

Vote 18

Sport and Recreation South Africa

2007/08					
R thousand	Main appropriation	Special adjustments appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	3 157 222	1 905 000	5 067 207	–	4 985
<i>of which:</i>					
Current payments	197 638	–	199 054	–	1 416
Transfers and subsidies	2 958 604	1 905 000	4 865 093	–	1 489
Payments for capital assets	980	–	3 060	–	2 080
Executive authority	Minister of Sport and Recreation South Africa				
Accounting officer	Head of Sport and Recreation South Africa				

Aim

The aim of Sport and Recreation South is to improve the quality of life of all South Africans by promoting participation in sport and recreation in the country, and through the participation of South African sportspersons and teams in international sporting events.

Adjusted Estimates of National Expenditure 2007

Table 18.1: Adjusted estimates

2007/08								
Programme	Additional appropriation							
R thousand	Main appropriation	Special adjustments appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	Adjusted appropriation
1. Administration	85 367	–	–	–	(4 700)	–	(4 700)	80 667
2. Sport Support Services	94 745	–	3 085	–	–	–	3 085	97 830
3. Mass Participation	250 570	–	–	–	(1 600)	–	(1 600)	248 970
4. International Liaison and Events	3 709	–	1 900	–	6 500	–	8 400	12 109
5. Facilities Co-ordination	5 831	–	–	–	(200)	–	(200)	5 631
6. 2010 FIFA World Cup Unit	2 717 000	1 905 000	–	–	–	–	–	4 622 000
Total	3 157 222	1 905 000	4 985	–	–	–	4 985	5 067 207
Economic classification								
Current payments	197 638	–	3 500	–	(2 084)	–	1 416	199 054
Compensation of employees	51 079	–	–	–	(5 000)	–	(5 000)	46 079
Goods and services	146 559	–	3 500	–	2 916	–	6 416	152 975
Transfers and subsidies	2 958 604	1 905 000	1 485	–	4	–	1 489	4 865 093
Provinces and municipalities	2 894 000	1 905 000	–	–	4	–	4	4 799 004
Departmental agencies and accounts	16 151	–	–	–	–	–	–	16 151
Public corporations and private enterprises	120	–	–	–	–	–	–	120
Non-profit institutions	23 333	–	1 485	–	–	–	1 485	24 818
Households	25 000	–	–	–	–	–	–	25 000
Payments for capital assets	980	–	–	–	2 080	–	2 080	3 060
Machinery and equipment	980	–	–	–	2 080	–	2 080	3 060
Total	3 157 222	1 905 000	4 985	–	–	–	4 985	5 067 207

Details of adjustments to Estimates of National Expenditure 2007

Roll-overs – R4.985 million

Programme 2: Sport Support Services

R2 million has been rolled over for preparing athletes for the All Africa Games, and R1.085 million for amateur boxing, the world gymnastara and korfbal.

Programme 4: International Liaison and Events

R400 000 has been rolled over to offset costs for the International Triathlon Union - Triathlon World Cup and R1.5 million for the motocross world championship.

Unforeseeable and unavoidable expenditure

Programme 6: 2010 FIFA World Cup Unit

In the Special Adjustments Appropriation Act (2007/08 Financial Year), 2007 (Act No 16 of 2007), R1.905 billion has been allocated to Sport and Recreation South Africa and recorded as 2010 FIFA World Cup stadiums development conditional grant. The adjustment is to ensure that stadium construction programmes are not constrained by cash-flow shortages.

Virements

Table 18.2: Details on virements per programme and economic classification

Programme / Economic classification	R thousand		Motivation
	From	To	
1. Administration	(7 200)	2 500	
Current payments	(7 200)	416	
Compensation of employees	(7 200)	–	– Savings are due to the following unfilled vacant posts: director-general, chief operating officer, 2 directors, 12 deputy directors and 14 levels 5-8 posts. Posts are filled from the top down and this will proceed after the DG is appointed. Most of the posts have been advertised and some are already waiting approval. The savings have been shifted to goods and services, provinces and municipalities, and machinery and equipment in this programme, and to goods and services in programme 4.
Goods and services	–	416	Funds shifted from compensation of employees will be used for municipal services and unforeseen repairs to departmental vehicles.
Transfers and Subsidies	–	4	
Provinces and municipalities	–	4	Funds shifted from compensation of employees will be used for licensing departmental vehicles.
Payments for capital assets	–	2 080	
Machinery and equipment	–	2 080	Funds shifted from compensation of employees will be used for costs related to this programme's expanded establishment.
3. Mass Participation	(1 600)	–	
Current payments	(1 600)	–	
Compensation of employees	(1 600)	–	– Savings are due to the following unfilled vacant posts: 3 directors, 4 deputy directors, 2 assistant directors, and 2 level 7 posts. Posts are filled from the top down and this will proceed after the DG is appointed. Most of the posts have been advertised and some are already waiting approval. The savings have been shifted to goods and services in programme 4.
4. International Liaison and Events	–	6 500	
Current payments	–	6 500	
Goods and services	–	6 500	Funds shifted from programmes 1, 3 and 5 will be used for the Zone VI Games and for marketing South Africa at the Beijing Olympics and Paralympics.
5. Facilities Co-ordination	(200)	–	
Current payments	(200)	–	
Compensation of employees	(200)	–	– Savings are due to two unfilled deputy director posts. Posts are filled from the top down and this will proceed after the DG is appointed. The posts have been advertised. The savings have been shifted to programme 4.

Table 18.2: Details on virements per programme and economic classification (continued)

Programme / Economic classification	R thousand		Motivation
	From	To	
6. 2010 FIFA World Cup Unit	(4 000)	4 000	
Current payments	(4 000)	4 000	
Compensation of employees	–	4 000	Funds shifted from goods and services will be used for this programme's expanded establishment.
Goods and services	(4 000)	–	Savings on payment for services provided by the department's 2010 project management company have been shifted to compensation of employees.
Total for Vote	(13 000)	13 000	

Expenditure 2006/07 and preliminary expenditure 2007/08

Table 18.3: 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	83 177	19 542	44 396	53.4	80 667	28 566	46.2
2. Sport Support Services	86 146	36 749	81 332	94.4	97 830	46 626	26.9
3. Mass Participation	166 970	87 155	150 542	90.2	248 970	139 347	59.9
4. International Liaison and Events	4 053	2 940	608 379	15 010.6	12 109	1 628	(44.6)
5. Facilities Co-ordination	5 100	887	1 898	37.2	5 631	658	(25.8)
6. 2010 FIFA World Cup Unit	614 500	–	–	–	4 622 000	1 364 583	(100.0)
Total	959 946	147 273	886 547	92.4	5 067 207	1 581 408	973.8
Current payments	176 463	38 857	109 478	62.0	199 054	61 781	59.0
Compensation of employees	40 226	15 170	30 085	74.8	46 079	19 141	26.2
Goods and services	136 237	23 687	79 393	58.3	152 975	42 640	80.0
Transfers and subsidies	776 736	108 220	775 313	99.8	4 865 093	1 518 188	1 302.9
Provinces and municipalities	719 029	73 957	719 025	100.0	4 799 004	1 482 980	1 905.2
Departmental agencies and accounts	6 857	3 572	6 831	99.6	16 151	4 741	32.7
Public corporations and private enterprises	100	45	73	73.0	120	9	(80.0)
Non-profit institutions	30 750	10 449	29 137	94.8	24 818	20 203	93.3
Households	20 000	20 197	20 247	101.2	25 000	10 255	(49.2)
Payments for capital assets	6 747	196	1 756	26.0	3 060	1 439	634.2
Machinery and equipment	6 747	196	1 756	26.0	3 060	1 341	584.2
Software and other intangible assets	–	–	–	–	–	98	(100.0)
Total	959 946	147 273	886 547	92.4	5 067 207	1 581 408	973.8

Selected expenditure trends for the first half of 2007/08

Expenditure in the first six months of 2007/08 was R1.581 billion, or 31.2 per cent of the adjusted appropriation of R5.067 billion for the year as a whole. While this expenditure is still relatively slow, it has increased by 973.8 per cent compared to the first six months of 2006/07.

This increase is mainly due to a number of vacant posts that have been filled, which accounts for the increase in current payments. There is also a significant increase in transfers and subsidies, mainly due to the introduction of the 2010 stadium development conditional grant and additions to the mass participation conditional grant.

Expenditure in 2006/07 was 92.4 per cent of the adjusted appropriation for that year.

Changes to transfers and subsidies and conditional grants

Table 18.4: Summary of changes to transfers and subsidies per programme

R thousand	2007/08							Adjusted appropriation
	Main appropriation	Special adjustments appropriation	Additional appropriation				Total additional appropriation	
			Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	171				4		4	175
Provinces and municipalities								
Provinces								
Provincial revenue funds								
Current	-				4		4	4
Licenses for departmental vehicles	-				4		4	4
2. Sport Support Services	61 433		1 085				1 085	62 518
Non-profit institutions								
Current	20 333		1 085				1 085	21 418
Sport federations	20 333		1 085				1 085	21 418
4. International Liaison and Events			400				400	400
Non-profit institutions								
Current			400				400	400
International Triathlon Union – Triathlon World Cup			400				400	400
6. 2010 FIFA World Cup Unit	2 700 000	1 905 000						4 605 000
Provinces and municipalities								
Municipalities								
Capital	2 700 000	1 905 000						4 605 000
2010 FIFA World Cup Stadiums Development Grant	2 700 000	1 905 000						4 605 000

Table 18.5: Summary of changes to conditional grants: Local Government (Municipalities) ¹

R thousand	2007/08							Adjusted appropriation
	Main appropriation	Special adjustments appropriation	Additional appropriation				Total additional appropriation	
			Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
6. 2010 FIFA World Cup Unit								
2010 FIFA World Cup Stadiums Development Grant	2 700 000	1 905 000						4 605 000

¹ Main appropriation detail provided in the Division of Revenue Act, 2007