

Justice and Protection Services

Vote 20

Correctional Services

2006/07				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	10 630 712	9 831 512	(799 200)	-
of which:				
Current payments	9 234 476	8 630 038	(604 438)	-
Transfers and subsidies	32 348	33 277	-	929
Payments for capital assets	1 363 888	1 168 197	(195 691)	-
Executive authority	Minister of Correctional Services			
Accounting officer	Commissioner of Correctional Services			

Aim

The aim of the Department of Correctional Services is to contribute to maintaining and protecting a just, peaceful and safe society, by enforcing court-imposed sentences, detaining inmates in safe custody while maintaining their human dignity and developing their sense of social responsibility, and promoting the general development of all inmates and persons subject to community corrections.

Adjusted Estimates of National Expenditure 2006

Table 20.1: Correctional Services

Programme		2006/07					
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	2 761 033	-	-	113 485	(300 572)	(187 087)	2 573 946
2. Security	3 336 036	-	-	(105 403)	(167 705)	(273 108)	3 062 928
3. Corrections	853 538	-	-	(622)	(86 002)	(86 624)	766 914
4. Care	1 214 535	-	-	2 141	(35 921)	(33 780)	1 180 755
5. Development	395 366	-	-	(1 023)	-	(1 023)	394 343
6. Social Reintegration	342 008	-	-	(6 114)	(12 000)	(18 114)	323 894
7. Facilities	1 728 196	-	-	(2 464)	(197 000)	(199 464)	1 528 732
Total	10 630 712	-	-	-	(799 200)	(799 200)	9 831 512
Economic classification							
Current payments	9 234 476	-	-	(1 309)	(603 129)	(604 438)	8 630 038
Compensation of employees	6 395 267	-	-	-	(603 129)	(603 129)	5 792 138
Goods and services	2 839 161	-	-	(1 309)	-	(1 309)	2 837 852
Interest and rent on land	48	-	-	-	-	-	48
Transfers and subsidies	32 348	-	-	-	929	929	33 277
Provinces and municipalities	9 435	-	-	36	-	36	9 471
Departmental agencies and accounts	3 199	-	-	-	-	-	3 199
Households	19 714	-	-	(36)	929	893	20 607

Table 20.1: Correctional Services (continued)

2006/07							
R thousand	Main appropriation	Additional appropriation				Adjusted appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		Total additional appropriation
Payments for capital assets	1 363 888	-	-	1 309	(197 000)	(195 691)	1 168 197
Buildings and other fixed structures	1 228 965	-	-	1 702	(197 000)	(195 298)	1 033 667
Machinery and equipment	134 923	-	-	(393)	-	(393)	134 530
Total	10 630 712	-	-	-	(799 200)	(799 200)	9 831 512

Details of adjustments to Estimates of National Expenditure 2006

Virements

Table 20.2: Details on virements per programme and economic classification

Programme / Economic classification	R thousand		Motivation
	From	To	
1. Administration	-	113 485	
Current payments	-	110 989	
Compensation of employees	-	102 721	Funds shifted from compensation of employees (in programme 2) will be used to align the budget allocation with approved posts per programme.
Goods and services	-	8 268	Funds shifted from goods and services (in programmes 2, 3, 5 and 6).
Payments for capital assets	-	2 496	
Machinery and equipment	-	2 496	Funds shifted from machinery and equipment (in programmes 2, 3, 4 and 6) will cover under-budgeting.
2. Security	(105 486)	83	
Current payments	(104 116)	-	
Compensation of employees	(103 343)	-	These funds have been shifted to align the budget allocation with approved posts per programme.
Goods and services	(773)	-	Savings are due to vacant posts.
Transfers and Subsidies	-	83	
Provinces and municipalities	-	83	Funds shifted from transfers to provinces and municipalities (in programmes 3 and 6) and from transfers to households (in programme 3) will be used for RSC levies.
Payments for capital assets	(1 370)	-	
Machinery and equipment	(1 370)	-	Savings are due to vacant posts.
3. Corrections	(622)	-	
Current payments	(430)	-	
Goods and services	(430)	-	Savings are due to vacant posts.
Transfers and subsidies	(65)	-	
Provinces and municipalities	(29)	-	Savings arose because RSC levies were phased out after June 2006.
Households	(36)	-	Savings were realised on offender gratuities.
Payments for capital assets	(127)	-	
Machinery and equipment	(127)	-	Savings are due to vacant posts.
4. Care	(808)	2 949	
Current payments	-	2 949	
Goods and services	-	2 949	Funds shifted from goods and services (in programme 7) will be used for a private nutrition contract.
Payments for capital assets	(808)	-	
Machinery and equipment	(808)	-	Savings are due to vacant posts.

Table 20.2: Details on virements per programme and economic classification (continued)

Programme / Economic classification	R thousand		Motivation
	From	To	
5. Development	(1 396)	373	
Current payments	(1 396)	-	
Goods and services	(1 396)	-	Savings are due to vacant posts.
Payments for capital assets	-	373	
Machinery and equipment	-	373	Funds shifted from machinery and equipment (in programme 7) will cover under-budgeting.
6. Social Reintegration	(6 114)	-	
Current payments	(6 040)	-	
Goods and services	(6 040)	-	Savings are due to vacant posts.
Transfers and subsidies	(18)	-	
Provinces and municipalities	(18)	-	Savings arose because RSC levies were phased out after June 2006.
Payments for capital assets	(56)	-	
Machinery and equipment	(56)	-	Savings are due to vacant posts.
7. Facilities	(4 788)	2 324	
Current payments	(3 887)	622	
Compensation of employees	-	622	Funds shifted from compensation of employees (in programme 2) will be used for an increase in the department's establishment.
Goods and services	(3 887)	-	Saving on PPP contract due to lower inflation.
Payments for capital assets	(901)	1 702	
Buildings and other fixed structures	-	1 702	Funds shifted from goods and services and machinery and equipment (in this programme) will be used for small skills transfer projects done by departmental officials and prisoner labour.
Machinery and equipment	(901)	-	Savings are due to vacant posts.
Total for vote	(119 214)	119 214	

Other adjustments – (R799,2 million)

Self-financing expenditure

Programme 3: Corrections

R929 000 was collected from hiring out offender labour at a rate prescribed by the department's tariff policy and approved by National Treasury. The full amount is deposited into the National Revenue Fund and 33 per cent is reallocated to the department to supplement the budget for offender gratuities.

Savings

Programme 7: Facilities

R197 million from buildings and other fixed structures has been surrendered due to delays in the department's capital works building programme, mainly because feasibility studies have not been done and because of some management issues between the client and the implementing agency.

Other savings

The following amounts have been surrendered due to vacant posts. These are more senior posts, and the department requires that the qualifications and security clearances of applicants be verified before appointments are made. The vacancy rate is aggravated by the department's high staff turnover.

Programme 1: Administration

R300,572 million from compensation of employees due to vacant posts and the realignment of the department's performance assessment cycle (which means that the present cycle will run from January 2006 to March 2007 and performance bonuses will be paid in 2007/08).

Programme 2: Security

R167,705 million from compensation of employees due to vacant posts.

Programme 3: Corrections

R86,931 million from compensation of employees due to vacant posts.

Programme 4: Care

R35,921 million from compensation of employees due to vacant posts.

Programme 6: Social Reintegration

R12 million from compensation of employees due to vacant posts.

Expenditure 2005/06 and preliminary expenditure 2006/07

Table 20.3: Correctional Services

Programme	2005/06				2006/07		
	Expenditure outcome				Preliminary expenditure		
	Adjusted appropriation	Apr 2005 - Sep 2005	Apr 2005 - Mar 2006	Apr 05 - Mar 06 % of adjusted appropriation	Adjusted appropriation	Apr 2006 - Sep 2006	% change 05/06 - 06/07 Apr - Sep
R thousand							
1. Administration	2 602 084	1 076 935	2 565 358	98,6	2 573 946	1 108 333	2,9
2. Security	3 122 480	1 288 506	3 051 627	97,7	3 062 928	1 385 090	7,5
3. Corrections	617 172	301 684	613 560	99,4	766 914	339 813	12,6
4. Care	1 029 465	474 579	1 028 059	99,9	1 180 755	483 000	1,8
5. Development	452 987	155 022	449 837	99,3	394 343	157 598	1,7
6. Social Reintegration	301 846	146 502	301 335	99,8	323 894	154 076	5,2
7. Facilities	1 762 853	601 709	1 612 625	91,5	1 528 732	488 539	(18,8)
Total	9 888 887	4 044 937	9 622 401	97,3	9 831 512	4 116 449	1,8
Current payments	7 605 491	3 595 536	7 543 561	99,2	8 630 038	3 819 936	6,2
Compensation of employees	5 093 818	2 472 183	5 091 812	100,0	5 792 138	2 714 869	9,8
Goods and services	2 511 628	1 122 128	2 437 436	97,0	2 837 852	1 103 665	(1,6)
Interest and rent on land	45	21	40	88,9	48	26	23,8
Financial transactions in assets and liabilities	-	1 204	14 273	-	-	1 376	14,3
Transfers and subsidies	50 304	27 353	48 428	96,3	33 277	17 349	(36,6)
Provinces and municipalities	16 633	11 268	16 306	98,0	9 471	4 390	(61,0)
Departmental agencies and accounts	3 467	-	3 467	100,0	3 199	-	-
Public corporations and private enterprises	1 260	1 221	1 877	149,0	-	96	(92,1)
Households	28 944	14 864	26 778	92,5	20 607	12 863	(13,5)
Payments for capital assets	2 233 092	422 048	2 030 412	90,9	1 168 197	279 164	(33,9)
Buildings and other fixed structures	1 209 157	382 614	1 055 615	87,3	1 033 667	250 307	(34,6)
Machinery and equipment	1 023 935	38 990	974 739	95,2	134 530	28 793	(26,2)
Cultivated assets	-	435	48	-	-	3	(99,3)
Software and other intangible assets	-	9	10	-	-	61	577,8
Total	9 888 887	4 044 937	9 622 401	97,3	9 831 512	4 116 449	1,8

Selected expenditure trends for the first half of the 2006/07 financial year

Expenditure in the first six months of 2006/07 was R4,1 billion, or 41,9 per cent of the adjusted appropriation of R9,8 billion for the year as a whole.

Expenditure in the first six months of 2006/07 has increased by 1,8 per cent compared to the same period of the previous financial year. The slow increase is due to delays in the capital acquisition processes as well as delayed billing by the implementing agency for infrastructure repairs, maintenance and renovations.

Goods and services reflects a decrease due delayed billing for municipal services.

Summary of changes to transfers and subsidies, and conditional grants

Table 20.4: Summary of changes to transfers and subsidies per programme

2006/07							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
2. Security	2 356	-	-	83	-	83	2 439
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	2 356	-	-	83	-	83	2 439
Regional Services	2 356	-	-	83	-	83	2 439
Council levies							
3. Corrections	17 140	-	-	(65)	929	864	18 004
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	640	-	-	(29)	-	(29)	611
Regional Services	640	-	-	(29)	-	(29)	611
Council levies							
Households							
Other transfers							
Current	16 500	-	-	(36)	929	893	17 393
Cash payment gratuity earnings	16 500	-	-	(36)	929	893	17 393
6. Social Reintegration	3 449	-	-	(18)	-	(18)	3 431
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	235	-	-	(18)	-	(18)	217
Regional Services	235	-	-	(18)	-	(18)	217
Council levies							

