

Overview

Introduction

The *2004 Adjusted Estimates of National Expenditure* accompanies the Adjustments Appropriation Bill, tabled in the National Assembly by the Minister of Finance. Through this Bill, the Executive seeks Parliament's approval and adoption of its revised spending plans for the 2004/05 financial year.

The *Adjusted Estimates* sets out the revised expenditure estimates of national departments for 2004/05, including amounts provided for in the main appropriation Act and the adjustments budget.

Expenditure provided for in the Adjustments Appropriation Bill includes, in terms of section 30(2) of the Public Finance Management Act:

- the roll-over of unspent funds from the preceding financial year
- unforeseeable and unavoidable expenditure recommended by the Executive or any committee of Cabinet to whom this task has been assigned
- the utilisation of savings under a main division of a vote for the defrayment of excess expenditure under another main division of the same vote, in terms of section 43
- the shifting of funds between and within votes, or to follow the transfer of functions, in terms of section 42
- adjustments required due to significant unforeseeable economic and financial events affecting the fiscal targets set by the annual budget
- any funds required for emergency situations, in terms of section 16
- money to be appropriated for expenditure already announced by the Minister during the tabling of the annual budget.

Summary of the adjustments for 2004/05

In addition to appropriations amounting to R150,3 billion in the main budget, provision was made for a contingency reserve of R2,5 billion and other unallocated funds of R1 billion.

The adjusted estimates for 2004/05 include the following additional allocations:

- | | |
|--|---------------|
| • approved roll-overs | R2 billion |
| • additional allocations for unforeseeable and unavoidable expenditure | R1,6 billion |
| • drought relief | R430 million |
| • self-financing expenditure | R165 million |
| • black economic empowerment (BEE) | R150 million. |

Against this, savings and under-spending of R1,4 billion are anticipated. These adjustments bring the revised appropriated amount to R154,7 billion taking the revised expenditure level to R371,7 billion.

The adjustments include provision for unforeseeable and unavoidable expenditure of R4,1 billion for the provincial equitable share.

Explanatory notes

Vote

A vote is one of the main segments into which an appropriation Act is divided and specifies the total amount appropriated per department in that Act. Each vote follows the same format. Votes are sequenced according to the functional groupings:

- Central Government Administration
- Financial and Administrative Services
- Social Services
- Justice and Protection Services
- Economic Services and Infrastructure.

Amount to be appropriated

The amount to be appropriated by a vote reflects the adjusted rand amount to be voted for 2004/05. Revised estimates of statutory expenditure are also indicated.

Accountability information

The responsible minister, accounting officer and administering department are identified.

Aim

The aim of the vote reflects the social and economic outcomes or objectives that the department wishes to achieve, or the administrative functions it fulfils.

Changes to programme purposes and measurable objectives

Changes to programme purposes and measurable objectives are disclosed to maintain the link between the department's strategic plan and its adjusted budget. Measurable objectives are defined as quantifiable results that can be achieved within a foreseeable time period. *Programme 1: Administration* is the only programme that does not have a measurable objective in addition to its purpose.

Adjusted 2004 Estimates of National Expenditure

In this table, adjusted expenditure is set out by programme and economic classification.

The main appropriation shows the total amount appropriated per programme to each vote in the Appropriation Act of 2004.

The additional appropriation consists of a variety of categories:

- **Roll-overs** are funds appropriated in 2003/04 but not spent, which are included for reappropriation in the 2004/05 financial year.
- **Unforeseeable and unavoidable expenditure** is expenditure that could not be anticipated at the time of the submission of inputs for the Estimates of National Expenditure and which cannot be financed from savings or reprioritisation.
- **Virements** consist of savings generated under one main division of a vote being used to defray excess expenditure under another main division of the same vote.
- **Other adjustments** include expenditure already announced in the budget speech of the Minister of Finance but not allocated at that stage, including: adjustments due to significant and unforeseeable economic and financial events such as higher than anticipated inflation; funds shifted between votes or to follow the transfer of functions, in terms of section 42; and

self-financing expenditure from unforeseen departmental revenue paid into the National Revenue Fund.

The total additional appropriation is the aggregate of all additional funds to be voted.

The adjusted appropriation is the total rand amount available per vote for 2004/05. The economic classification section of the table is according to the new reporting format, with spending divided into three broad categories, namely current payments, transfers and subsidies, and payments for capital assets. This new reporting format was introduced in the *2004 Estimates of National Expenditure* and replaces the old 'standard item' classification. For detailed definitions in respect of the new reporting format please refer to Annexure A.

Details of adjustments to the 2004 Estimates of National Expenditure

In this section, explanations are provided of the amounts reflected as additional appropriations.

Details of actual expenditure and revised spending projections for the remainder of the financial year

In this table actual expenditure as at the end of September 2004, projected expenditure for the rest of the financial year, and the total revised spending are reflected in rand value and as a percentage of the adjusted appropriation per programme and economic classification.

Additional tables

Details of changes to transfers and subsidies per programme and changes to conditional grants are set out in additional tables for each vote.

Summary tables

Table 1: Summary of the 2004/05 Revised National Budget

Table 2: Adjusted appropriations and revised estimates of statutory expenditure

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Table 4: Unforeseeable and unavoidable expenditure

Table 5: Self-financing expenditure

Table 6: Details of projected savings and under spending

Table 7: Actual expenditure and revised spending projections

Table 1: Summary of the 2004/05 Revised National Budget

R'thousand	Main Appropriation (ENE)	Additional Appropriation	Adjusted Appropriation
Statutory expenditure	215 078 901	3 309 051	218 387 952
State debt cost	50 432 000	(815 000)	49 617 000
Projected saving		(843 800)	
Function shift from Housing		28 800	
Provincial equitable share (1)	159 971 402	4 112 000	164 083 402
Sectoral education and training authorities and National Skills Fund	4 300 000		4 300 000
Other	375 499	12 051	387 550
Appropriation by vote (see Table 2)	150 291 025	4 369 337	154 660 362
Main appropriation	150 291 025	(12 051)	150 278 974
Roll-overs (see Table 3)	-	1 987 664	1 987 664
		2 228 238	2 228 238
Unforeseeable and unavoidable expenditure (2)		1 648 238	1 648 238
Emergency drought relief		430 000	430 000
National Empowerment Fund		150 000	150 000
Self-financing (3)		165 486	165 486
Standing Appropriations	34 000	10 000	44 000
Subtotal	365 403 926	7 688 388	373 092 314
Contingency Reserve and other unallocated amounts	3 500 000	(3 500 000)	-
Less: Projected savings and under-spending		(1 406 200)	(1 406 200)
Total Estimated Expenditure Level	368 903 926	2 782 188	371 686 114
1. Provincial equitable share			4 112 000
Unforeseeable and unavoidable expenditure			3 265 000
Salary adjustments			847 000
2. Unforeseeable and unavoidable expenditure including conditional grants (see Table 4)			1 648 238
National Departments			1 648 238
3. Self-financing expenditure (see Table 5)			165 486
4 Projected savings and under-spending (see Table 6)			(1 406 200)
Declared savings			(1 128 725)
National Treasury			(86 464)
Statistics South Africa			(13 461)
Defence			(1 000 000)
Housing			(28 800)
Projected under-spending			(277 475)

Table 2: Adjusted appropriations and revised estimates of statutory expenditure per vote

Vote number and title	Additional appropriation					Total additional appropriation	Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
CENTRAL GOVERNMENT ADMINISTRATION							
1 The Presidency	173 236	1 674	1 000	(58)	-	2 616	175 852
2 Parliament	588 137	-	-	(11 993)	-	(11 993)	576 144
3 Foreign Affairs	2 485 814	38 772	21 725	-	338	60 835	2 546 649
4 Home Affairs	2 273 492	80 250	23 873	-	-	104 123	2 377 615
5 Provincial and Local Government	12 850 768	3 400	5 500	-	277 713	286 613	13 137 381
6 Public Works	4 819 923	-	687 562	-	6 424	693 986	5 513 909
FINANCIAL AND ADMINISTRATIVE SERVICES							
7 Government Communication and Information	203 149	-	-	-	-	-	203 149
8 National Treasury	13 941 731	167 118	-	-	(86 933)	80 185	14 021 916
9 Public Enterprises	75 988	1 842	-	-	(453)	1 389	77 377
10 Public Service and Administration	126 626	11 653	5 000	-	1 017	17 670	144 296
11 Public Service Commission	73 081	-	-	-	-	-	73 081
12 SA Management Development Institute	40 887	-	-	-	-	-	40 887
13 Statistics South Africa	503 882	10 415	-	-	(14 107)	(3 692)	500 190
SOCIAL SERVICES							
14 Arts and Culture	1 141 578	21 319	9 200	-	4 000	34 519	1 176 097
15 Education	11 344 957	48 182	-	-	11 956	60 138	11 405 095
16 Health	8 787 865	64 029	-	-	(33 494)	30 535	8 818 400
17 Labour	1 191 733	36 964	-	-	-	36 964	1 228 697
18 Science and Technology	1 276 212	1 500	4 200	-	500	6 200	1 282 412
19 Social Development	4 548 410	10 165	40 000	-	-	50 165	4 598 575
20 Sport and Recreation South Africa	286 221	2 202	5 790	-	-	7 992	294 213
JUSTICE AND PROTECTION SERVICES							
21 Correctional Services	8 407 789	28 800	20 000	-	903	49 703	8 457 492
22 Defence	20 257 326	10 887	-	-	(856 394)	(845 507)	19 411 819
23 Independent Complaints Directorate	42 114	-	-	-	-	-	42 114
24 Justice and Constitutional Development	5 054 417	-	-	-	-	-	5 054 417
25 Safety and Security	24 509 656	-	-	-	63 248	63 248	24 572 904
ECONOMIC SERVICES AND INFRASTRUCTURE							
26 Agriculture	1 306 228	5 163	38 000	-	100 000	143 163	1 449 391
27 Communications	875 200	758 329	46 388	-	-	804 717	1 679 917
28 Environmental Affairs and Tourism	1 623 407	28 861	-	-	-	28 861	1 652 268
29 Housing	4 848 941	6 640	-	-	(28 800)	(22 160)	4 826 781
30 Land Affairs	1 788 152	43 730	200 000	-	-	243 730	2 031 882
31 Minerals and Energy	1 934 494	10 649	-	-	-	10 649	1 945 143
32 Trade and Industry	2 848 423	124 868	500 000	-	150 000	774 868	3 623 291
33 Transport	6 759 044	40 127	-	-	(30 000)	10 127	6 769 171
34 Water Affairs and Forestry	3 302 144	430 125	40 000	-	50 843	520 968	3 823 112
Sub-total	150 291 025	1 987 664	1 648 238	(12 051)	(383 239)¹	3 240 612	153 531 637
Details of Direct charges on the National Revenue Fund							
	215 078 901	-	4 112 000	12 051	(815 000)	3 309 051	218 387 952
Salary of the President (The Presidency)	1 012	-	-	58	-	58	1 070
Salary of the Deputy President (The Presidency)	870	-	-	-	-	-	870
Members' Remuneration (Parliament)	196 534	-	-	11 993	-	11 993	208 527
Provinces Equitable Share (National Treasury)	159 971 402	-	4 112 000	-	-	4 112 000	164 083 402
State Debt Costs (National Treasury)	50 432 000	-	-	-	(815 000)	(815 000)	49 617 000
Sector Education and Training Authorities (Labour)	3 440 000	-	-	-	-	-	3 440 000
National Skills Fund (Labour)	860 000	-	-	-	-	-	860 000
Judges' Salaries (Justice and Constitutional Dev)	177 083	-	-	-	-	-	177 083
Sub-total	365 369 926	1 987 664	5 760 238	-	(1 198 239)	6 549 663	371 919 589
Standing appropriations	34 000				10 000	10 000	44 000
Contingency reserve and other unallocated amounts	3 500 000				(3 500 000)	(3 500 000)	-
Projected underspending					(277 475)	(277 475)	(277 475)
Totals	368 903 926	1 987 664	5 760 238	-	(4 965 714)	2 782 188	371 686 114

¹ Other adjustments of R383,239 million includes savings declared by 4 departments in the amount of R1,129 billion

Table 2 (cont): Adjusted appropriations and revised estimates of statutory expenditure per economic classification

Economic classification	Additional appropriation					Total additional appropriation	Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
R thousand							
Current payments	114 917 353	305 823	213 125	(9 990)	(817 158)	(308 200)	114 609 153
Compensation of employees	43 179 549	29 300	61 697	(284 472)	(57 285)	(250 760)	42 928 789
Goods and services	21 268 321	276 523	151 428	274 482	83 927	786 360	22 054 681
Interest and rent on land	50 467 150	-	-	-	(843 800)	(843 800)	49 623 350
Financial transactions in assets and liabilities	2 333	-	-	-	-	-	2 333
Unauthorised expenditure	-	-	-	-	-	-	-
Transfers and subsidies to:	245 278 998	1 444 200	5 503 475	99 243	(415 598)	6 631 320	251 910 318
Provinces and municipalities	196 397 817	267 871	4 678 236	87 613	380 020	5 413 740	201 811 557
Departmental agencies and accounts	28 666 107	127 485	74 714	(322 251)	(715 958)	(836 010)	27 830 097
Universities and technikons	9 306 810	1 800	-	3 000	-	4 800	9 311 610
Foreign governments and international organisations	706 590	88 500	17 525	38 544	(15 569)	129 000	835 590
Public corporations and private enterprises	7 125 000	895 869	500 000	116 486	(30 000)	1 482 355	8 607 355
Non-profit institutions	329 775	3 184	-	85 248	(1 500)	86 932	416 707
Households	2 746 899	59 491	233 000	90 603	(32 591)	350 503	3 097 402
Payments for capital assets	5 173 575	237 641	43 638	(89 253)	34 517	226 543	5 400 118
Buildings and other fixed structures	3 006 752	127 819	43 350	69 507	-	240 676	3 247 428
Machinery and equipment	1 984 931	107 512	288	(154 884)	34 517	(12 567)	1 972 364
Cultivated assets	-	-	-	-	-	-	-
Software and other intangible assets	180 576	2 310	-	(3 876)	-	(1 566)	179 010
Land and subsoil assets	1 316	-	-	-	-	-	1 316
Total	365 369 926	1 987 664	5 760 238	-	(1 198 239)	6 549 663	371 919 589

Table 3: Funds rolled over from 2003/04 to 2004/05

Vote / description of expenditure	R thousand
1 Presidency Commission on remuneration of Political Office Bearers: R984 000, Protocol and ceremonial services: R690 000	1 674
3 Foreign Affairs Payment of retention fees in respect of missions Kinshasa and Berlin and the acquisition of land in Abuja: R23,772m, New missions in Africa and Asia: R15m	38 772
4 Home Affairs Implementation of the Back Record Conversion of Automated Fingerprinting: R50m, Repairs and maintenance to buildings: R19,804m, Electronic Document Management System (EDMS) - capital assets: R2,310m, Services rendered relating to the Turnaround Strategy of the Department: R8,136m	80 250
5 Provincial and Local Government Disaster management Wembezi Township in KwaZulu Natal	3 400
8 National Treasury Local Government Restructuring Grant: R45m, Transfer payment to Swaziland in terms of the Multilateral Monetary Agreement: R88,5m, Refurbishment of SITA offices at Centurion and Offices at 240 Vermeulen Street: R25,938m, Review of State Owned Entities (SOE's): R5m, Systems Development: R2,68m	167 118
9 Public Enterprises Finalising IPO Reference Manual: R422 000, Finance and Economic Framework Target Project: R340 000, Benchmarking and Performance Evaluation System: R135 000, Investment Map: R300 000, Renovations to the offices (Equipment): R280 000, Intenda System (Equipment): R190 000, Purchase and installation of security system (Equipment): R175 000	1 842
10 Public Service and Administration SITA: Gateway project: R6m, Development of a restricted medical scheme for the Public Service: R1,653m, Restructuring (PSCBC Resolution 7/2002): R4m	11 653
13 Statistics South Africa Finalising upgrading of Storage Area Network: R8,415m, Asset management system R2m	10 415
14 Arts and Culture Ten Year Celebrations of Freedom: R16,422m, Capital Works: R2,843m, Finalisation of poverty relief projects: R2,054m	21 319
15 Education Financial management project - conditional grant Eastern Cape: R21,683m, HIV/Aids projects Eastern Cape: R5,572m, Early Childhood Development (Eastern Cape): R2,470, Jacob Zuma Trust Fund: R5m, Printing and distribution of the Rewriting of National Curriculum Statements (RNCS) materials: R2m, Office accommodation: R2,146m, Systemic evaluation: R381 000, Early Childhood Development Training: R1,514m, Ten Year celebrations: R1,204m, Advocacy campaign: R1,419m, Masifunde Sonke project: R819 000, Ikhwelo project: R1,513, SA National Literacy Initiative: R1,670m, Thuba Makote: R791 000	48 182
16 Health National Health Laboratory Services: R20m, Health System Trust: R5,7m, Condoms and drugs: R16,6m, Poverty Relief projects in provinces: R7,138m, Soul City: R5,9m, Assistive devices: R5m, Health Technology project: R1,621m, Drought Relief plan: R500 000, Laboratory equipment: R1,570m	64 029
17 Labour Implementation of Corporate Image at all Labour Centres: R18,9m, Capital works projects: R11,464m, Ten Year Celebrations: R6,6m	36 964

Table 3 (cont): Funds rolled over from 2003/04 to 2004/05

Vote / description of expenditure	R thousand
18 Science and Technology Research on Centres of Excellence	1 500
19 Social Development Emergency Food Relief (National): R7,017m, Emergency Relief: R1,368m, International Year of the Family: R1,180m, HIV/Aids (National): R600 000	10 165
20 Sport and Recreation South Africa Building for sport and recreation (conditional grant): R1,535m, Ten years Celebrations: R470 000, Research of registered players of National Federations: R197 000	2 202
21 Correctional Services Feasibility studies for new prisons: R21,3, Computer equipment: R5,6m, Finalisation of Inmate Tracking pilot project: R1,9m	28 800
22 Defence Humanitarian aid rendered to Madagascar	10 887
26 Agriculture New analytical laboratory at Stellenbosch: R3,718m, Equipment: R1,445m	5 163
27 Communications SA Post Office Recapitalisation: R750 m, Broadcasting equipment for community radio stations: R7,029m, SMME project in ICT sector: R1,3m	758 329
28 Environmental Affairs and Tourism Infrastructure investment commitments for replacement of Marion Island base	28 861
29 Housing Project to fast-track housing delivery and unblock stalled housing projects: R3,252m, SERVCON Housing Solutions: R1,388m, Assessment of the housing subsidy scheme: R1m, Assessment of provincial compliance with the housing subsidy scheme prescripts: R1m	6 640
30 Land Affairs Land Reform Grants: R37,331m, Office Equipment: R3,5m, Purchases of computers: R2,899m	43 730
31 Minerals and Energy IT projects not finalised: R3,52m, National Electrification Programme (Grants to Local Government): R3,156m, Rehabilitation of derelict and ownerless mines: R1,445m, Mine Health and Safety Inspectorate: R900 000, Energy Projects: R1,628m	10 649

Table 3 (cont): Funds rolled over from 2003/04 to 2004/05

Vote / description of expenditure	R thousand
<p>32 Trade and Industry Critical Infrastructure Projects: R98,185m, Youth Investment Programme (YIP): R1,683m, FIFA Soccer World Cup Bid 2010: R25m</p>	124 868
<p>33 Transport Oil Pollution Prevention: R7,909m, Maritime satellite surveillance service: R1,026m, Feasibility study for the Road Traffic Infringement Agency: R972 000, Capacity Development: R1,8m, Bus operations: R14,7m, Taxi operations and infrastructure: R1,934m, Taxi recapitalisation: R1,250m, Land Transport Planning: R2,149m, Arrive Alive Campaign: R8,387m</p>	40 127
<p>34 Water Affairs and Forestry Drought relief (Conditional grants): R44,088m, (National) R104,100m. Refurbishment (Conditional grant): R46,440m, Agreement with Kalahari East and West Water User Association to write-off state loans: R53m, Yorkor claim: R30m, Restructuring programme: R29,3m, Basic water and sanitation (Conditional Grants): R57,043m, Project on Working on Fire: R4,4m, Implementation of emergency water conservation: R4m, Completion of Nandoni Dam: R10,4m, SAFCOL agreement: R15,154m, Yorkor lawsuit: R8m, IEC Water and Sanitation project: R24,200m</p>	430 125
TOTAL	1 987 664

Table 4: Unforeseeable and unavoidable expenditure

Vote and description of expenditure	R thousands
1 The Presidency	
Conference on the Blind	1 000
3 Foreign Affairs	
Office of the Deputy Minister	4 200
Locust Plagues: Humanitarian Assistance to Government of Mali	17 525
4 Home Affairs	
IEC unforeseen and unavoidable:	
- Voting Stations Infrastructure	7 284
- Prison vote	1 589
- Results audit	15 000
5 Provincial and Local Government	
Municipal Demarcation Board: Request for additional funding for the delimitation of wards for the 2005/06 local elections	5 500
6 Public Works	
Additional funds requested for unforeseen and unavoidable expenditure 2004/05 financial year:	
- Prestige accommodation for newly appointed Members of Executive	43 350
- Municipal Services and Rates (including DPLG Claim)	598 634
- Departments of Home Affairs and Health moving out of Civitas Building	15 578
- Urgent Maintenance	30 000
10 Public Service and Administration	
Restructuring of Medical Assistance for Public Service Employees: Introduction of a Restricted Membership Medical Scheme	5 000
14 Arts and Culture	
Additional funds needed for the newly created Ministry	9 200
18 Science and Technology	
Newly established Ministry	4 200
19 Social Development	
Additional funds to improve the integrity of social grants system and to establish the South African Social Security Agency	40 000
20 Sport and Recreation South Africa	
Application for additional funds for the appointment of a project management unit to handle matters related to the hosting of the FIFA World Cup and other major international events	1 590
Application for additional funds for the appointment of a Deputy-Minister and support for his offices	4 200
21 Correctional Services	
Payment of recruitment, retention allowances to health and other professionals	20 000

Table 4 (cont): Unforeseeable and unavoidable expenditure

Vote and description of expenditure	R thousands
26 Agriculture	
Combating of outbreak of Avian Influenza	33 000
Control of outbreak of Foot and Mouth Disease (FMD) in the Limpopo Province	5 000
27 Communications	
Independent Communications Authority of South Africa (ICASA) payment of Value Added Tax (VAT) on government grants received	45 341
Additional funds for unforeseeable expenditure during the 2004/05 financial year: New Deputy Minister	1 047
30 Land Affairs	
Request for additional funding for the Restitution Programme in respect of the 2004/05 financial year: Transfer capital	200 000
32 Trade and Industry	
PBMR	500 000
34 Water Affairs and Forestry	
Reimbursement for expenditure incurred in the areas of Blyde River Canyon Complex	40 000
National departments	1 648 238
Provinces	
Additional funds provinces (Vote 8: National Treasury, Statutory expenditure)	4 112 000
Total	5 760 238

Table 5: Details of self-financing expenditure

Vote and description of expenditure	R thousands
3 Foreign Affairs	338
Caracas Mission: Insurance payout for the official vehicle:	338
10 Public Service Administration	1 017
Sponsorships from Old Mutual Healthcare to fund catering expenditure for the children's event in Soshanguve Timville	7
Donor funding from the Public Policy Partnership of the Woodrow Wilson National Fellowship Foundation to fund four interns.	108
Donor funding from Old Mutual and the National Productivity Institute (NPI) to partially fund the SMS conference in Western Cape	720
Deloitte and Touche sponsored the travelling expenses relating to the International and African Affairs Programme	142
The Republic of China sponsored the workshop on Public Sector Restructuring and Human Resource Management	40
14 Arts and Culture	4 000
ESKOM Holdings Limited paid a sponsorship fee for the running of the 10th Year Celebration Event and the marketing thereof.	3 000
TRANSNET and the MTN Group paid a sponsorship fee to cover some of the cost for the Women's Caravan during the celebration of the National Woman's Month.	1 000
15 Education	14 602
Donation from the Education Labour Relations Council for the completion of the Ikhwelo project	12 000
Donation from Multi Choice for the Teacher Awards project	400
Donation from the Education Labour Relations Council for the historical records and security system of the examination function	1 096
Donation from the Education Labour Relations Council for school enrichment programmes and the gender equity committee	1 106
21 Correctional Services	903
Monies collected for the hiring out of prisoner labour at a rate prescribed by the Departmental Tariff Policy and approved by National Treasury	903
22 Defence	143 606
Sale of equipment procured through the General Defence Account	22 214
Amount received from the sale of armaments	121 392
34 Water Affairs and Forestry	1 020
Sponsored activities of the Department for travel expenses and accommodation.	40
Funds received from Standard Bank in respect of performance and retention guarantees due to the contractor failing to meet contractual obligations	980
Total	165 486

Table 6: Details of projected savings and under spending

Vote and description of saving	R thousands
Declared savings	
8 National Treasury	
Government's medical aid contribution on behalf of retired public servants	86 464
13 Stats	
- Partial funding for Census 2006 will not be utilised during 2004/05	13 461
22 Defence	
Favourable rate of exchange, unspent funds from previous years and delays in delivery schedules resulted in a saving on the Strategic Defence Packages	1 000 000
29 Housing	
National Housing Board was disestablished in 2003 in accordance with the Housing Act (1997). Funds that the Department of Housing budgeted to service this debt will be surrendered to the National Revenue Fund.	28 800
Projected under spending	277 475
Total	1 406 200

Table 7: Actual expenditure and revised spending projections

Vote number and title	Adjusted appropriation	Preliminary expenditure outcome		Projected expenditure	
		April 2004 to September 2004	Percentage of adjusted appropriation	October 2004 to March 2005	Percentage of adjusted appropriation
R thousand					
CENTRAL GOVERNMENT ADMINISTRATION					
1 The Presidency	175 852	72 949	41,5	102 903	58,5
2 Parliament	576 144	205 753	35,7	370 391	64,3
3 Foreign Affairs	2 546 649	457 648	18,0	2 089 001	82,0
4 Home Affairs	2 377 615	925 335	38,9	1 452 280	61,1
5 Provincial and Local Government	13 137 381	4 832 507	36,8	8 304 874	63,2
6 Public Works	5 513 909	2 434 702	44,2	3 079 207	55,8
FINANCIAL AND ADMINISTRATIVE SERVICES					
7 Government Communication and Information System	203 149	109 905	54,1	93 244	45,9
8 National Treasury	14 021 916	6 090 336	43,4	7 931 580	56,6
9 Public Enterprises	77 377	37 000	47,8	40 377	52,2
10 Public Service and Administration	144 296	48 524	33,6	95 772	66,4
11 Public Service Commission	73 081	32 745	44,8	40 336	55,2
12 SA Management Development Institute	40 887	14 258	34,9	26 629	65,1
13 Statistics South Africa	500 190	165 174	33,0	335 016	67,0
SOCIAL SERVICES					
14 Arts and Culture	1 176 097	396 489	33,7	779 608	66,3
15 Education	11 405 095	8 382 572	73,5	3 022 523	26,5
16 Health	8 818 400	4 198 116	47,6	4 620 284	52,4
17 Labour	1 228 697	517 253	42,1	711 444	57,9
18 Science and Technology	1 282 412	492 131	38,4	790 281	61,6
19 Social Development	4 598 575	1 785 081	38,8	2 813 494	61,2
20 Sport and Recreation South Africa	294 213	94 919	32,3	199 294	67,7
JUSTICE AND PROTECTION SERVICES					
21 Correctional Services	8 457 492	3 702 487	43,8	4 755 005	56,2
22 Defence	19 411 819	10 194 263	52,5	9 217 556	47,5
23 Independent Complaints Directorate	42 114	17 325	41,1	24 789	58,9
24 Justice and Constitutional Development	5 054 417	2 268 063	44,9	2 786 354	55,1
25 Safety and Security	24 572 904	11 052 447	45,0	13 520 457	55,0
ECONOMIC SERVICES AND INFRASTRUCTURE					
26 Agriculture	1 449 391	583 971	40,3	865 420	59,7
27 Communications	1 679 917	393 044	23,4	1 286 873	76,6
28 Environmental Affairs and Tourism	1 652 268	794 265	48,1	858 003	51,9
29 Housing	4 826 781	2 391 743	49,6	2 435 038	50,4
30 Land Affairs	2 031 882	994 715	49,0	1 037 167	51,0
31 Minerals and Energy	1 945 143	719 721	37,0	1 225 422	63,0
32 Trade and Industry	3 623 291	1 200 769	33,1	2 422 522	66,9
33 Transport	6 769 171	3 336 683	49,3	3 432 488	50,7
34 Water Affairs and Forestry	3 823 112	1 535 998	40,2	2 287 114	59,8
Total	153 531 637	70 478 891	45,9	83 052 746	54,1
Direct charge on the National Revenue Fund					
	218 387 952	110 195 445	50,5	108 192 507	49,5
Salary of the President (The Presidency)	1 070	572	53,5	498	46,5
Salary of the Deputy President (The Presidency)	870	407	46,8	463	53,2
Members' Remuneration (Parliament)	208 527	97 035	46,5	111 492	53,5
Provinces Equitable Share (National Treasury)	164 083 402	83 185 122	50,7	80 898 280	49,3
State Debt Costs (National Treasury)	49 617 000	24 418 819	49,2	25 198 181	50,8
Sector Education and Training Authorities (Labour)	3 440 000	1 926 554	56,0	1 513 446	44,0
National Skills Fund (Labour)	860 000	481 639	56,0	378 361	44,0
Judges' Salaries (Justice and Constitutional Development)	177 083	85 297	48,2	91 786	51,8
Total	371 919 589	180 674 336	48,6	191 245 253	51,4

Table 7 (cont): Actual expenditure and revised spending projections

Economic classification	Adjusted appropriation	Preliminary expenditure outcome		Projected expenditure	
		April 2004 to September 2004	Percentage of adjusted appropriation	October 2004 to March 2005	Percentage of adjusted appropriation
R thousand					
Current payments	114 609 153	53 035 740	46,3	61 573 413	53,7
Compensation of employees	42 928 789	19 423 364	45,2	23 505 425	54,8
Goods and services	22 054 681	9 181 698	41,6	12 872 983	58,4
Interest and rent on land	49 623 350	24 419 345	49,2	25 204 005	50,8
Financial transactions in assets and liabilities	2 333	11 279	483,5	(8 946)	(383,5)
Unauthorised expenditure	-	54	-	(54)	-
Transfers and subsidies to:	251 910 318	126 353 635	50,2	125 556 683	49,8
Provinces and municipalities	201 811 557	99 004 855	49,1	102 806 702	50,9
Departmental agencies and accounts	27 830 097	14 742 511	53,0	13 087 586	47,0
Universities and technikons	9 311 610	7 294 563	78,3	2 017 047	21,7
Foreign governments & international organisations	835 590	176 100	21,1	659 490	78,9
Public corporations & private enterprises	8 607 355	3 505 912	40,7	5 101 443	59,3
Non-profit institutions	416 707	175 363	42,1	241 344	57,9
Households	3 097 402	1 454 331	47,0	1 643 071	53,0
Payments for capital assets	5 400 118	1 284 961	23,8	4 115 157	76,2
Buildings and other fixed structures	3 247 428	759 814	23,4	2 487 614	76,6
Machinery and equipment	1 972 364	507 780	25,7	1 464 584	74,3
Cultivated assets	-	900	-	(900)	-
Software and other intangible assets	179 010	16 463	9,2	162 547	90,8
Land and subsoil assets	1 316	4	0,3	1 312	99,7
Total	371 919 589	180 674 336	48,6	191 245 253	51,4