





MPUMALANGA BUDGET SUMMARY 2021/22

Let's Grow Mpumalanga together



provincial treasury
MPUMALANGA PROVINCE
REPUBLIC OF SOUTH AFRICA

 MPTreasury
 Mpumalanga Treasury





INTRODUCTION



The 2020 Mpumalanga Provincial Budget indicates how much revenue the Provincial Government expects to get and specifies the spending choices for the year commencing 1 April 2021.

The approach of the Provincial Government is to use the budget as an instrument of change to improve the socio-economic profile of the communities in the Province.

The Provincial Budget for 2021/22 gives effect to the priority programmes of the sixth administration.



GOVERNMENT PRIORITIES



- Building a capable, ethical developmental state;
- Focusing on economic transformation and job creation;
- Expanding and improving education, skills and health outcomes;
- Consolidating the social wage through reliable and quality basic services;
- Spatial integration, human settlements and strong local government;
- Social cohesion and safer communities; and lastly
- A better Africa and a better world.



The core elements of our economic reconstruction and recovery roadmap are aligned with our Medium Term Strategic Framework, which is a reflection of the ruling party's manifesto and the commitment to implement the National Development Plan.

We are also guided by the provincial imperatives as expressed by the elements of the manifesto that addresses our unique local circumstances. - **Premier Refilwe Mtshweni-Tsipane, State of the Province address [05 March 2021]**





FISCAL FRAMEWORK



The aggregate budget for the 2021 Medium Term Expenditure Framework is **R53,516,546** in 2021/22; **R53,444,583** in 2022/23, and **R53,751,735** in 2023/24 financial year.

Over the next three years, the spending framework for the Province includes expenditure reduction of **R16.4 billion** due to equitable share and conditional grants reductions.



This year we will focus all our efforts on implementing the Mpumalanga Economic Reconstruction and Recovery Plan to respond to the COVID-19 economic impact in the Province. Equally, the Department of Health receives an additional budget injection for vaccination programmes as we strive towards reopening the economy. - MEC Vusi Mkhathshwa, Provincial Budget Speech [16 March 2021]



SOURCES OF BUDGET

NATIONAL ALLOCATION



Provincial Budget for 2021/22 **R53,576 427**



**Equitable Share
R 42,8 billion**

80% of the total budget for 2021/22



**Conditional Grants
R 8,9 billion**

16.5% of the total budget for 2021/22



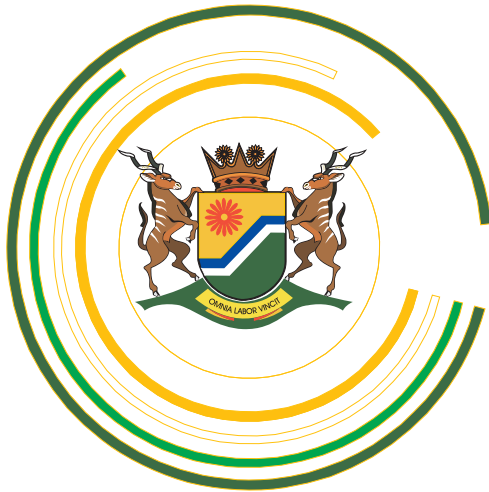
Provincial Government programmes are financed primarily mainly from direct and indirect tax collections and borrowing by the National Government. The main sources of budget for the provincial government are national allocations as well as revenue from own collection processes.





SOURCES OF BUDGET

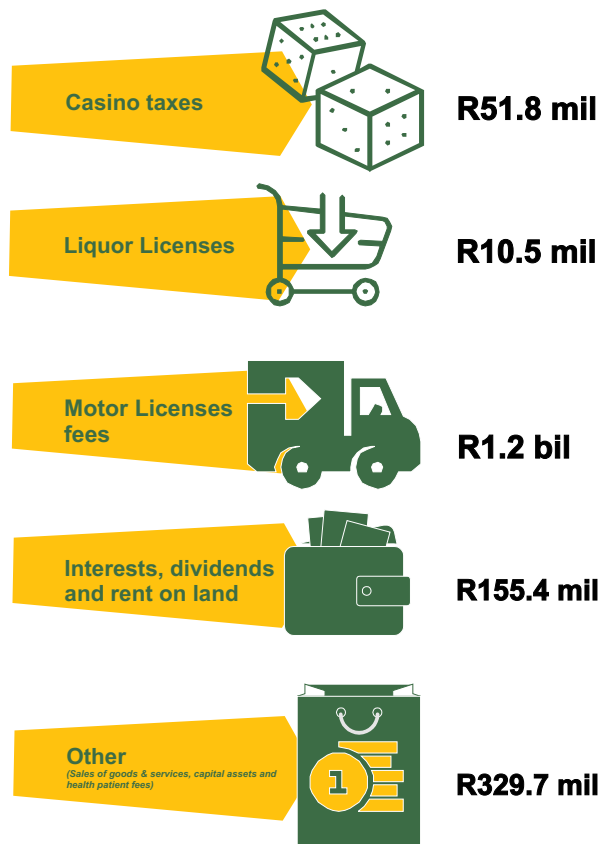
PROVINCIAL OWN COLLECTION



Provincial Own Revenue
R 1,7 billion

3% of the total budget for 2020/21

The Provincial Own sources of revenue include fees, rates, taxes and interests etc collected by departments and public entities



SOURCES OF BUDGET

CONDITIONAL GRANTS (selection)



R1.1 bil



Education infrastructure

R893.9 mil



Human Settlements Development

R1 bil



Provincial Roads Maintenance

R50.8 mil



Mass participation and sport development

R188.8 mil



Statutory Human Resources and Health Professions Training and Development

R96.2 mil



Early Childhood Development

R161 mil



Comprehensive Agricultural Support Programme

R2.5 bil



HIV, TB, Malaria and Community Outreach


















BUDGET ALLOCATION

CLASSIFICATION PER VOTE



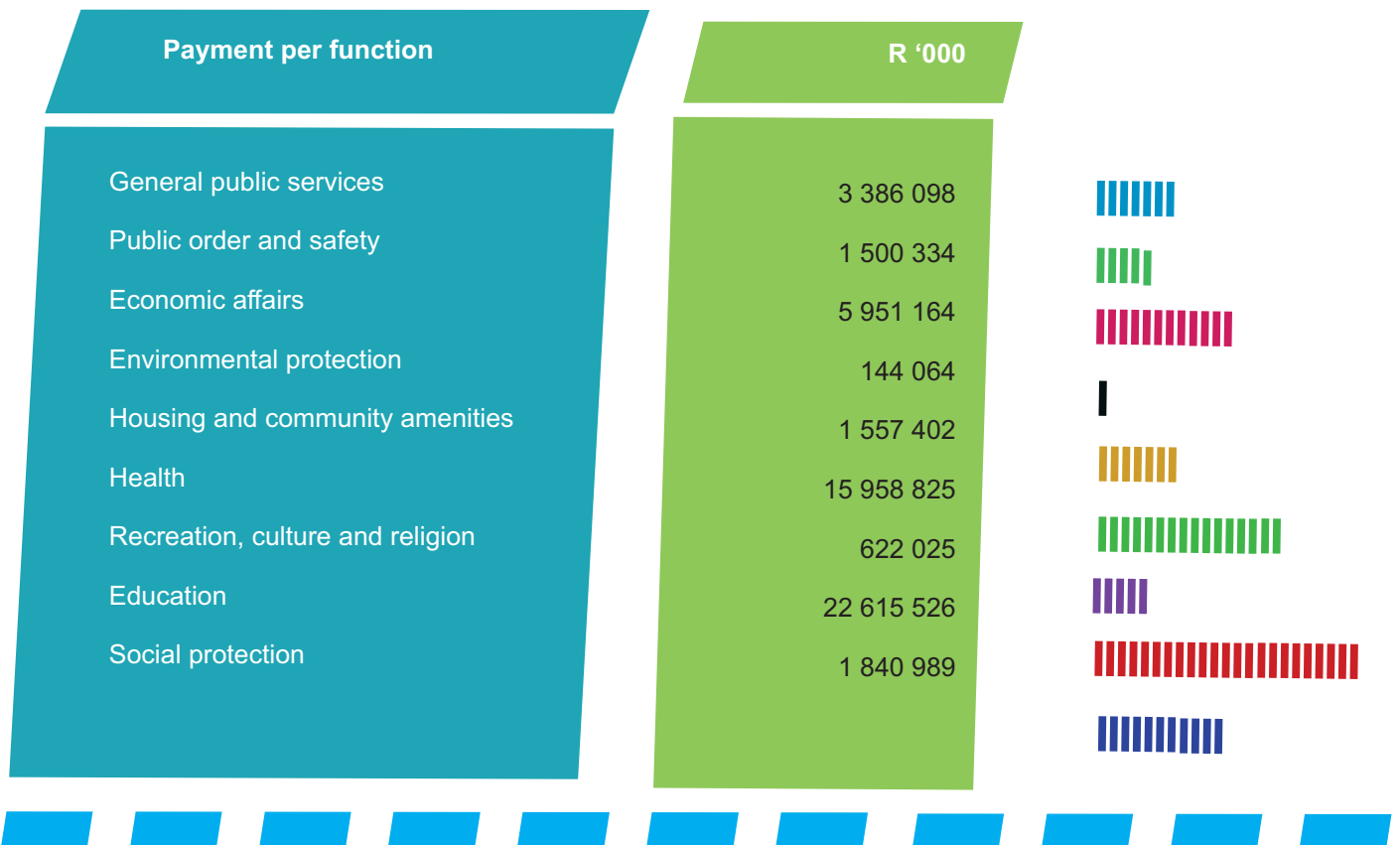
Budget Votes

	Compensation of Employees	Goods and Services	Transfers and Subsidies	Capital Assets
 Office of the Premier	R184.1 mil	R104.1 mil	R91.6 mil	R4 mil
 Provincial Treasury	R215.3 mil	R252.5 mil	R696 thou	R12.5 mil
 Cooperative Governance and Traditional Affairs	R407.8 mil	R294.7 mil	R20.1 mil	R8.5 mil
 Agriculture, Rural Development, Land and Environmental Affairs	R694.3 mil	R404.3 mil	R8.2 mil	R127.9 mil
 Economic Development and Tourism	R156.7 mil	R89.9 mil	R762.9 mil	R1.1 bil
 Education	R18.5 bil	R1.4 bil	R1.3 bil	R36.2 mil
 Public Works, Roads and Transport	R1 bil	R1.7 bil	R1 bil	R1.4 bil
 Community Safety, Security and Liaison	R622 mil	R838.4 mil	R3.5 mil	R15.1 mil
 Health	R9.2 bil	R5.3 bil	R115.2 bil	R1.4 bil
 Culture, Sport and Recreation	R213.9 mil	R194.8 mil	R226.5 mil	R186.7 mil
 Social Development	R790.4 mil	R261.7 mil	R658.9 mil	R129.7 mil
 Human Settlements	R238.8 mil	R43.3 mil	R1.1 bil	R96.8 mil
 Provincial Legislature	R243.8 mil	R75.9 mil	R56.1 mil	R873 thou



BUDGET ALLOCATION

PAYMENTS PER FUNCTION





BUDGET ALLOCATION

VOTES



Office of the Premier
R383 million



Provincial Treasury
R481 million



**Cooperative Governance and
Traditional Affairs**
R731 million



**Agriculture, Rural Development,
Land and Environmental Affairs**
R1,234 billion



Education
R22,336 billion



**Economic Development and
Tourism**
R1,354 billion



Public Works, Roads and Transport
R4 952 billion



Community Safety, Security and Liaison
R1,5 billion



Health
R16,204 billion



Culture, Sport and Recreation
R622 million



Social Development
R1,840 billion



Human Settlements
R1,557 billion



Provincial Legislature
R376 million





Notes

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