current Payment	(5,000)	-	
Compensation of employees	(5,000)	-	An amount of R5 million has been released because not all budgeted vacant posts were filled as at the beginning of the financial year. The amount has been reallocated to Programme 4 as Compensation of Employees.
<b>Total for vote</b>	<b>(18,300)</b>	<b>18,300</b>	





**Other adjustments – R101, 693 million**

Programme 2: An amount of R101, 093 million has been registered with the Provincial Treasury as pressure for compensation of employees.

An amount of R0, 600 million has been refunded by National department of Education as interest for the recapitalisation money surrendered for the 2006/07 financial year.

**Expenditure 2006/07 and preliminary expenditure 2007/08**

**Table 7.3: Expenditure trends**

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
1. Administration	592,102	261,240	574,430	97%	872,337	332,436	27%
2. Public Ordinary Schools	5,274,555	2,368,862	5,245,458	99%	6,714,194	3,169,518	34%
3. Independent School	9,465	6,916	9,445	100%	11,190	5,993	-13%
4. Public Special Schools	99,910	49,355	99,346	99%	121,360	55,076	12%
5. Further Education and	169,296	78,064	168,181	99%	192,347	89,879	15%
6. Adult Basic Education and	79,456	32,545	75,472	95%	87,476	27,490	-16%
7. Early Childhood	45,427	17,271	45,252	100%	64,211	26,476	53%
8. Auxilliary and Associated	55,646	20,665	55,302	99%	55,192	24,611	19%
<b>Total</b>	<b>6,325,857</b>	<b>2,834,918</b>	<b>6,272,866</b>	<b>99%</b>	<b>8,118,307</b>	<b>3,731,479</b>	<b>32%</b>

**Table 7.3: Expenditure trends**

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
Current payments	5,727,842	2,552,551	5,716,542	100%	7,331,606	3,402,987	33%
Compensation of employees	4,612,557	2,202,850	4,751,834	103%	5,951,757	2,917,351	32%
Goods and services	1,115,285	349,701	964,708	86%	1,379,849	485,636	30%
Transfers and subsidies	245,888	139,531	255,160	104%	357,500	213,693	53%
Provinces and municipalities	3,542	3,524	3,747	106%	-	-	-100%
Departmental agencies and accounts	3,545	-	3,545	100%	3,768	4,057	-
Non-profit institutions	223,889	127,671	233,709	104%	325,442	201,740	58%
Households	14,912	8,336	14,159	95%	28,290	7,896	-5%
Payments for capital assets	352,127	142,836	301,184	86%	429,201	114,799	-20%
Buildings and other fixed structures	345,913	142,621	300,524	87%	392,056	114,322	-20%
Machinery and equipment	6,214	215	660	11%	37,145	477	122%
<b>Total</b>	<b>6,325,857</b>	<b>2,834,918</b>	<b>6,272,866</b>	<b>99%</b>	<b>8,118,307</b>	<b>3,731,479</b>	<b>32%</b>

### Selected expenditure trends for the first half of the 2007/08 financial year

The Department projected an overspending under Compensation of Employees this was as a result of the unforeseen increase in the improvement of conditions of services. The department had during the budgeting process budgeted for 5% inflation related increase whereas during negotiations 7.5% was granted. More Independent Schools were given to Limpopo than the number of schools we received from Limpopo; this necessitated the release of funds earmarked for transfers to Independent Schools, as a saving to other programmes within the vote.

Expenditure in the first six months of 2007/08 amounted to R3, 731 billion of the adjusted appropriation of R8, 200 billion for 2007/2008 financial year.

Table 7.4: Summary of changes to transfers and subsidies per programme

R thousand	2007/08						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
3.Independent School Subsidies	-	-	-	-	-	-	-
Non Profit Institution	21,404	-	-	(10,214)	-	(10,214)	11,190
<b>Total transfers and subsidies</b>	<b>21,404</b>	<b>-</b>	<b>-</b>	<b>(10,214)</b>	<b>-</b>	<b>(10,214)</b>	<b>11,190</b>

Table 7.5: Summary of changes to conditional grants

R thousand	2007/08						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
2 Public Ordinary School Education	307,583	46,841	-	-	-	46,841	354,424
School Nutrition Grant	106,604	1,452	-	-	-	1,452	108,056
Infrastructure Grant	200,979	45,389	-	-	-	45,389	246,368
5 Further Education and Training	40,055	7,621	-	-	-	7,621	47,676
FET Recapitalisation	40,055	7,621	-	-	-	7,621	47,676
<b>Total transfers and subsidies</b>	<b>347,638</b>	<b>54,462</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>54,462</b>	<b>402,100</b>



# Vote 8

## Public Works

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	355,070	362,446	-	7,376
<i>of which:</i>				
Current payments	337,097	335,811	(1,286)	
Transfers and subsidies	1,539	1,530	(9)	
Payments for capital assets	16,434	25,105		8,671
Executive authority	MEC of Public Works			
Accounting officer	Deputy Director-General of Public Works			

### Aim

To provide, maintain and manage provincial government building infrastructure in an efficient, effective and equitable manner and in doing so, contribute towards the achievement of a better life for all citizens of Mpumalanga through, amongst other programmes, the Expanded Public Works Programme."

### Adjusted Estimates of Department Expenditure 2007

**Table 8.1: Department of Public Works**

Programme		2007/08					
		Additional appropriation					
R thousand	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	Adjusted appropriation
1. Administration	54,792	100	-	4,339		4,439	59,231
2. Public Works	278,113	1,870	-	(6,636)	5,406	640	278,753
3. Expanded Public Works Programme	22,165	-	-	2,297		2,297	24,462
<b>Total</b>	<b>355,070</b>	<b>1,970</b>	<b>-</b>	<b>-</b>	<b>5,406</b>	<b>7,376</b>	<b>362,446</b>
<b>Current payments</b>	<b>337,097</b>	<b>-</b>	<b>-</b>	<b>(6,692)</b>	<b>5,406</b>	<b>(1,286)</b>	<b>335,811</b>
Compensation of employees	188,132	-	-	(3,920)		(3,920)	184,212
Goods and services	148,965	-	-	(2,772)	5,406	2,634	151,599
<b>Transfers and subsidies</b>	<b>1,539</b>	<b>-</b>	<b>-</b>	<b>(9)</b>	<b>-</b>	<b>(9)</b>	<b>1,530</b>
Provinces and municipalities	-	-	-	232	-	232	232
Departmental agencies and accounts	-	-	-	50	-	50	50
Households	1,539	-	-	(291)	-	(291)	1,248
<b>Payments for capital assets</b>	<b>16,434</b>	<b>1,970</b>	<b>-</b>	<b>6,701</b>	<b>-</b>	<b>8,671</b>	<b>25,105</b>
Buildings and other fixed structures	12,333	1,870	-	3,900	-	5,770	18,103
Machinery and equipment	4,101	100	-	2,801	-	2,901	7,002
<b>Total</b>	<b>355,070</b>	<b>1,970</b>	<b>-</b>	<b>-</b>	<b>5,406</b>	<b>7,376</b>	<b>362,446</b>

## Details of adjustments to Estimates of Provincial Expenditure 2007

### Roll-overs – R1, 970 million

#### Programme 1: Administration

R100 000 has been rolled over to pay for computer equipments.

#### Programme 2: Public Works

R 1,870 million has been rolled over to pay for the installation of Lifts at the Kwamhlanga Government Complex.

### Virements

Table 8.2: Details on virements per program and economic classification

Program/Economic classification	R thousand		Motivation
	From	To	
<b>Programme1</b>	-	4,339	
Current Payment	-	2,239	
Goods and Services		2,239	The funds are required to defray possible over expenditure on the for recruitment advertising , transversal programmes and Travel and Subsistence
Capital payments		2,100	The funds are required to defray possible over expenditure on purchase of office equipments and to purchase GG Vehicles
<b>Programme2</b>	(11,236)	4,600	
Current Payment	(11,236)	4,600	
Compensation of employees	(2,673)		A saving of R2,673 million is anticipated under compensation of employees and this will be transferred to payment of capital assets.
Goods and Services	(8,563)		A saving of R8,563 million is anticipated under goods and services and this will be transferred to goods and services in Programme 1:Administration and 3: EPWP.
Capital payments		4,600	This funds have been shifted from the goods an services of Programme 2 to fund the purchase of the Premier's guest house, and to fund the purchase of furniture and equipment for the Professional Services staff.
<b>Programme3</b>	(1,256)	3,553	
Current Payment	(1,247)	3,552	
Compensation of employees	(1,247)		A saving of R1,247 million is anticipated under compensation of employees and this will be transferred to goods and services to fund the Sakha'bakhi and National Youth Services programmes.
Goods and Services		3,552	The funds (R2,297 million) are shifted from Goods and Services in Programme 2. They are required to fund the Sakhi'abakhi programme and the implementation of the National Youth Service in the Province. R1,247 million has been shifted from compensation of employees to further fund the programme
Transfer and Subsidies	(9)		These funds were reduce from Transfers and subsidies to Goods an Services to balance back to the Budget Statement
Capital payments		1	These funds were reduce from Goods an Services to balance back to the Budget Statement
<b>Total for vote</b>	<b>(12,492)</b>	<b>12,492</b>	

## Other adjustments-R 5,406 million

### Additional funding

#### Programme 2: Public Works

The amount of R5, 406 million is for additional funding of the Department. The amount of R0,406 million is for the Professional services structure's operational costs (Travel and Subsistence). The Professional Service's structure has been revised in order to build in-house technical capacity.

The R5,000 million is for the funding of the completion and finalization of the Fixed Asset Register which involves sub-division of some properties, vesting of properties, conditional audit, valuation of the properties and capturing of assets into the Geographical Information System (GIS).

Table 8.3: Department of Public Works

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
1. Administration	49,073	21,466	46,626	95%	59,231	26,433	23%
2. Public Works	249,408	119,935	244,631	98%	278,753	119,699	0%
3. Expanded Public Works Programme	11,982	4,089	11,573	97%	24,462	15,335	275%
<b>Total</b>	<b>310,463</b>	<b>145,490</b>	<b>302,830</b>	<b>97.54%</b>	<b>362,446</b>	<b>161,467</b>	<b>10.98%</b>
<b>Current payments</b>	<b>298,643</b>	<b>140,843</b>	<b>293,343</b>	<b>98.23%</b>	<b>335,811</b>	<b>148,664</b>	<b>5.55%</b>
Compensation of employees	145,798	68,400	137,667	94.42%	184,212	86,928	27.08%
Goods and services	152,845	72,443	155,676	101.85%	151,599	61,738	-14.78%
Transfers and subsidies	1,667	876	1,717	93.33%	1,530	797	-9.02%
Provinces and municipalities	630	170	588	93.33%	232	-	-
Departmental agencies and accounts	-	-	-	-	50	-	-
Households	1,037	706	1,129	-	1,248	797	12.89%
Payments for capital assets	10,153	3,771	7,770	76.53%	25,105	12,006	218.38%
Buildings and other fixed structures	3,200	634	3,376	105.50%	18,103	10,773	1599.21%
Machinery and equipment	6,953	3,137	4,394	63.20%	-	1,233	-60.69%
<b>Total</b>	<b>310,463</b>	<b>145,490</b>	<b>302,830</b>	<b>97.54%</b>	<b>362,446</b>	<b>161,467</b>	<b>10.98%</b>

### Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first six months of 2007/08 amounted to R161, 467 million or 45,5 per cent of the main appropriation of R355, 070 million compared to R145, 490 million or 47 percent of the adjusted appropriation of R310, 463 million for 2006/07.

The increase in the Buildings and other fixed structure of 2007/08 compared to 2006/07 in Programme 3: EPWP is due to the community projects amounting to R9, 000 million which was paid in this financial year. This was not budgeted for in 2006/07 budget. The decrease in the machinery and equipment of 2007/08 compared to 2006/07 is due to the delays in the purchase of office furniture and equipment.

Table 8.4: Summary of changes to transfers and subsidies per programme

R thousand	2007/08						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
<b>1. Administration</b>	<b>100</b>						
Departmental agencies and accounts	-			50	-	50	100
Households	100		(50)		(50)	50	50
<b>2. Public Works</b>	<b>1,345</b>						
Local Government				232		232	1,345
Households	1,345		(232)		(232)	1,113	1,113
<b>3. Expanded Public Works Programme</b>	<b>94</b>						
Households	94		(9)		(9)	85	85
<b>Total transfers and subsidies</b>	<b>1,539</b>				(9)	1,530	1,530



# Vote 9

## Safety and Security

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	44,510	44,510	-	-
<i>of which:</i>				
Current payments	39,111	38,111	(1,000)	-
Transfers and subsidies	-	-	-	-
Payments for capital assets	399	1,399	-	1,000
Direct charge against the Provincial Revenue Fund	5,000	5,000	-	-
Executive authority	MEC for Safety and Security			
Accounting officer	Deputy Director-General of the Department of Safety and Security			

### Aim

The Department of Safety and Security in terms of its mandate has the responsibility to oversee the effectiveness of the South African Police Service by promoting good relations between the Police and the Community, and ensure co-ordination around Social Crime Prevention programmes and projects.

### Adjusted Estimates of Expenditure 2007

**Table 9.1: Adjusted estimates**

R thousand	Main appropriation	2007/08					Adjusted appropriation
		Additional Appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1 Administration	26,502	-	-	(500)	-	(500)	26,002
2 Implementation	14,508	-	-	-	-	-	14,508
3 Security Services	3,500	-	-	500	-	500	4,000
<b>Total</b>	<b>44,510</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,510</b>
<b>Economic classification</b>							
Current payments	44,111	-	-	(1,000)	-	(1,000)	43,111
Compensation of employees	30,232	-	-	(3,200)	-	(3,200)	27,032
Goods and services	13,879	-	-	2,200	-	2,200	16,079
Transfers and subsidies	-	-	-	-	-	-	-
Payments for capital assets	399	-	-	1,000	-	1,000	1,399
Buildings and other fixed structures	80	-	-	-	-	-	80
Machinery and equipment	319	-	-	1,000	-	1,000	1,319
<b>Total</b>	<b>44,510</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44,510</b>



## Details of adjustments to Estimates of Expenditure 2007

### Virements

Table 9.2: Details on virements per program and economic classification

Programme / Economic classification	R Thousand		Motivation
	From	To	
<b>Programme1 Administration</b>	(2,200)	1700	
Current Payment	(2,200)	700	
Compensation of employees	(2,200)		Saving due to unfilled budgeted posts and R1, 700 million will be used to defray projected over-expenditure in same programme and R500, 000 in programme 3
Goods and Services		700	The amount will be utilised to cover the anticipated over expenditure on Goods and Services
Transfer and Subsidies			
Capital payments		1000	The amount will be utilised for the purchasing of GG vehicles and Computer Equipment.
<b>Programme2 Implementation</b>	(1,000)	1000	
Current Payment	(1,000)	1000	
Compensation of employees	(1,000)		Saving due to unfilled budgeted posts will be used to defray projected over-expenditure in same programme
Goods and Services		1000	The amount will be utilised to cover the anticipated over expenditure for the Security Volunteers and Moral Regeneration Movement programmes.
Transfer and Subsidies			
Capital payments			
<b>Programme3 Security Services</b>		500	
Current Payment		500	
Compensation of employees			
Goods and Services		500	The amount will be used for the payment of security services because of the new regional office created.
Transfer and Subsidies			
Capital payments			
<b>Total for vote</b>	<b>(3,200)</b>	<b>3200</b>	

## Expenditure 2006/07 and preliminary expenditure 2007/08

Table 9.3: Safety and Security

Programme	2006/07				2007/08		
	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
<b>1. Administration</b>	23,165	11,424	23,280	100,5%	26,502	12,086	5.6%
<b>2. Implementation</b>	14,084	5,944	13,854	98,4%	14,508	6,650	11.9%
<b>3. Security Services</b>	4,591	1,639	3,146	68,6%	3,500	1,938	18.2%
<b>Total</b>	<b>41,840</b>	<b>19,007</b>	<b>40,282</b>	<b>98,4%</b>	<b>44,510</b>	<b>20,674</b>	<b>8.8%</b>
<b>Current payment</b>	41,436	18,570	39,793	98,4%	20,292	20,292	9.3%
Compensation of employees	26,133	12,079	23,382	89,2%	30,232	12,489	3.4%
Goods and services	15,303	6,491	16,397	107,1%	13,879	7,608	20.3%
Financial transactions in assets and liabilities	-	-	14	-	-	-	-
Transfers & Subsidies	55	20	20	35,7%	-	-	0.0%
Provinces and municipalities	56	20	20	35,7%	0	-	-
Payment for capital assets	348	417	469	161%	399	377	-9.6%
Machinery and equipment	348	417	469	161%	-	-	-
<b>Total</b>	<b>41,840</b>	<b>19,007</b>	<b>40,282</b>	<b>96,2%</b>	<b>44,510</b>	<b>20,674</b>	<b>8.8%</b>



# Vote 10

## Health and Social Services (Health)

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	3,594,674	3,717,636	-	122,962
<i>of which:</i>				
Current payments	3,157,691	3,228,929	-	71,238
Transfers and subsidies	99,610	99,459	(151)	
Payment for capital assets	337,373	389,248	-	51,875
Executive Authority	MEC for Health and Social Services			
Accounting Officer	Superintendent General for Health and Social Services			

### Aim

To provide and promote integrated quality health services in partnership with all stakeholders to ensure healthy lifestyles and reduce poverty in all communities of Mpumalanga.

### Adjusted Estimates of Department Expenditure 2007

Table 10.1: Health

Programme	2007/08						
	Main Appropriation	Adjustment Appropriation				Total additional appropriation	Adjusted appropriation
R thousand		2006-07 Rollover	unforseeable /unavoidable	Virement	Other adjustments		
1. Administration	186,819	-	-	-	-	-	186,819
2. District Health Services	1,892,609	-	-	-	36,524	36,524	1,929,133
3. Emergency Medical Services	146,200	-	-	-	-	-	146,200
4. Provincial Hospital Services	511,071	-	-	-	23,816	23,816	534,887
5. Central Hospital	422,213	-	-	-	23,000	23,000	445,213
6. Health Sciences and Training	99,138	-	-	-	310	310	99,448
7. Health Care Support Services	87,008	18,336	-	-	-	18,336	105,344
8. Health Facilities Management	249,616	-	-	-	20,976	20,976	270,592
<b>Total: Health</b>	<b>3,594,674</b>	<b>18,336</b>	<b>-</b>	<b>-</b>	<b>104,626</b>	<b>122,962</b>	<b>3,717,636</b>

#### 3. Summary of Economic Classification Payments

Current payments	3,157,691	271	(12,683)	83,650	71,238	3,228,929
Compensation of employees	2,132,844	-	(143,691)	42,000	(101,691)	2,031,153
Goods and services	1,024,847	271	-	131,008	41,650	1,197,776
Transfer payment and subsidies to:	99,610	-	(151)	-	(151)	99,459
Departmental agencies and accounts	30,000	-	1	-	1	30,001
Non-profit institutions	67,707	-	(1,710)	-	(1,710)	65,997
Households	1,903	-	1,558	-	1,558	3,461
Payments on capital assets	337,373	18,065	12,834	20,976	51,875	389,248
Buildings and other fixed structures	185,364	13,000	(1,183)	20,976	32,793	218,157
Machinery and equipment	152,009	5,065	13,542	-	18,607	170,616
Software and other intangible assets	-	-	475	-	475	475
<b>Total payments</b>	<b>3,594,674</b>	<b>18,336</b>	<b>-</b>	<b>104,626</b>	<b>122,962</b>	<b>3,717,636</b>



## Details of adjustments to Estimates of Provincial Expenditure 2007

### Roll-overs – R18, 336 million

The funds will be utilised for infrastructure development in Ermelo and Secunda and conversion of Forensic Pathology Service vehicles.

Programme 7: Health Care Support

Forensic Pathology Services grant R 18, 336 million

### Virements

**Table 10.2: Details on virements per program and economic classification**

Program/Economic classification	R thousand		Motivation
	From	To	
<b>Programme1</b>	<b>(4,603)</b>	<b>10,431</b>	
Current Payment	(4,603)	10,331	
Compensation of employees	(4,603)		Savings resulting from funded vacant posts that are not filled as anticipated and new vacancies that are rising are shifted to Goods and Services.
Goods and Services		10,331	Savings from Compensation and Capital Assets will be used to defray over expenditure anticipated in the Goods and Services.
Transfer and Subsidies		100	Funds shifted from Capital Payments to Transfers to defray over expenditure caused by payments of leave gratuity (Households).
Capital payments	(5,828)		Savings anticipated in the economic classification due to a maunatorium that has been made in the department with regards to purchase of capital equipment has been shifted to Transfers and Goods and Services.
<b>Programme2</b>	<b>(77,576)</b>	<b>103,576</b>	
Current Payment	(102,354)	102,300	
Compensation of employees	(102,354)		Funds shifted from Compensation of employees due to vacant funded posts that are not filled as anticipated.
Goods and Services		102,300	Savings from Compensation of Employees will be used defray over expenditure anticipated in Goods and Services.
Transfer and Subsidies	(1,222)		Funds shifted from Transfers to Capital payments to defray over expenditure anticipated.
Capital payments		1,276	Funds from shifted from Transfers to Capital Assets.
<b>Programme3</b>	<b>(15,089)</b>	<b>15,089</b>	
Current Payment	(15,089)	3,773	
Compensation of employees		3,773	Over expenditure caused by under budgeting on Compensation of employees will be defrayed using funds from the Goods and Services.
Goods and Services	(15,089)		Savings anticipated in the economic classification is shifted to the Capital Assets and Compensation of employees.
Transfer and Subsidies		1	Over expenditure caused by payments of injury on duty defrayed by the saving from Goods and Services.
Capital payments		11,315	Funds shifted from Goods and Services to cater for additional ambulances.



## Adjusted Estimates of Provincial Expenditure 2007

**Table 10.2: Details on virements per program and economic classification**

Program/Economic classification	R thousand		Motivation
	From	To	
<b>Programme4</b>	<b>(7,513)</b>	<b>7,513</b>	
Current Payment	(6,217)	6,533	
Compensation of employees	(6,217)		Funds shifted from Compensation of employees to Goods and Services to defray over expenditure anticipated.
Goods and Services		6,533	Funds shifted from Compensation of employees to Goods and Services to defray over expenditure anticipated.
Transfer and Subsidies		980	Funds shifted from Compensation of employees to Capital payments to defray over expenditure anticipated due to payments of leave gratuity.
Capital payments	(1,296)		Savings anticipated in the economic classification due to a maunatorium that has been made in the department with regards to purchase of capital equipment has been shifted to Transfers and Goods and Services.
<b>Programme5</b>	<b>(5,853)</b>	<b>5,853</b>	
Current Payment	(5,853)	5,853	
Compensation of employees	(5,853)		Savings are shifted from Compensation of employees to Goods and Services to defray over expenditure anticipated.
Goods and Services		5,853	Funds will defray the over expenditure anticipated in the Goods and Services.
<b>Programme6</b>	<b>(3,808)</b>	<b>3,808</b>	
Current Payment	(3,808)	2,703	
Compensation of employees	(3,808)		Funds shifted from Compensation of Employees due to vacant funded posts that are not filled to Goods and Services and Capital payment.
Goods and Services		2,703	Funds will be used to defray over expenditure anticipated on Goods and Services.
Capital payments		1,105	Funds are going to be used to purchase office furniture and computer equipment and defray.
<b>Programme7</b>	<b>(7,445)</b>	<b>7,445</b>	
Current Payment	(7,435)	-	
Compensation of employees	(3,501)		Funds shifted from Compensation of Employees due to vacant funded posts that are not filled and Goods and Services to Capital payment.
Goods and Services	(3,934)		Savings shifted from Goods and Services to Capital Payments.
Transfer and Subsidies	(10)		Savings shifted from Transfers to Capital Payments.
Capital payments		7,445	Funds are shifted to Capital Assets from Goods and Services & Compensation of employees to be used to purchase Forensic Pathology equipment and vehicles.
<b>Programme8</b>	<b>(2,311)</b>	<b>2,311</b>	
Current Payment	(1,128)	2,311	
Compensation of employees	(1,128)		Funds are shifted from Compensation of employees to Goods and Services to cater for maintenance of infrastructure.
Goods and Services		2,311	Funds will be used for infrastructure maintenance.
Capital payments	(1,183)		Funds are shifted from Capital to Goods and Services to cater for maintenance of infrastructure.
<b>Total for vote</b>	<b>(120,270)</b>	<b>120,270</b>	

**Other Adjustments - R 104 626 million**

Programme 2: District Health Services - R36, 524m

R36, 524 million is allocated as follows: R14, 490 million added on Compensation of Employees for GEMS and Occupational Specific Dispensation and an amount of R22, 034 million allocated to Goods and Services to defray over expenditure anticipated by the programme.

Programme 4: Provincial Hospital Services – R23, 816m

An amount of R19, 200 million is allocated to Compensation of Employees for GEMS and the Occupational Specific Dispensation.

R4, 616 million is allocated to Goods and Services in the TB Hospitals for MDR/XDR.

Programme 5: Tertiary Hospital Services – R23, 000m

R8 million is allocated to Compensation of Employees for GEMS contributions and the Occupational Specific Dispensation for the Nurses, R15 million is allocated to Goods and Services to cover the over expenditure anticipated by the programme.

Programme 6: Health Sciences and Training – R0, 310m

R310 thousand is allocated to the Nursing College for the Occupational Specific Dispensation (Phase 1) for the Student Nurses

Programme 8: Health Care Facilities – R20, 976m

R20, 976 million is allocated to the Community Health Facilities for MDR Infrastructure



Expenditure 2006/07 and preliminary expenditure 2007/08

Table 10.3: Health

Programme	2006/07				2007/08		
	Expenditure Outcomes				Preliminary Expenditure		
	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 2006 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% Change 06/07 - 07/08 Apr-Sep
R thousand							
1. Administration	180,319	85,494	179,619	100%	186,819	86,815	102%
2. District Health Services	1,587,572	789,458	1,554,782	98%	1,929,133	854,822	108%
3. Emergency Medical Services	118,416	47,333	109,407	92%	146,200	63,416	134%
4. Provincial Hospital Services	435,347	205,469	440,791	101%	534,887	214,301	104%
5. Central Hospital Services	417,534	216,040	443,068	106%	445,213	208,168	98%
6. Health Sciences and Training	91,293	50,599	82,225	90%	99,448	60,676	120%
7. Health Care Support Services	38,766	11,516	24,868	64%	105,344	30,521	265%
8. Health Care Facilities	162,995	77,621	177,732	109%	270,592	72,063	93%
<b>Total</b>	<b>3,032,242</b>	<b>1,483,530</b>	<b>3,012,492</b>	<b>99%</b>	<b>3,717,636</b>	<b>1,590,782</b>	<b>107%</b>

Expenditure 2006/07 and preliminary expenditure 2007/08

Table 10.3: Health

Programme	2006/07				2007/08		
	Expenditure Outcomes				Preliminary Expenditure		
	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 2006 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% Change 06/07 - 07/08 Apr-Sep
Current payments	2,672,874	1,349,628	2,689,640	101%	3,228,929	1,451,842	108%
Compensation of employees	1,672,883	833,686	1,627,052	97%	2,057,153	907,664	109%
Goods and services	999,991	515,942	1,062,437	106%	1,171,776	544,178	105%
Financial Transactions in assets and liabilities			151				
Transfer payment and subsidies to:	88,737	28,929	77,975	88%	99,459	38,534	133%
Provinces and municipalities	27,064	2,677	22,602	84%		1,154	43%
Departmental agencies and accounts	350	284	824	235%	30,001	504	177%
Non-profit institutions	60,695	23,837	50,903		65,997	35,809	150%
Households	428	2,131	3,646		3,461	1,067	50%
Payments on capital assets	270,711	104,973	244,877	90%	389,248	99,486	95%
Buildings and other fixed structures	134,350	61,423	155,638	116%	218,157	69,484	113%
Machinery and equipment	136,361	43,550	89,108	65%	170,616	30,002	69%
Software and other intangible assets			131		475		
<b>Total</b>	<b>3,032,322</b>	<b>1,483,530</b>	<b>3,012,492</b>	<b>99%</b>	<b>3,717,636</b>	<b>1,589,862</b>	<b>107%</b>

### Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first six months of 2007/08 amounted to R1, 589 billion or 43 per cent of the adjusted appropriation of R3, 718 billion.

**Table 10.4: Summary of changes to transfers and subsidies per programme**

2007/08							
R thousand	Main appropriation	Additional appropriation				Adjusted appropriation	
		Roll-overs	Unforeseeable/ unavoidable	Virement	Other adjustments		Total additional appropriation
<b>1 Administration</b>	60	-	-	100	-	100	160
Households	60	-	-	100	-	100	160
<b>2 District Health Services</b>	44,807	-	-	(1,222)	-	(1,222)	43,585
Non profit institutions	44,307	-	-	(1,710)	-	(1,710)	42,597
Households	500	-	-	488	-	488	988
<b>3 Emergency Medical Services</b>	-	-	-	1	-	1	1
Departmental agencies and accounts	-	-	-	1	-	1	1
<b>4 Provincial Hospital Services</b>	54,200	-	-	980	-	980	55,180
Departmental agencies and accounts	30,000	-	-	-	-	-	30,000
Non profit institutions	23,400	-	-	-	-	-	23,400
Households	800	-	-	980	-	980	1,780
<b>5 Tertiary Hospital Services</b>	500	-	-	-	-	-	500
Households	500	-	-	-	-	-	500
<b>6 Health Care Support</b>	43	-	-	(10)	-	(10)	33
Households	43	-	-	(10)	-	(10)	33
<b>Total</b>	<b>99,610</b>	<b>-</b>	<b>-</b>	<b>(151)</b>	<b>-</b>	<b>(151)</b>	<b>99,459</b>

**Table 10.5: Summary of changes to conditional grants**

2007/08							
R thousand	Main appropriation	Additional appropriation				Adjusted appropriation	
		Roll-overs	Unforeseeable/ unavoidable	Virement	Other adjustments		Total additional appropriation
<b>1. District Health Services</b>	121,190	-	-	-	-	-	121,190
HIV/AIDS	121,190	-	-	-	-	-	121,190
<b>2. Provincial Hospital Services</b>	57,081	-	-	-	-	-	57,081
Health Professional Training and Development	57,081	-	-	-	-	-	57,081
<b>3. Central/Tertiary Hospital Services</b>	54,995	-	-	-	-	-	54,995
National Tertiary Services	54,995	-	-	-	-	-	54,995
<b>4. Health Care Support Services</b>	52,628	18,336	-	-	-	18,336	70,964
Forensic Pathology Services	52,628	18,336	-	-	-	18,336	70,964
<b>5. Health Care Facilities</b>	180,633	-	-	-	-	-	180,633
Provincial Infrastructure Grant	72,790	-	-	-	-	-	72,790
Hospital Revitalisation	107,843	-	-	-	-	-	107,843
<b>Total conditional grants: Provinces</b>	<b>466,527</b>	<b>18,336</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,336</b>	<b>484,863</b>

# Vote 11

## Roads and Transport

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1,420,770	1,480,051	-	59,281
<i>of which:</i>				
Current payments	770,557	706,265	(64,292)	-
Transfers and subsidies	13,964	20,954	-	6,990
Payments for capital assets	636,249	752,832	-	116,583
Executive authority	MEC of Roads and Transport			
Accounting officer	Deputy Director-General of Roads and Transport			

### Aim

To provide, safe, accessible and affordable transport system.

### Adjusted Estimates of Department Expenditure 2007

Table 11.1: Roads and Transport

Programme	2007/08						
	Main appropriation	Additional appropriation				Adjusted appropriation	
R thousand		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	
1. Administration	210,317	-	-	(9,000)	-	(9,000)	201,317
2. Roads Infrastructure	938,521	17,500	-	-	38,157	55,657	994,178
3. Public Transport	116,560	3,624	-	(24,080)	-	(20,456)	96,104
4. Traffic Management	155,372	-	-	33,080	-	33,080	188,452
<b>Total</b>	<b>1,420,770</b>	<b>21,124</b>	<b>-</b>	<b>-</b>	<b>38,157</b>	<b>59,281</b>	<b>1,480,051</b>
<b>Economic classification</b>							
Current payments	770,557	3,265	-	(57,557)	-	(54,292)	716,265
Compensation of employees	404,913	-	-	(30,836)	-	(30,836)	374,077
Goods and services	365,644	3,265	-	(26,721)	-	(23,456)	342,188
Transfers and subsidies	13,964	-	-	6,990	-	6,990	20,954
Provinces and municipalities	3,500	-	-	6,990	-	6,990	10,490
Households	10,464	-	-	-	-	-	10,464
Payments for capital assets	636,249	17,859	-	50,567	38,157	106,583	742,832
Buildings and other fixed structures	595,082	17,500	-	1,546	38,157	57,203	652,285
Machinery and equipment	41,167	359	-	49,021	-	49,380	90,547
<b>Total</b>	<b>1,420,770</b>	<b>21,124</b>	<b>-</b>	<b>-</b>	<b>38,157</b>	<b>59,281</b>	<b>1,480,051</b>

## Details of adjustments to Estimates of Departmental Expenditure 2007 Roll-overs – R21, 124 million

### Programme 2: Roads Infrastructure

- R0, 588 million has been rolled over for the construction of Ermelo weighbridge
- R8, 715 million has been rolled over for the construction of D2950-D2952 Steenbok-Khombaso-Kwandukuzabo
- R3, 500 million has been rolled over for the construction of Senotlelo Bridge
- R0, 920 million has been rolled over for the retention of P30/2 Bethal – Standerton
- R1, 463 million has been rolled over for the construction of D2955 Sandriver – Nyongane
- R0, 596 million has been rolled over for the installation of road signs due to name change
- R1, 076 has been rolled over for the reseal of Middleburg- Stoffberg
- R 0,642 million has been rolled over for the Mill and Repair of Wakkerstroom road

### Programme 3: Public Transport

- R3, 097 million has been rolled over for the Feasibility study for Moloto Rail Corridor
- R0, 142 million has been rolled over for the Designs of IRMA project at Albert Luthuli
- R0,26 million has been rolled over for the purchase of uniform (Transport Inspectors)
- R0,190 million has been rolled over for the purchase of steel cabinets
- R0,169 million has been rolled over for the purchase of equipments

## Virements

**Table 11.2: Details on virements per program and economic classification**

Programme/Economic Classification	R thousand		Motivation
	From	To	
Programme 1: Administration	-(9,000)	-	The shifting represent 4% of the main appropriation of the appropriation
Current Payment	-(9,000)	-	
Compensation of employees	-(7,000)		Saving due to the delay in the filling of budgeted vacant posts will be transferred to Programme 4 : Traffic Management for the purchase of Static and Mobile Testing Centres.
Goods and Services	-(2,000)		Saving due to the delay in finalising the Secury tender will be transferred to Programme 4 : Traffic Management for the purchase of Static and Mobile Testing Centres.





## Adjusted Estimates of Provincial Expenditure 2007

**Table 11.2: Details on virements per program and economic classification**

Programme/Economic Classification	R thousand		Motivation
	From	To	
<b>Programme 2: Roads Infrastructure</b>	<b>(30,806)</b>	<b>30,806</b>	
Current Payment	(30,806)	-	
Compensation of employees	(12,536)	-	Saving due to the delay in the filling of budgeted vacant posts will be utilised for the purchase of road construction equipments and finalise designs for the ring roads to the value of R 6.3 million and R 6,236 million within the same programme respectively.
Goods and Services	(18,270)	-	Saving of R 6.990 million savings on goods and services will be transferred to Bushbuckridge Local Municipality, and the remaining R 11.280 million will be utilised to finalise the designs for the ring roads (R 1.210 million), repair and rehabilitate municipal roads (R 10.0 million), and to defray possible over expenditure on machinery and equipments to the value of R 0.070 million within the same programme.
Transfer and Subsidies		6,990	An amount of R 6.990 million to be transferred to Bushbuckridge Local Municipality to provide financial assistance.
Capital payments		23,816	An amount of R 6.3 million will be utilised for the purchase of road construction equipments and R 7.446 million for designs of ring roads within the same programme. The remaining R 10.070 million will be utilised for the repair and rehabilitate municipal roads (R 10.0 million) and defray possible over expenditure on machinery and equipments (R 0.070 million) within the same programme.
<b>Programme 3: Public Transport</b>	<b>(24,080)</b>	<b>-</b>	<b>The shifting represent 28% of the main appropriation of the programme</b>
Current Payment	(8,823)	-	
Compensation of employees	(5,200)	-	Saving due to the delay in the filling of budgeted vacant posts will be transferred to Programme 4 : Traffic Management for the purchase of Static and Mobile Testing Centres.
Goods and Services	(3,623)	-	Saving of R 2.750 million on goods and service will be transferred to Programme 4 : Traffic Management for the purchase of Static and Mobile Testing Centres (R 0.800 million), to fund Road Safety Programmes during festive season (R 1.5 million), and the remaining R 0.643 million will be transferred to payment of capital assets and be utilised for the purchase of Government Motor vehicles for Transport Inspectors within the same programme.
Transfer and Subsidies		-	
Capital payments	(15,257)	-	Saving of R 15.9 million for the construction of Msukaligwa, Emalahleni and Bushbuckridge Multi Modal Public Transport Facilities due to non availability of land for the above municipalities will be transferred to Programme 4 : Traffic Management. An amount of R 0.643 has been transferred from goods and services for the purchase of Government Motor Vehicles for Transport Inspectors within the same programme.
<b>Programme 4: Traffic Management</b>	<b>(8,928)</b>	<b>42,008</b>	
Current Payment	(8,928)	-	
Compensation of employees	(6,100)	-	Saving due to the delay in the filling of budgeted vacant posts will be utilised for the purchase of Static and Mobile Testing Centres within the same programme.
Goods and Services	(2,828)	-	A saving of R 4.328 million due to late delivery of subsidised vehicles and Government Motor Vehicles will be transferred to payment of capital assets within the same programme.
Transfer and Subsidies		42,008	An amount of R 31.832 million (R 9.0 million from Programme 1 : Administration, R 16.180 from Programme 3: Public Transport, and the remaining R 6.652 million from the same programme) will be utilised for the purchase of Static and Mobile Testing Centres. R 5.0 million will be utilised for the purchase of Electronic Billboards for Moloto road, R 4.5 million for purchase of Law Enforcement Vehicles, R 0.420 for the purchase of Digital Creens for BPM Registering Authorities. The remaining R 0.256 million to defray overexpenditure on machinery and equipments within the programme.
Capital payments			
<b>Total for vote</b>	<b>(72,814)</b>	<b>72,814</b>	



**Other adjustments – R38, 2 million**

**Additional funding**

Programme 2: Roads Infrastructure will be allocated to fund the following;  
R 38.2 million for the designs of Category One and Two Coal Haulage projects.

**Expenditure 2006/07 and preliminary expenditure 2007/08**

Table 11.3: Department of Roads and Transport

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
1. Administration	122,202	61,172	57,491	47%	201317	90,134	47%
2. Roads Infrastructure	707,910	278,805	412,976	58%	994,178	352,588	26%
3. Public Transport	36,017	11,877	19,079	53%	96,104	22,581	90%
4. Traffic Management	124,377	59,935	66,242	53%	188452	61,211	2%
<b>Total</b>	<b>990,506</b>	<b>411,789</b>	<b>555,788</b>	<b>56%</b>	<b>1,480,051</b>	<b>526,514</b>	<b>28%</b>
<b>Economic Classification</b>							
Current payments	549,847	245,202	323,192	59%	716,265	281,857	15%
Compensation of employees	290,803	142,531	180,620	62%	374,077	162,950	14%
Goods and services	259,044	102,671	142,572	55%	342,188	118,907	16%
Transfers and subsidies	5,654	3,610	1,708	30%	20,954	5,894	63%
Provinces and municipalities	749	230	645	86%	10,490	3,022	1214%
Households	4,905	3,380	1,063	22%	10,464	2,872	-15%
Payments for capital assets	435,005	162,977	230,888	53%	742,832	238,763	47%
Buildings and other fixed structures	380,295	153,762	210,652	55%	652,285	226,937	48%
Machinery and equipment	54,710	9,215	20,236	37%	90,547	11,826	28%
<b>Total</b>	<b>990,506</b>	<b>411,789</b>	<b>555,788</b>	<b>56%</b>	<b>1,480,051</b>	<b>526,514</b>	<b>28%</b>

**Selected expenditure trends for the first half of 2007/08**

Expenditure in the first six months of 2007/08 amounted to R 526.514 million or 35.6 per cent of the adjusted appropriation of R 1.480 billion for the Department.

The main increases are related to Programme 3 : Public Transport due to the new public transport infrastructure (IRMA and Multi Modal) projects, which were not implemented in the previous financial year and transfer and subsidies due to the financial assistance provided to Bushbuck ridge Municipality.

Table 11.4: Summary of changes to transfers and subsidies per programme

2007/2008							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
2 Roads Infrastructure (Provinces and Municipalities)	9,482			6,990		6,990	16,472
<b>Total transfers and subsidies</b>	<b>9,482</b>	-	-	6,990	-	6,990	16,562

Table 11.5: Summary of changes to conditional grants: Provinces

2007/08							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
Provincial Infrastructure Conditional Grants	259,965	12,803				12,803	272,768
<b>Total conditional grants:</b>	<b>259,965</b>	<b>12,803</b>	-	-	-	12,803	272,768



# Vote 12

## Culture, Sport & Recreation

R thousand	2007/08			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	156,075	171,238		15,163
<i>of which:</i>				
Current payments	118,789	132,893		14,104
Transfers and subsidies	7,021	11,663		4,642
Payments for capital assets	30,265	26,682	(3,583)	
Executive authority	MEC for Culture, Sport and Recreation			
Accounting officer	Deputy Director General for Culture, Sport and Recreation			

### Aim

To create access to equitable and quality services on culture, sport and information

### Adjusted Estimates of Department Expenditure 2007

Table 12.1: Adjusted estimates

Programme	2007/08					
	Main appropriation	Additional appropriation				Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	
R thousand						
1. Administration	37,341			6,012	1,305	44,658
2. Cultural Affairs	42,254	353		(3,052)	809	40,364
3. Library and Archives Services	41,270			(1,950)	(9,000)	30,320
4. Sport and Recreation	35,210			(1,010)	21,696	55,896
<b>Total</b>	<b>156,075</b>	<b>353</b>	<b>-</b>	<b>-</b>	<b>14,810</b>	<b>171,238</b>
Economic classification						
Current payments	118,789	-	-	(5,737)	19,841	132,893
Compensation of employees	67,087			(8,557)	1,305	59,835
Goods and services	51,702			2,820	18,536	73,058
Transfers and subsidies	7,021	-	-	2,142	2,500	11,663
Provinces and municipalities	4,630			(277)		4,353
Non-profit institutions	1,650			2,389	2,500	6,539
Households	741			30		771
Payments for capital assets	30,265	353	-	3,595	(7,531)	26,682
Buildings and other fixed structures	27,600	353		500	(7,531)	20,922
Machinery and equipment	2,665			3,095		5,760
<b>Total</b>	<b>156,075</b>	<b>353</b>	<b>-</b>	<b>-</b>	<b>14,810</b>	<b>171,238</b>

## Details of adjustments to Estimates of Provincial Expenditure 2007

### Roll-overs – R 0,353 million

#### Programme 2: Cultural Affairs

The remaining R353, 000 relates to outstanding payments at 31 March 2007 for the Samora Machel Monument payments.

### Virements

Table 12.2: Details on virements per program and economic classification

Program/Economic classification	R,000		Motivation
	From	To	
<b>Programme1: Administration</b>	<b>(2,030)</b>	<b>8,042</b>	
Current Payment	(2,030)	5,212	
Compensation of employees	(2,000)	-	Savings due to delay in appointments. Salary adjustments impact
Goods and Services	(30)	5,212	To offset potential overspending in Supply Chain unit.
Transfer and Subsidies	-	30	To fund the Leave Gratuity
Capital payments	-	2,800	To acquire the Furniture, Computers and Vehicles
<b>Programme2: Cultural Affairs</b>	<b>(4,131)</b>	<b>1,079</b>	
Current Payment	(3,631)	-	
Compensation of employees	(2,567)	-	Savings due to delay in appointments. Salary adjustments impact
Goods and Services	(1,064)	-	To Administration. See Administration above.
Transfer and Subsidies	-	579	To fund the Ray Phiri Arts Institute, which is struggling with funding.
Capital payments	(500)	500	
<b>Programme3: Library and Arcives</b>	<b>(2,685)</b>	<b>735</b>	
Current Payment	(2,408)	-	
Compensation of employees	(1,990)	-	Savings due to delay in appointments. Salary adjustments impact
Goods and Services	(418)	-	To capital payments for purchase library furniture
Transfer and Subsidies	(277)	-	To capital payments for purchase library furniture
Capital payments	-	735	For library furniture
<b>Programme4: Sport and Recreation</b>	<b>(2,880)</b>	<b>1,870</b>	
Current Payment	(2,880)	-	
Compensation of employees	(1,515)	-	Savings due to delay in appointments. Salary adjustments impact
Goods and Services	(1,365)	-	To augment funds to be transferred to Mpumalanga Sport Academy to pay coaches' salaries
Transfer and Subsidies	0	1,810	To be transferred to Mpumalanga Sport Academy to pay coaches' salaries
Capital payments	0	60	To be transferred to Mpumalanga Sport Academy to pay coaches' salaries
<b>Total for vote</b>	<b>(11,726)</b>	<b>11,726</b>	

**Other adjustments – R33, 520 million**

**Additional Funding**

Programme 1: Administration

GEMS – R0, 263 million and 7, 5 percent salary increases for 2007 – R1, 042 million

Programme 2: Cultural Affairs

The Samora Machel Memorial escalations and additions – R5, 319 million and Heritage project – R1, 200 million.

Programme 4: Sport and Recreation

SA & Inter-Provincial Games – R13, 300 million, 2010 & related activities – R6, 396 million and Premier's Football Championship R6, 000 million

**Surrenders – R18, 710 million**

Programme 2: Cultural Affairs

MacFest – R5, 710 million

Programme 3: Library and Archive Services

Archive building – R9, 000 million.

Programme 4: Sport and Recreation

Sports Academy – R4, 000 million



Expenditure 2006/07 and preliminary expenditure 2007/08

Table 12.3: Expenditure trends

Programme	2006/07				2007/08		
	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
R thousand							
1. Administration	31,152	16,715	30,451	98%	43,784	19,628	17%
2. Cultural Affairs	54,193	26,446	53,836	99%	40,681	17,707	-33%
3. Library and Archives Services	15,917	7,799	15,600	98%	30,681	8,059	3%
4. Sport and Recreation	27,687	9,769	21,685	78%	56,092	14,753	51%
<b>Total</b>	<b>128,949</b>	<b>60,729</b>	<b>121,574</b>	<b>94%</b>	<b>171,238</b>	<b>60,147</b>	<b>-1%</b>
<b>Current payments</b>	<b>100,959</b>	<b>52,353</b>	<b>100,634</b>	<b>100%</b>	<b>132,883</b>	<b>51,745</b>	<b>-1%</b>
Compensation of employees	45,999	21,856	43,985	96%	60,320	25,872	18%
Goods and services	54,960	30,495	56,649	103%	72,573	25,873	-15%
Transfers and subsidies	11,805	2,934	5,814	49%	11,663	5,728	95%
Departmental agencies and accounts	151	67	98	65%	4,353	3,298	4822%
Non-profit institutions	10,198	2,567	5,270	52%	6,539	2,206	-14%
Households	1,456	300	446	31%	771	224	-25%
<b>Payments for capital assets</b>	<b>16,185</b>	<b>5,442</b>	<b>15,126</b>	<b>93%</b>	<b>26,682</b>	<b>2,674</b>	<b>-51%</b>
Buildings and other fixed structures	15,400	4,788	14,130	92%	20,922	1,971	-59%
Machinery and equipment	698	653	823	118%	5,760	703	8%
Software and other intangible assets	87	1	173	199%	-	-	-
<b>Total</b>	<b>128,949</b>	<b>60,729</b>	<b>121,574</b>	<b>94%</b>	<b>171,238</b>	<b>60,147</b>	<b>-1%</b>

### Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first 6 months of 2007/8 was R60, 147 million, of which the adjusted appropriation of R156, 075 million for the whole year, it has decreased by 1 percent compared to the first 6 months of 2006/7.

The main decrease compared to 2006/7 is related to payment for capital assets and compensation of employees. Expenditure in 2006/7 was 94 percent of the adjusted appropriation for that year.

**Table 12.4: Summary of changes to transfers and subsidies per programme**

R thousand	2007/08					Adjusted appropriation
	Main appropriation	Additional appropriation			Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virement Other adjustments		
<b>1. Administration</b>						
Households	350	-	-	30	30	380
<b>2. Cultural Affairs</b>						
Provincial and Municipalities	1,600	-	-	-	-	1,600
Non-Profit Institutions	750	-	-	579	579	1,329
Households	391	-	-	-	-	391
<b>3. Library and Archives Services</b>						
Provincial and Municipalities	3,030	-	-	277	277	2,753
Non-Profit Institutions	-	-	-	2,500	2,500	2,500
<b>4. Sport and Recreation</b>						
Non-Profit Institutions	900	-	-	1,810	1,810	2,710
<b>Total transfers and subsidies</b>	<b>7,021</b>	<b>-</b>	<b>-</b>	<b>2,142</b>	<b>2,500</b>	<b>11,663</b>



# Vote 13

## Health and Social Services (Social Services)

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	497,517	497,517		
<i>of which:</i>				
Current payments	280,448	242,546	(37,902)	-
Transfers and subsidies	180,248	212,701	-	32,453
Payments for capital assets	36,821	42,270	-	5,449
Executive authority	MEC for Health and Social Services			
Accounting officer	Superintendent General of Health and Social Services			

### Aim

To provide and promote integrated quality health and social services in partnership with all stakeholders to ensure healthy lifestyles and reduce poverty in all communities of Mpumalanga

### Adjusted Estimates of Department Expenditure 2007

**Table 13.1: Adjusted estimates**

Programme	2007/08						
	Main	Adjustment Appropriation			Total	2007/08	
R Thousand	Appropriation	2006-07 Rollover	Unforeseeable /unavoidable	Virement	Other Adjustments	Additional Appropriation	Adjusted Budget
1. Administration	120 432	-	-	(29 441)	-	(29 441)	90 991
2. Social Welfare Services	281 811	-	-	40 907	-	40 907	322 718
3. Research and Development	95 274	-	-	(11 466)	-	(11 466)	83 808
<b>Total: Social Services</b>	<b>497 517</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>497 517</b>
<b>3. Summary of Economic Classification Payments</b>							
Current payments	280 448	-	-	(37 902)	-	(37 902)	242 546
Compensation of employees	155 806	-	-	(15 652)	-	(15 652)	140 154
Goods and services	124 642	-	-	(22 250)	-	(22 250)	102 392
Financial Transactions in assets and liabilities							
Transfer payment and subsidies to:	180 248	-	-	32 453	-	32 453	212 701
Provinces and municipalities (cur)	120	-	-	(120)	-	(120)	-
Non-profit institutions	180 128	-	-	32 453	-	32 453	212 581
Households	-	-	-	120	-	120	120
Payments on capital assets	36 821	-	-	5 449	-	5 449	42 270
Buildings and other fixed structures	13 465	-	-	(1 597)	-	(1 597)	11 868
Machinery and equipment	23 356	-	-	7,046	-	7 046	30 402
<b>Total payments</b>	<b>497 517</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>497 517</b>



## Details of adjustments to Estimates of Provincial Expenditure 2007

### Virements

Table 13.2: Details on virements per programme and economic classification

Program/Economic classification	R thousand		Motivation
	From	To	
<b>1. Administration</b>	(29,441)	-	This shift represents 24% of the total main budget for programme 1
Current Payment	(25,181)	-	
Compensation of employees	(3,038)	-	Savings resulting from funded vacant posts is shifted to programme 2 to defray the projected over expenditure in transfers and subsidies
Goods and Services	(22,143)	-	The under expenditure in operational costs due to unfilled vacancies, and the budget will be reallocated to programme 2 transfers and subsidies to fund projected over expenditure
Capital payments	(4,260)	-	Delays in capital works and the temporary moratorium on the purchase of assets resulted in savings, the funds will be shifted to programme 2 towards the acquisition of temporary office accommodation for social welfare professionals
<b>2. Social Welfare Services</b>	-	40,907	
Current Payment	-	1,050	
Compensation of employees	-	-	
Goods and Services	-	1,050	Savings from programme 1 and 3 will be utilised for training social workers and supervisors in HIV/Aids and for paying fees for place of safety
Transfer and Subsidies	-	29,922	Savings from programme 1 and 3 million will be allocated to transfers and subsidies to fund the increase in crèche tariff from R6 to R11 a day per child per attendance to be in line with the National costing norms targeting R12 per child per day by 2008. R1, 893 million will assist in funding the increase in the stipend for caregivers in Home and Community Based Care from R500 to R750 per month to be in line with EPWP
Capital payments	-	9,935	Savings from programme 3 will be channelled towards the procurement of temporary office accommodation for social service professionals and on the acquisition of a construction site for the secure care centre
<b>3. Research and Development</b>	(11,466)	-	This shift represents 12% of the total main budget for programme 3
Current Payment	(11,466)	-	
Compensation of employees	(8,380)	-	Savings resulting from funded vacant posts that are not filled yet have been shifted to programme 2 to defray the possible over expenditure in transfers and subsidies
Goods and Services	(3,086)	-	The under expenditure in operational costs due to unfilled vacancies, and the budget will be reallocated to programme 2 transfers and subsidies and goods & services to fund projected over expenditure
<b>Total for vote</b>	<b>(40,907)</b>	<b>40,907</b>	



## Expenditure 2006/07 and preliminary expenditure 2007/08

Table 13.3 Social services

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
	Adjusted Appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted Appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr-Sep
R thousand							
1. Administration	50,325	28,218	50,027	99.4%	90,871	42,525	46.8%
2. Social Welfare Services	207,246	86,923	198,940	96.0%	322,838	125,372	38.8%
3. Research and Development	76,711	30,367	68,549	89.4%	83,808	49,808	59.4%
<b>Total</b>	<b>334,282</b>	<b>145,508</b>	<b>317,516</b>	<b>95.0%</b>	<b>497,517</b>	<b>217,705</b>	<b>43.8%</b>
Current payments	179,176	72,319	164,561	91.8%	241,846	105,800	43.7%
Compensation of employees	89,866	42,364	81,042	81.2%	142,808	64,771	45.4%
Goods and services	79,310	29,955	83,519	105.3%	99,038	41,029	41.4%
Transfers and subsidies	139,956	69,439	138,578	99.0%	213,401	107,185	50.2%
Provinces and municipalities	168						
Non-profit institutions	139,788	69,439	138,578	99.1%	213,401	107,185	50.2%
Payments for capital assets	15,150	1,943	14,377	94.9%	42,270	4,720	11.2%
Buildings and other fixed structures	3,472	1,750	2,948	84.9%	11,868	3,854	32.5%
Machinery and equipment	11,678	193	11,429	97.9%	30,402	866	2.8%
<b>Total</b>	<b>334,282</b>	<b>143,701</b>	<b>317,516</b>	<b>95.0%</b>	<b>497,517</b>	<b>217,705</b>	<b>43.8%</b>

## Selected expenditure trends for the first half of the 2007/08 financial year

Expenditure in the first six months of 2007/08 amounted to R217 705 million or 43.8% per cent of the adjusted appropriation of R497 517 million.

## Changes to transfers and subsidies



## Adjusted Estimates of Provincial Expenditure 2007

**Table 13.4: Summary of changes to transfers and subsidies per programme**

2007/08							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement	Other adjustments		
<b>2.Social Welfare services</b>	142,478			32,121		32,121	174,599
Substance Abuse, Prevention and Rehabilitation	2,493			688		688	3,181
Care and Services to Older Persons	25,534			(4,023)		(4,023)	21,511
Crime Prevention and Support	1,826			(492)		(492)	1,334
Services to Persons with Disabilities	18,404			908		908	19,312
Child Care and Protection Services	57,671			28,630		28,630	86,301
Victim Empowerment	1,933			113		113	2,046
Hiv/Aids	33,500			5,996		5,996	39,496
Care and Support Services to Families	1,117			301		301	1,418
<b>Programme 3</b>	37,650			332		332	37,982
Youth	30,600			(263)		(263)	30,337
Sustainable Livelihood	7,050			595		595	7,645
<b>Total transfers and subsidies</b>	<b>160,128</b>			<b>32,453</b>	-	<b>32,453</b>	<b>212,581</b>