Vote 17

Higher Education and Training

Adjusted budget summary

	2013/14			
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	**34 322 391**	**34 333 900**	–	11 509
of which:				
Current payments	581 245	579 550	(1 695)	–
Transfers and subsidies	33 737 105	33 748 679	–	11 574
Payments for capital assets	4 041	5 671	–	1 630
Direct charge against the National Revenue Fund	**12 403 000**	**12 300 000**	**–**	**–**
Executive authority	Minister of Higher Education and Training			
Accounting officer	Director-General of Higher Education and Training			
Website address	www.dhet.gov.za			

Aim

Develop and support a quality higher and vocational education sector. Promote access to higher and vocational education and skills development training opportunities.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first six months of 2013/14 (April to September)	Changed target for 2013/14
Number of students enrolled in higher education institutions per year	University Education	Outcome 5: Skilled and capable workforce to support an inclusive growth path	935 710	_1	_
Proportion of higher education enrolments in science, engineering and technology: business: humanities	University Education		29:30:41	_1	_
Number of higher education graduates per year	University Education		179 780	_1	_
Number of headcount enrolments in further education and training colleges per year	Vocational and Continuing Education and Training		650 000	533 698	_
Number of full time equivalents enrolled in further education and training institutions per year	Vocational and Continuing Education and Training		303 280	285 199	_
Number of new artisans registered for training each year	Skills Development		26 000	9 039	_
Number of artisan learners competent each year	Skills Development		12 000	3 184	_

1. Audited data only available from universities by July 2014.

Mid-year progress

The department is on track to exceed its enrolment targets for total headcount and full time equivalents in further education and training colleges. By mid-year, the department has achieved 82 per cent and 94 per cent of these targets. The performance is expected to exceed targets as there is another enrolment cycle for some of the national accredited technical diploma programmes in the second half of the year.

With 3 184 trained artisans having participated in trade tests at the Institute for the National Development of Learnerships, Employment Skills and Labour Assessments by 30 September, the department has reached 27 per cent of the annual target of 12 000. The performance is lower than expected because the national artisan database reporting system is not yet fully functional. The lower than expected performance was also due to incorrect and inadequate reporting on the part of the sector education and training authorities, as well as the Institute for the National Development of Learnerships, Employment Skills and Labour Assessments' lack of capacity to report correctly using the national artisan database reporting system and its slow progress in procuring a modern workflow based data capturing system. These problems have also reduced the number of new artisans registered for training. The department expects now to register 16 961 new artisans by 31 March 2014, not the targeted 26 000.

Adjusted Estimates of National Expenditure 2013

Programme	2013/14							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared Unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Administration	200 621	–	–	(10 962)	–	–	(10 962)	189 659
Human Resource Development, Planning and Monitoring Coordination	48 066	–	–	(626)	–	–	(626)	47 440
University Education	28 303 651	–	–	(2 911)	–	–	(2 911)	28 300 740
Vocational and Continuing Education and Training	5 664 457	–	–	15 042	–	11 509	26 551	5 691 008
Skills Development	105 596	–	–	(543)	–	–	(543)	105 053
Total	**34 322 391**	**–**	**–**	**–**	**–**	**11 509**	**11 509**	**34 333 900**
Direct charge against the National Revenue Fund	**12 403 000**	**–**	**–**	**–**	**–**	**(103 000)**	**(103 000)**	**12 300 000**
Sector education and training authorities	9 922 395	–	–	–	–	(81 804)	(81 804)	9 840 591
National Skills Fund	2 480 605	–	–	–	–	(21 196)	(21 196)	2 459 409
Total	**46 725 391**	**–**	**–**	**–**	**–**	**(91 491)**	**(91 491)**	**46 633 900**
Economic classification								
Current payments	**581 245**	**–**	**–**	**(1 695)**	**–**	**–**	**(1 695)**	**579 550**
Compensation of employees	402 700	–	–	–	–	–	–	402 700
Goods and services	178 545	–	–	(1 695)	–	–	(1 695)	176 850
Transfers and subsidies	**46 140 105**	**–**	**–**	**65**	**–**	**(91 491)**	**(91 426)**	**46 048 679**
Provinces and municipalities	2 442 679	–	–	–	–	11 509	11 509	2 454 188
Departmental agencies and accounts	18 285 606	–	–	–	–	(103 000)	(103 000)	18 182 606
Higher education institutions	22 388 767	–	–	–	–	–	–	22 388 767
Foreign governments and international organisations	2 864	–	–	–	–	–	–	2 864
Non-profit institutions	3 020 189	–	–	–	–	–	–	3 020 189
Households	–	–	–	65	–	–	65	65
Payments for capital assets	**4 041**	**–**	**–**	**1 630**	**–**	**–**	**1 630**	**5 671**
Machinery and equipment	4 041	–	–	1 405	–	–	1 405	5 446
Software and other intangible assets	–	–	–	225	–	–	225	225
Total	**46 725 391**	**–**	**–**	**–**	**–**	**(91 491)**	**(91 491)**	**46 633 900**

Programme 1: Administration

Subprogramme	2013/14							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared Unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Ministry	28 651	–	–	(1 912)	–	–	(1 912)	26 739
Department Management	28 278	–	–	1 378	–	–	1 378	29 656
Corporate Services	95 740	–	–	4 572	–	–	4 572	100 312
Office Accommodation	47 952	–	–	(15 000)	–	–	(15 000)	32 952
Total	**200 621**	**–**	**–**	**(10 962)**	**–**	**–**	**(10 962)**	**189 659**
Economic classification								
Current payments	**199 066**	**–**	**–**	**(12 449)**	**–**	**–**	**(12 449)**	**186 617**
Compensation of employees	100 435	–	–	5 096	–	–	5 096	105 531
Goods and services	98 631	–	–	(17 545)	–	–	(17 545)	81 086
Transfers and subsidies	**165**	**–**	**–**	**10**	**–**	**–**	**10**	**175**
Departmental agencies and accounts	165	–	–	–	–	–	–	165
Households	–	–	–	10	–	–	10	10
Payments for capital assets	**1 390**	**–**	**–**	**1 477**	**–**	**–**	**1 477**	**2 867**
Machinery and equipment	1 390	–	–	1 259	–	–	1 259	2 649
Software and other intangible assets	–	–	–	218	–	–	218	218
Total	**200 621**	**–**	**–**	**(10 962)**	**–**	**–**	**(10 962)**	**189 659**

Programme 2: Human Resource Development, Planning and Monitoring Coordination

Subprogramme	2013/14							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared Unspent funds	Other adjustments	Total adjustments appropriation	Adjusted Appropriation
Programme Management: Human Resource Development, Planning and Monitoring Coordination	3 451	–	–	682	–	–	682	4 133
Human Resource Development, Strategic Planning and Coordination	10 670	–	–	939	–	–	939	11 609
Planning, Information, Monitoring and Evaluation Coordination	9 176	–	–	(169)	–	–	(169)	9 007
International Relations	11 329	–	–	(1 572)	–	–	(1 572)	9 757
Legal and Legislative Services	8 765	–	–	241	–	–	241	9 006
Social Inclusion in Education	4 675	–	–	(747)	–	–	(747)	3 928
Total	**48 066**	**–**	**–**	**(626)**	**–**	**–**	**(626)**	**47 440**
Current payments	**44 926**	**–**	**–**	**(682)**	**–**	**–**	**(682)**	**44 244**
Compensation of employees	39 414	–	–	(1 017)	–	–	(1 017)	38 397
Goods and services	5 512	–	–	335	–	–	335	5 847
Transfers and subsidies	**2 864**	**–**	**–**	**–**	**–**	**–**	**–**	**2 864**
Foreign governments and international organisations	2 864	–	–	–	–	–	–	2 864
Payments for capital assets	**276**	**–**	**–**	**56**	**–**	**–**	**56**	**332**
Machinery and equipment	276	–	–	49	–	–	49	325
Software and other intangible assets	–	–	–	7	–	–	7	7
Total	**48 066**	**–**	**–**	**(626)**	**–**	**–**	**(626)**	**47 440**

Programme 3: University Education

Subprogramme	2013/14							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Programme Management: University Education	3 878	–	–	(1 485)	–	–	(1 485)	2 393
University - Academic Planning and Management	5 872 588	–	–	(1 763)	–	–	(1 763)	5 870 825
University - Financial Planning and Information Systems	8 543	–	–	1 265	–	–	1 265	9 808
University - Policy and Development	22 399	–	–	(2 373)	–	–	(2 373)	20 026
Teacher Education	7 476	–	–	1 445	–	–	1 445	8 921
University Subsidies	22 388 767	–	–	–	–	–	–	22 388 767
Total	**28 303 651**	–	**–**	**(2 911)**	**–**	**–**	**(2 911)**	**28 300 740**
Economic classification								
Current payments	**46 956**	**–**	**–**	**(3 108)**	**–**	**–**	**(3 108)**	**43 848**
Compensation of employees	40 887	–	–	(4 361)	–	–	(4 361)	36 526
Goods and services	6 069	–	–	1 253	–	–	1 253	7 322
Transfers and subsidies	**28 256 461**	**–**	**–**	**55**	**–**	**–**	**55**	**28 256 516**
Departmental agencies and accounts	5 860 694	–	–	–	–	–	–	5 860 694
Higher education institutions	22 388 767	–	–	–	–	–	–	22 388 767
Non-profit institutions	7 000	–	–	–	–	–	–	7 000
Households	–	–	–	55	–	–	55	55
Payments for capital assets	**234**	–	**–**	**142**	**–**	**–**	**142**	**376**
Machinery and equipment	234	–	–	142	–	–	142	376
Total	**28 303 651**	**–**	**–**	**(2 911)**	**–**	**–**	**(2 911)**	**28 300 740**

Programme 4: Vocational and Continuing Education and Training

Subprogramme	2013/14							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Programme Management: Vocational and Continuing Education and Training	3 921	–	–	2 677	–	–	2 677	6 598
Planning and Institutional Support	5 473 215	–	–	1 513	–	11 509	13 022	5 486 237
Programmes and Qualifications	187 321	–	–	10 852	–	–	10 852	198 173
Total	**5 664 457**	**–**	**–**	**15 042**	**–**	**11 509**	**26 551**	**5 691 008**
Economic classification								
Current payments	**207 685**	**–**	**–**	**15 114**	**–**	**–**	**15 114**	**222 799**
Compensation of employees	152 157	–	–	825	–	–	825	152 982
Goods and services	55 528	–	–	14 289	–	–	14 289	69 817
Transfers and subsidies	**5 455 868**	**–**	**–**	**–**	**–**	**11 509**	**11 509**	**5 467 377**
Provinces and municipalities	2 442 679	–	–	–	–	11 509	11 509	2 454 188
Non-profit institutions	3 013 189	–	–	–	–	–	–	3 013 189
Payments for capital assets	**904**	**–**	**–**	**(72)**	**–**	**–**	**(72)**	**832**
Machinery and equipment	904	–	–	(72)	–	–	(72)	832
Total	**5 664 457**	**–**	**–**	**15 042**	**–**	**11 509**	**26 551**	**5 691 008**

Programme 5: Skills Development

Subprogramme	2013/14							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared Unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Programme Management: Skills Development	3 462	–	–	(1 385)	–	–	(1 385)	2 077
SETA Coordination	73 579	–	–	(234)	–	–	(234)	73 345
National Skills Development Services	6 808	–	–	1 076	–	–	1 076	7 884
Quality Development and Promotion	21 747	–	–	–	–	–	–	21 747
Total	**105 596**	**–**	**–**	**(543)**	**–**	**–**	**(543)**	**105 053**
Economic classification								
Current payments	**82 612**	**–**	**–**	**(570)**	**–**	**–**	**(570)**	**82 042**
Compensation of employees	69 807	–	–	(543)	–	–	(543)	69 264
Goods and services	12 805	–	–	(27)	–	–	(27)	12 778
Transfers and subsidies	**21 747**	**–**	**–**	**–**	**–**	**–**	**–**	**21 747**
Departmental agencies and accounts	21 747	–	–	–	–	–	–	21 747
Payments for capital assets	**1 237**	**–**	**–**	**27**	**–**	**–**	**27**	**1 264**
Machinery and equipment	1 237	–	–	27	–	–	27	1 264
Total	**105 596**	**–**	**–**	**(543)**	**–**	**–**	**(543)**	**105 053**

Direct charge against the National Revenue Fund

Subprogramme	2013/14							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Sector education and training authorities	9 922 395	–	–	–	–	(81 803)	(81 803)	9 840 592
National Skills Fund	2 480 605	–	–	–	–	(21 197)	(21 197)	2 459 408
Total	**12 403 000**	**–**	**–**	**–**	**–**	**(103 000)**	**(103 000)**	**12 300 000**
Economic classification								
Transfers and subsidies	**12 403 000**	**–**	**–**	**–**	**–**	**(103 000)**	**(103 000)**	**12 300 000**
Departmental agencies and accounts	12 403 000	–	–	–	–	(103 000)	(103 000)	12 300 000
Total	**12 403 000**	**–**	**–**	**–**	**–**	**(103 000)**	**(103 000)**	**12 300 000**

Details of adjustments to the Estimates of National Expenditure 2013

Virements and shifts

Programmes

1. Administration
2. Human Resource Development, Planning and Monitoring Coordination
3. University Education
4. Vocational and Continuing Education and Training
5. Skills Development

FROM: Programme by economic classification	Motivation	R thousand	TO: Programme by economic classification	Motivation	R thousand
Programme 1		**(19 174)**	**Programme 1**		**1 487**
Goods and services	Reallocation of funds from contractors, stationery, travel and subsistence, and venues and facilities, as well as delays in acquiring an additional building	(1 477)	Machinery and equipment	Replacement of deputy minister's vehicle, as well as for the upgrading of computer equipment	1 477
	Unspent funds as a result of delays in acquiring an additional building	(10)	Households	Social benefits to employees who left the service	10
			Programme 3		**2 142**
	Reallocation of funds as a result of delays in finalising the lease contract for office accommodation and acquiring an additional building	(2 142)	Compensation of employees	Upgrading of posts, improved conditions of service, pay progressions and performance bonuses	2 142
			Programme 4		**14 358**
	Reallocation of funds as a result of delays in finalising the lease contact for office accommodation and reallocation of central provision for commissions and committees to relevant programmes	(14 358)	Goods and services	Network infrastructure and hardware for the Ndinaye building, qualifications, and higher than expected increases in enrolment at further education and training colleges	14 358
			Programme 1		**81**
Compensation of employees	Unspent funds due to termination of service of personnel	(81)	Goods and services	Additional travel and accommodation in support of the ministerial campaigns in the provinces	81
			Programme 3		**63**
	Unspent funds due to termination of service of personnel	(8)	Machinery and equipment	Upgrading of computer equipment at the end of their useful life	8
	Vacant posts	(55)	Households	Social benefits to employees who left service	55
			Programme 4		**825**
	Vacant posts	(825)	Compensation of employees	Pay progressions and performance bonuses	825
			Programme 1		**218**
Machinery and equipment	Reallocation of funds as a result of delays in the purchase of office equipment for newly appointed staff	(218)	Software and other intangible assets	Implementation of the backup system in the government information technology office to improve IT security capabilities	218
Shifts within the programme as percentage of programme budget		0.9%			
Virements to other programmes as a percentage of the programme budget[1]		**8.7%**			
Programme 2		**(1 189)**	**Programme 1**		**100**
Goods and services	Reallocation of funds from claims for travel and subsistence	(100)	Goods and services	Implementation of the backup system in the department's government information technology office to improve IT security capabilities	100

FROM:			TO:		
Programme by economic classification	**Motivation**	**R thousand**	**Programme by economic classification**	**Motivation**	**R thousand**
			Programme 2		**9**
	Reallocation of funds realised from implementing cost saving measures on travel and subsistence, catering, and departmental activities	(9)	Machinery and equipment	Shortfall in funds for computer equipment	9
			Programme 3		**19**
	Reallocation of funds from claims for travel and subsistence	(19)	Goods and services	Monitoring and evaluation of institutions	19
			Programme 1		**81**
Compensation of employees	Vacant post	(81)	Compensation of employees	Pay progressions and performance bonuses	81
			Programme 2		**520**
	Vacant posts	(436)	Goods and services	Hosting of the department's strategic planning workshop and printing costs for the revised strategic plan and annual performance plan	436
	Vacant posts	(84)	Machinery and equipment	Upgrading of computer equipment	84
			Programme 3		**416**
	Reallocation of funds due to savings realised as a result of delays in the filling of posts	(416)	Goods and services	Monitoring and evaluation of institutions, the funding review, the gazetting of student housing norms and standards, and travelling costs for site visits to universities	416
			Programme 2		**34**
Machinery and equipment	Reallocation of funds from office equipment for newly appointed staff following delays in the filling the posts	(27)	Goods and services	Travel for students awarded scholarships by the Russian Federation, hosting of the department's strategic planning workshop, and printing costs for the revised strategic plan and annual performance plan	27
	Reallocation of funds as a result of delays on the purchase of office equipment for newly appointed staff	(7)	Software and other intangible assets	Shortfall in funding for software and other intangible assets	7
			Programme 3		**10**
	Delays in the purchase of computers for newly appointed staff	(10)	Goods and services	Monitoring and evaluation of institutions	10
Shifts within the programme as a percentage of the programme budget		1.2%			
Virements to other programmes as a percentage of the programme budget		**1.3%**			
Programme 3		**(8 377)**	**Programme 3**		**30**
Goods and services	Cost saving measures on stationery and other consumables	(30)	Machinery and equipment	Upgrading of computer equipment	30
			Programme 1		**5 984**
Compensation of employees	Vacant posts	(5 984)	Compensation of employees	Upgrading of posts, improvements to conditions of service, performance awards and additional posts	5 984

FROM:			TO:		
Programme by economic classification	**Motivation**	**R thousand**	**Programme by economic classification**	**Motivation**	**R thousand**
			Programme 3		**2 363**
	Vacant posts and unspent funds due to the termination of service of personnel	(418)	Goods and services	Monitoring and evaluation of institutions	418
	Vacant posts	(101)	Machinery and equipment	Upgrading and replacement of computer equipment	101
Higher education institutions	Reclassification of the capital transfer subsidy from current to capital transfers as a contribution to infrastructure development at universities	(1 844)	Higher education institutions	Reclassification of the capital transfer subsidy from current to capital transfers as a contribution to infrastructure development at universities	1 844
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		**0.0%**			
Programme 4		**(178)**	**Programme 1**		**29**
Goods and services	Reallocation of funds from claims for travel and subsistence	(29)	Goods and services	Implementation of the backup system to improve IT security in the department's government IT office	29
			Programme 3		**3**
	Cost saving measures on purchases of stationery and other consumables	(3)	Machinery and equipment	Upgrading of computer equipment	3
			Programme 4		**37**
	Cost saving measures on communications and property payments	(37)	Machinery and equipment	Upgrading of computer equipment	37
			Programme 3		**109**
Machinery and equipment	Unspent funds for computers for new employees whose appointments were delayed	(109)	Goods and services	Monitoring and evaluation of institutions	109
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		**0.0%**			
Programme 5		**(827)**	**Programme 1**		**232**
Goods and services	Reallocation of funds from claims for travel and subsistence	(232)	Goods and services	Increased international travel costs due to exchange rate fluctuations	232
			Programme 5		**22**
	Reallocation of funds from claims for travel and subsistence	(22)	Machinery and equipment	Upgrading of computer equipment	22
			Programme 3		**311**
Compensation of employees	Unspent funds due to termination of service of personnel and vacant posts	(311)	Goods and services	Funding review, gazetting student housing norms and standards, and travelling costs for site visits to universities	311
			Programme 5		**262**
	Unspent funds due to termination of service of personnel	(197)	Goods and services	Printing of additional gazettes for wider distribution to stakeholders for comment	197
	Unspent funds due to termination of service of personnel	(35)	Machinery and equipment	Upgrading of computer equipment	35

FROM:			TO:		
Programme by economic classification	**Motivation**	**R thousand**	**Programme by economic classification**	**Motivation**	**R thousand**
Machinery and equipment	Unspent funds for computers for new employees whose appointments were delayed	(30)	Goods and services	Printing of additional gazettes for wider distribution to stakeholders for comment	30
Shifts within the programme as a percentage of the programme budget		0.3%			
Virements to other programmes as a percentage of the programme budget		**0.5%**			
Total		**(29 745)**			**29 745**

1. *Only the legislature can approve this virement in terms of the Public Finance Management Act, (Act 1 of 1999)*

Other adjustments – R11.509 million

Adjustments due to significant and unforeseeable economic and financial events

Programme 4: Vocational and Continuing Education and Training

An additional R11.509 million has been allocated to further education and training colleges to cover the costs of increases in personnel remuneration that were higher than provided for in the Budget.

Direct charges against the National Revenue Fund – R103 million

Based on actual spending to date, the projected spending on the skills development levy has decreased by R103 million. The revised projected spending on the levy in 2013/14 is R12.3 billion. The revised projected transfers to the sector education and training authorities and the National Skills Fund are R9.841 billion and R2.459 billion.

Expenditure for 2012/13 and preliminary expenditure for 2013/14

Programme	**2012/13**					**2013/14**			
	Expenditure outcome					**Preliminary expenditure**			
R thousand	**Adjusted appropriation**	**Apr 12 - Sep 12**	**Apr 12 - Sep 12 % of adjusted appropriation**	**Apr 12 - Mar 13**	**Apr 12 - Mar 13 % of adjusted appropriation**	**Adjusted appropriation**	**Adjusted appropriation/ total (%)**	**Apr 13 - Sep 13**	**Apr 13 - Sep 13 % of adjusted appropriation**
Administration	164 166	83 892	51.1	171 655	104.6	189 659	0.4	100 743	53.1
Human Resource Development, Planning and Monitoring Coordination	44 342	20 448	46.1	42 829	96.6	47 440	0.1	21 616	45.6
University Education	26 232 692	19 462 397	74.2	26 228 713	100.0	28 300 740	60.7	21 074 282	74.5
Vocational and Continuing Education and Training	5 044 252	2 625 445	52.0	5 045 941	100.0	5 691 008	12.2	2 990 169	52.5
Skills Development	100 699	47 889	47.6	93 262	92.6	105 053	0.2	48 835	46.5
Subtotal	**31 586 151**	**22 240 071**	**70.4**	**31 582 400**	**100.0**	**34 333 900**	**73.6**	**24 235 645**	**70.6**
Direct charge against the National Revenue Fund	**11 400 000**	**5 477 526**	**48.0**	**11 694 493**	**102.6**	**12 300 000**	**26.4**	**5 616 086**	**45.7**
Sector education and training authorities	9 120 000	4 377 866	48.0	9 355 594	102.6	9 840 591	21.1	4 492 929	45.7
National Skills Fund	2 280 000	1 099 660	48.2	2 338 899	102.6	2 459 409	5.3	1 123 157	45.7
Total	**42 986 151**	**27 717 597**	**64.5**	**43 276 893**	**100.7**	**46 633 900**	**100.0**	**29 851 731**	**64.0**

R thousand	2012/13 Expenditure outcome Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted appropriation	2013/14 Preliminary expenditure Adjusted appropriation	Adjusted appropriation/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation
Economic classification									
Current payments	**523 405**	**244 701**	**46.8**	**517 617**	**98.9**	**579 550**	**1.2**	**290 159**	**50.1**
Compensation of employees	374 120	176 940	47.3	360 434	96.3	402 700	0.9	199 876	49.6
Goods and services	149 285	67 761	45.4	157 183	105.3	176 850	0.4	90 283	51.1
Transfers and subsidies	**42 457 819**	**27 469 036**	**64.7**	**42 753 798**	**100.7**	**46 048 679**	**98.7**	**29 559 145**	**64.2**
Provinces and municipalities	4 844 607	2 538 532	52.4	4 844 607	100.0	2 454 188	5.3	1 371 907	55.9
Departmental agencies and accounts	16 701 904	9 860 329	59.0	16 996 480	101.8	18 182 606	39.0	10 496 768	57.7
Higher education institutions	20 902 860	15 069 223	72.1	20 902 778	100.0	22 388 767	48.0	16 183 053	72.3
Foreign governments and international organisations	2 544	–	0.0	2 639	103.7	2 864	0.0	–	0.0
Non-profit institutions	5 000	–	0.0	5 000	100.0	3 020 189	6.5	1 506 610	49.9
Households	904	952	105.3	2 294	253.8	65	0.0	807	1241.5
Payments for capital assets	**4 927**	**3 860**	**78.3**	**5 445**	**110.5**	**5 671**	**0.0**	**2 427**	**42.8**
Machinery and equipment	4 752	3 192	67.2	5 445	114.6	5 446	0.0	2 209	40.6
Software and other intangible assets	175	668	381.7	–	0.0	225	0.0	218	96.9
Payments for financial assets	**–**	**–**	**–**	**33**	**–**	**–**	**0.0**	**–**	**0.0**
Total	**42 986 151**	**27 717 597**	**64.5**	**43 276 893**	**100.7**	**46 633 900**	**100.0**	**29 851 731**	**64.0**

Expenditure trends for the first half of 2013/14

Total departmental expenditure was R31.582 billion or 100 per cent of the 2012/13 adjusted appropriation. Expenditure in the first six months of 2013/14 was R24.236 billion, or 70.6 per cent of the adjusted appropriation of R34.334 billion for the year. In comparison, mid-year expenditure in 2012/13 was R22.240 billion, or 70.4 per cent of the 2012/13 adjusted appropriation. Compared to the first six months of 2012/13, expenditure over the same period in 2013/14 increased by R1.996 billion, or 9 per cent. This was mainly due to increases in allocations made to university subsidies, the National Student Financial Aid Scheme for bursaries, accommodation charges, further education and training colleges, adult education and training examination functions, the establishment of universities in Mpumalanga and the Northern Cape, and the provision for the improvement of conditions of service for salary adjustments.

Departmental receipts

R thousand	2012/13 Adjusted estimate	Audited outcome Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted estimate	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted estimate	2013/14 Actual receipts Budget estimate	Adjusted estimate	Adjusted receipts estimate/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate
Departmental receipts	**10 585**	**5 461**	**51.6**	**10 913**	**103.1**	**9 317**	**10 915**	**100**	**5 790**	**53.0**
Sales of goods and services produced by department	4 530	2 265	50.0	4 949	109.2	4 172	5 583	51.1	3 128	56.0
Sales of scrap, waste, arms and other used current goods	24	12	50.0	16	66.7	17	60	0.5	25	41.7

R thousand	2012/13 Adjusted estimate	Audited outcome Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted estimate	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted estimate	2013/14 Budget estimate	Adjusted estimate	Actual receipts Adjusted receipts estimate/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate
Transfers received	20	20	100.0	80	400.0	–	–	–	–	–
Interest, dividends and rent on land	3 514	1 757	50.0	3 458	98.4	3 463	3 096	28.4	1 541	49.8
Transactions in financial assets and liabilities	2 497	1 407	56.3	2 410	96.5	1 665	2 176	19.9	1 096	50.4
Total	**10 585**	**5 461**	**51.6**	**10 913**	**103.1**	**9 317**	**10 915**	**100.0**	**5 790**	**53.0**

Revenue trends for the first half of 2013/14

Revenue in the first six months of 2013/14 was R5.790 million, or 53 per cent of the adjusted revenue estimate of R10.915 million for the year. In comparison, mid-year revenue in 2012/13 was R5.461 million, or 51.6 per cent of the 2012/13 adjusted estimate. Compared to the first six months of 2012/13, revenue over the same period in 2013/14 increased by R329 000, or 6 per cent. This was mainly due to increased fees received for examination services, trade test registrations and boarding fees.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

R thousand	2013/14 Main appropriation	Adjustments appropriation Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Administration								
Households								
Social benefits								
Current	**–**	**–**	**–**	**10**	**–**	**–**	**10**	**10**
Employee social benefits	–	–	–	10	–	–	10	10
University Education								
Higher education institutions								
Current	**150 000**	**–**	**–**	**–**	**–**	**–**	**–**	**150 000**
Witwatersrand: New universities in Mpumalanga and Northern Cape	150 000	–	–	(121 281)	–	–	(121 281)	28 719
University of Mpumalanga	–	–	–	58 153	–	–	58 153	58 153
Sol Plaatje University	–	–	–	63 128	–	–	63 128	63 128
Households								
Social benefits								
Current	**–**	**–**	**–**	**55**	**–**	**–**	**55**	**55**
Employee social benefits	–	–	–	55	–	–	55	55
Vocational and Continuing Education and Training								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Current	**2 442 679**	**–**	**–**	**–**	**–**	**11 509**	**11 509**	**2 454 188**
Further education and training colleges grant	2 442 679	–	–	–	–	11 509	11 509	2 454 188

Summary of changes to transfers and subsidies per programme (continued)

		2013/14						
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Direct charge against the National Revenue Fund								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	**12 403 000**	**–**	**–**	**–**	**–**	**(103 000)**	**(103 000)**	**12 300 000**
Sector education and training authorities	9 922 395	–	–	–	–	(81 803)	(81 803)	9 840 592
National Skills Fund	2 480 605	–	–	–	–	(21 197)	(21 197)	2 459 408