Vote 10

Public Service and Administration

Adjusted budget summary

R thousand	2017/18 Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	**897 144**	**877 144**	**(22 891)**	**2 891**
of which:				
Current payments	451 599	438 357	(13 242)	–
Transfers and subsidies	442 525	432 876	(9 649)	–
Payments for capital assets	3 020	5 868	–	2 848
Payments for financial assets	–	43	–	43
Executive authority	Minister for Public Service and Administration			
Accounting officer	Director-General of Public Service and Administration			
Website address	www.dpsa.gov.za			

Vote purpose

Lead the modernisation of the public service, through a generally applicable framework of norms and standards, to improve service delivery.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance: Projected for 2017/18 as published in the 2017 ENE	Achieved in the first six months of 2017/18 (April to September)	Changed target for 2017/18
Number of selected departments in which the implementation of the productivity management framework is monitored per year	Policy Development, Research and Analysis	Outcome 12: An efficient, effective and development-oriented public service	2	2	–
Number of reports on the monitoring of vacancy rate trends and turnaround times for filling vacant positions in the public service submitted to the Minister of Public Service and Administration per year	Labour Relations and Human Resource Management		2	1	–
Number of human resources development forum meetings held per year by the department to provide support to national and provincial departments with the appointment of youth into learnership, internship and artisan programmes in the public service	Labour Relations and Human Resource Management		10	6	–
Number of departments supported with the implementation of the e-enablement security guidelines per year	Government Chief Information Officer		2	166	–
Number of service delivery improvement plans received per year from provincial and national departments with quality assessments rated as meeting minimum standards	Service Delivery Support		78	0	–
Number of national workshops per year to support departments in preparing for the implementation of the directive on compulsory capacity development, mandatory training days and minimum entry requirements for senior management members in the public service	Governance of Public Administration		4	8	–

Mid-year progress

The department planned to select and monitor 2 departments on the implementation of the productivity management framework. This was planned for the first half of the year and has already been achieved.

The target for the number of departments supported with the implementation of the e-enablement security guidelines was incorrectly recorded as 2 in the 2017 ENE. The target should have been recorded as 166, which was achieved in the first six months of the year as the department had underestimated its capacity to meet the target. The department will use the resources allocated to the achievement of this target to continue with other priorities for the remainder of the year.

The department received 3 service delivery improvement plans from provincial and national departments in the first six months of the year. The rest of the departments are expected to submit their plans in the third quarter, during which time evaluation will take place.

The target for the number of national workshops to support departments in preparing for the implementation of compulsory capacity development, mandatory training days and minimum entry requirements for senior management members in the public service was achieved in 2016/17. The department provides one-on-one support to departments as and when required, and has supported 8 departments in the first six months of the year.

The department is on track to meet all its targets by end of 2017/18.

Adjusted Estimates of National Expenditure 2017

Programme	2017/18							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Administration	230 662	–	–	11 526	(5 500)	–	6 026	236 688
Policy Development, Research and Analysis	34 446	–	–	(2 050)	–	–	(2 050)	32 396
Labour Relations and Human Resource Management	70 093	–	–	(3 120)	–	–	(3 120)	66 973
Government Chief Information Officer	21 513	–	–	(2 368)	(2 000)	–	(4 368)	17 145
Service Delivery Support	247 927	–	–	(2 580)	(9 600)	–	(12 180)	235 747
Governance of Public Administration	292 503	–	–	(1 408)	(2 900)	–	(4 308)	288 195
Total	**897 144**	**–**	**–**	**–**	**(20 000)**	**–**	**(20 000)**	**877 144**
Economic classification								
Current payments	**451 599**	**–**	**–**	**(2 742)**	**(10 500)**	**–**	**(13 242)**	**438 357**
Compensation of employees	275 711	–	–	–	(10 500)	–	(10 500)	265 211
Goods and services	175 888	–	–	(2 742)	–	–	(2 742)	173 146
Transfers and subsidies	**442 525**	**–**	**–**	**(149)**	**(9 500)**	**–**	**(9 649)**	**432 876**
Provinces and municipalities	6	–	–	3	–	–	3	9
Departmental agencies and accounts	440 377	–	–	(152)	(9 500)	–	(9 652)	430 725
Foreign governments and international organisations	2 142	–	–	–	–	–	–	2 142
Payments for capital assets	**3 020**	**–**	**–**	**2 848**	**–**	**–**	**2 848**	**5 868**
Machinery and equipment	3 020	–	–	2 642	–	–	2 642	5 662
Software and other intangible assets	–	–	–	206	–	–	206	206
Payments for financial assets	**–**	**–**	**–**	**43**	**–**	**–**	**43**	**43**
Total	**897 144**	**–**	**–**	**–**	**(20 000)**	**–**	**(20 000)**	**877 144**

Programme 1: Administration

Subprogramme	2017/18							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Ministry	42 576	–	–	1 540	(500)	–	1 040	43 616
Departmental Management	3 329	–	–	–	(500)	–	(500)	2 829
Corporate Services	80 862	–	–	8 885	(1 500)	–	7 385	88 247
Finance Administration	26 707	–	–	500	(1 000)	–	(500)	26 207
Internal Audit	6 088	–	–	657	(500)	–	157	6 245
Legal Services	6 371	–	–	370	(500)	–	(130)	6 241
International Relations	10 702	–	–	(426)	(1 000)	–	(1 426)	9 276
Office Accommodation	54 027	–	–	–	–	–	–	54 027
Total	**230 662**	**–**	**–**	**11 526**	**(5 500)**	**–**	**6 026**	**236 688**
Economic classification								
Current payments	**228 499**	**–**	**–**	**9 908**	**(5 500)**	**–**	**4 408**	**232 907**
Compensation of employees	117 160	–	–	–	(5 500)	–	(5 500)	111 660
Goods and services	111 339	–	–	9 908	–	–	9 908	121 247
Transfers and subsidies	**520**	**–**	**–**	**(149)**	**–**	**–**	**(149)**	**371**
Provinces and municipalities	6	–	–	3	–	–	3	9
Departmental agencies and accounts	152	–	–	(152)	–	–	(152)	–
Foreign governments and international organisations	362	–	–	–	–	–	–	362
Payments for capital assets	**1 643**	**–**	**–**	**1 735**	**–**	**–**	**1 735**	**3 378**
Machinery and equipment	1 643	–	–	1 549	–	–	1 549	3 192
Software and other intangible assets	–	–	–	186	–	–	186	186
Payments for financial assets	**–**	**–**	**–**	**32**	**–**	**–**	**32**	**32**
Total	**230 662**	**–**	**–**	**11 526**	**(5 500)**	**–**	**6 026**	**236 688**

Programme 2: Policy Development, Research and Analysis

Subprogramme	2017/18							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Management: Policy Development, Research and Analysis	3 344	–	–	–	–	–	–	3 344
Policy Oversight, Development and Knowledge Management	5 884	–	–	(300)	–	–	(300)	5 584
Macro Policy Modelling and Costing	2 711	–	–	(200)	–	–	(200)	2 511
Integrated Public Sector Reform	2 530	–	–	(650)	–	–	(650)	1 880
Transformation Policies and Programmes	4 887	–	–	(510)	–	–	(510)	4 377
Research and Analysis	4 182	–	–	(539)	–	–	(539)	3 643
Productivity and Efficiency Studies	6 233	–	–	449	–	–	449	6 682
Public Service Access Norms and Mechanisms	4 675	–	–	(300)	–	–	(300)	4 375
Total	**34 446**	**–**	**–**	**(2 050)**	**–**	**–**	**(2 050)**	**32 396**
Economic classification								
Current payments	**34 211**	**–**	**–**	**(2 079)**	**–**	**–**	**(2 079)**	**32 132**
Compensation of employees	26 965	–	–	–	–	–	–	26 965
Goods and services	7 246	–	–	(2 079)	–	–	(2 079)	5 167
Payments for capital assets	**235**	**–**	**–**	**29**	**–**	**–**	**29**	**264**
Machinery and equipment	235	–	–	29	–	–	29	264
Total	**34 446**	**–**	**–**	**(2 050)**	**–**	**–**	**(2 050)**	**32 396**

Programme 3: Labour Relations and Human Resource Management

Subprogramme	2017/18							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Management: Labour Relations and Human Resource Management	3 782	–	–	(470)	–	–	(470)	3 312
Labour Relations, Negotiations and Discipline Management	7 810	–	–	(1 400)	–	–	(1 400)	6 410
Workplace Environment Management	4 722	–	–	(300)	–	–	(300)	4 422
Human Resource Development	5 135	–	–	(200)	–	–	(200)	4 935
Remuneration and Job Grading	20 193	–	–	30	–	–	30	20 223
Employee Benefits	15 479	–	–	70	–	–	70	15 549
Human Resource Planning, Employment Practices and Performance Management	12 972	–	–	(850)	–	–	(850)	12 122
Total	**70 093**	**–**	**–**	**(3 120)**	**–**	**–**	**(3 120)**	**66 973**
Economic classification								
Current payments	**69 643**	**–**	**–**	**(3 902)**	**–**	**–**	**(3 902)**	**65 741**
Compensation of employees	49 761	–	–	–	–	–	–	49 761
Goods and services	19 882	–	–	(3 902)	–	–	(3 902)	15 980
Payments for capital assets	**450**	**–**	**–**	**782**	**–**	**–**	**782**	**1 232**
Machinery and equipment	450	–	–	782	–	–	782	1 232
Total	**70 093**	**–**	**–**	**(3 120)**	**–**	**–**	**(3 120)**	**66 973**

Programme 4: Government Chief Information Officer

Subprogramme	2017/18							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Management: Government Chief Information Officer	2 989	–	–	(200)	(500)	–	(700)	2 289
Public Service ICT E-enablement	6 068	–	–	(1 200)	(200)	–	(1 400)	4 668
Public Service ICT Stakeholder Management	6 714	–	–	(200)	(200)	–	(400)	6 314
Public Service ICT Risk Management	4 401	–	–	(768)	(800)	–	(1 568)	2 833
Public Service ICT Service Management	1 341	–	–	–	(300)	–	(300)	1 041
Total	**21 513**	**–**	**–**	**(2 368)**	**(2 000)**	**–**	**(4 368)**	**17 145**
Economic classification								
Current payments	**21 367**	**–**	**–**	**(2 606)**	**(2 000)**	**–**	**(4 606)**	**16 761**
Compensation of employees	16 025	–	–	–	(2 000)	–	(2 000)	14 025
Goods and services	5 342	–	–	(2 606)	–	–	(2 606)	2 736
Payments for capital assets	**146**	**–**	**–**	**234**	**–**	**–**	**234**	**380**
Machinery and equipment	146	–	–	214	–	–	214	360
Software and other intangible assets	–	–	–	20	–	–	20	20
Payments for financial assets	**–**	**–**	**–**	**4**	**–**	**–**	**4**	**4**
Total	**21 513**	**–**	**–**	**(2 368)**	**(2 000)**	**–**	**(4 368)**	**17 145**

Programme 5: Service Delivery Support

Subprogramme	2017/18							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Management: Service Delivery Support	3 572	–	–	–	–	–	–	3 572
Service Delivery Planning and Operations Management	3 447	–	–	–	(500)	–	(500)	2 947
Service Delivery Improvement Initiatives	15 383	–	–	(2 393)	(300)	–	(2 693)	12 690
Community Development and Citizen Relations	7 983	–	–	(594)	(1 000)	–	(1 594)	6 389
Public Participation and Social Dialogue	14 111	–	–	407	(700)	–	(293)	13 818
Batho Pele Support Initiatives	8 870	–	–	–	(500)	–	(500)	8 370
Centre for Public Service Innovation	34 055	–	–	–	–	–	–	34 055
National School of Government	160 506	–	–	–	(6 600)	–	(6 600)	153 906
Total	**247 927**	**–**	**–**	**(2 580)**	**(9 600)**	**–**	**(12 180)**	**235 747**
Economic classification								
Current payments	**51 584**	**–**	**–**	**(2 648)**	**(3 000)**	**–**	**(5 648)**	**45 936**
Compensation of employees	31 589	–	–	–	(3 000)	–	(3 000)	28 589
Goods and services	19 995	–	–	(2 648)	–	–	(2 648)	17 347
Transfers and subsidies	**196 065**	**–**	**–**	**–**	**(6 600)**	**–**	**(6 600)**	**189 465**
Departmental agencies and accounts	194 561	–	–	–	(6 600)	–	(6 600)	187 961
Foreign governments and international organisations	1 504	–	–	–	–	–	–	1 504
Payments for capital assets	**278**	**–**	**–**	**68**	**–**	**–**	**68**	**346**
Machinery and equipment	278	–	–	68	–	–	68	346
Total	**247 927**	**–**	**–**	**(2 580)**	**(9 600)**	**–**	**(12 180)**	**235 747**

Programme 6: Governance of Public Administration

Subprogramme	2017/18							
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Management: Governance of Public Administration	3 896	–	–	(200)	–	–	(200)	3 696
Ethics and Integrity Management	13 496	–	–	(350)	–	–	(350)	13 146
Organisational Design and Macro Organisation of the Public Service	7 091	–	–	–	–	–	–	7 091
Office of Standards, Compliance and Monitoring	5 586	–	–	(200)	–	–	(200)	5 386
Intergovernmental Relations and Government Interventions	4 526	–	–	200	–	–	200	4 726
Leadership Management	6 589	–	–	(458)	–	–	(458)	6 131
Human Resource Management Information Systems	5 655	–	–	(400)	–	–	(400)	5 255
Public Service Commission	245 664	–	–	–	(2 900)	–	(2 900)	242 764
Total	**292 503**	**–**	**–**	**(1 408)**	**(2 900)**	**–**	**(4 308)**	**288 195**
Economic classification								
Current payments	**46 295**	**–**	**–**	**(1 415)**	**–**	**–**	**(1 415)**	**44 880**
Compensation of employees	34 211	–	–	–	–	–	–	34 211
Goods and services	12 084	–	–	(1 415)	–	–	(1 415)	10 669
Transfers and subsidies	**245 940**	**–**	**–**	**–**	**(2 900)**	**–**	**(2 900)**	**243 040**
Departmental agencies and accounts	245 664	–	–	–	(2 900)	–	(2 900)	242 764
Foreign governments and international organisations	276	–	–	–	–	–	–	276
Payments for capital assets	**268**	**–**	**–**	**–**	**–**	**–**	**–**	**268**
Machinery and equipment	268	–	–	–	–	–	–	268
Payments for financial assets	**–**	**–**	**–**	**7**	**–**	**–**	**7**	**7**
Total	**292 503**	**–**	**–**	**(1 408)**	**(2 900)**	**–**	**(4 308)**	**288 195**

Details of adjustments to the Estimates of National Expenditure 2017

Virements and shifts within votes

Programmes

1. Administration
2. Policy Development, Research and Analysis
3. Labour Relations and Human Resource Management
4. Government Chief Information Officer
5. Service Delivery Support
6. Governance of Public Administration

FROM:			**TO:**		
Programme by economic classification	**Motivation**	**R thousand**	**Programme by economic classification**	**Motivation**	**R thousand**
Programme 1		**(1 166)**	**Programme 1**		**1 166**
Goods and services	Advertising, equipment less than R5 000, and travel and subsistence	(793)	Machinery and equipment	Office equipment	793
	Cost containment measures effected on travel and subsistence	(186)	Software and other intangible assets	Software	186
	Cost containment measures effected on travel and subsistence	(32)	Payments for financial assets	Financial assets for debt written off	32
	Cost containment measures effected on travel and subsistence	(3)	Provinces and municipalities	Car licences	3
Departmental agencies and accounts	Audiovisual services[1]	(6)	Machinery and equipment	Office equipment	6
	Audiovisual services	(146)	Goods and services	Travel and subsistence	146
Shifts within the programme as a percentage of the programme budget		0.6%			
Virements to other programmes as a percentage of the programme budget		**0.0%**			
Programme 2		**(2 079)**	**Programme 1**		**1 658**
Goods and services	Cost containment measures effected on catering, consultants, operating payments, travel and subsistence, and venues and facilities	(750)	Machinery and equipment	Vehicles	750
	Cost containment measures effected on catering, consultants, travel and subsistence, and venues and facilities	(908)	Goods and services	Audit costs and legal services	908
			Programme 2		**29**
	Cost containment measures effected on travel and subsistence, and venues and facilities	(29)	Machinery and equipment	Audiovisual equipment	29
			Programme 5		**392**
	Cost containment measures effected on travel and subsistence, and venues and facilities	(392)	Goods and services	Travel and subsistence for ministerial public participation programmes	392
Shifts within the programme as a percentage of the programme budget		1.3%			
Virements to other programmes as a percentage of the programme budget		**6.0%**			
Programme 3		**(4 202)**	**Programme 1**		**3 420**
Goods and services	Cost containment measures effected on consultants, travel and subsistence, and venues and facilities	(3 420)	Goods and services	Communications, computer services, minor assets and property payments	3 420
			Programme 3		**782**
	Printing and stationery	(782)	Machinery and equipment	Furniture for the Presidential Remuneration Review Commission	782
Shifts within the programme as a percentage of the programme budget		2.5%			
Virements to other programmes as a percentage of the programme budget		**4.9%**			

FROM:			TO:		
Programme by economic classification	**Motivation**	**R thousand**	**Programme by economic classification**	**Motivation**	**R thousand**
Programme 4		**(2 606)**	**Programme 1**		**2 053**
Goods and services	Cost containment measures effected on computer services, minor assets, travel and subsistence, and venues and facilities	(2 053)	Goods and services	Communications, computer services, minor assets and property payments	2 053
			Programme 3		**300**
	Computer services and minor assets	(300)	Goods and services	Travel and subsistence	300
			Programme 4		**238**
	Venues and facilities	(214)	Machinery and equipment	Audiovisual equipment	214
	Cost containment measures effected on travel and subsistence	(20)	Software and other intangible assets	Software	20
	Venues and facilities	(4)	Payments for financial assets	Financial assets for debt written off	4
			Programme 5		**15**
	Cost containment measures effected on consultants, and travel and subsistence	(15)	Goods and services	Communications services	15
Shifts within the programme as a percentage of the programme budget		1.1%			
Virements to other programmes as a percentage of the programme budget		**11.0%[2]**			
Programme 5		**(3 055)**	**Programme 1**		**2 987**
Goods and services	Cost containment measures effected on operating leases, and venues and facilities	(2 987)	Goods and services	Computer services	2 987
			Programme 5		**68**
	Cost containment measures effected on operating leases, and travel and subsistence	(68)	Machinery and equipment	Audiovisual equipment	68
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		**1.2%**			
Programme 6		**(1 415)**	**Programme 1**		**1 408**
Goods and services	Cost containment measures effected on travel and subsistence, and venues and facilities	(1 408)	Goods and services	Internal audit co-sourcing services, operational costs, and travel and subsistence	1 408
			Programme 6		**7**
	Cost containment measures effected on travel and subsistence	(7)	Payments for financial assets	Financial assets for debt written off	7
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		**0.5%**			
Total		**(14 523)**			**14 523**

1. National Treasury approval has been obtained.
2. Only the legislature may approve this virement.

Declared unspent funds – R20 million

R20 million in unspent funds has been declared on compensation of employees due to vacant posts as well as on transfers to the National School of Government and the Public Service Commission.

Programme 1: Administration

R5.5 million

Programme 4: Government Chief Information Officer

R2 million

Programme 5: Service Delivery Support

R3 million

R6.6 million on transfers to the National School of Government due to vacant posts and the related goods and services.

Programme 6: Governance of Public Administration

R2.9 million on transfers to the Public Service Commission due to vacant posts.

Expenditure outcome for 2016/17 and actual expenditure for 2017/18

Programme	2016/17 Audited outcome					2017/18 Actual expenditure			
R thousand	Adjusted appropriation	Apr 16 - Sep 16	Apr 16 - Sep 16 % of adjusted appropriation	Apr 16 - Mar 17	Apr 16 - Mar 17 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 17 - Sep 17	Apr 17 - Sep 17 % of adjusted appropriation
Administration	222 984	123 401	55.3	225 267	101.0	236 688	27.0	89 689	37.9
Policy Development, Research and Analysis	28 303	14 779	52.2	29 145	103.0	32 396	3.7	13 235	40.9
Labour Relations and Human Resource Management	77 464	31 607	40.8	66 091	85.3	66 973	7.6	30 607	45.7
Government Chief Information Officer	18 865	7 838	41.5	15 908	84.3	17 145	2.0	7 375	43.0
Service Delivery Support	156 523	72 884	46.6	154 999	99.0	235 747	26.9	112 732	47.8
Governance of Public Administration	275 707	144 823	52.5	271 861	98.6	288 195	32.9	147 674	51.2
Total	**779 846**	**395 332**	**50.7**	**763 271**	**97.9**	**877 144**	**100.0**	**401 312**	**45.8**
Economic classification									
Current payments	**434 090**	**220 827**	**50.9**	**413 155**	**95.2**	**438 357**	**50.0**	**176 069**	**40.2**
Compensation of employees	270 469	126 772	46.9	254 534	94.1	265 211	30.2	128 486	48.4
Goods and services	163 621	94 055	57.5	158 621	96.9	173 146	19.7	47 583	27.5
Transfers and subsidies	**335 464**	**166 839**	**49.7**	**336 473**	**100.3**	**432 876**	**49.4**	**222 150**	**51.3**
Provinces and municipalities	6	–	0.0	5	83.3	9	0.0	4	44.4
Departmental agencies and accounts	332 418	165 515	49.8	332 394	100.0	430 725	49.1	217 839	50.6
Higher education institutions	2 195	348	15.9	2 693	122.7	–	0.0	1 850	0.0
Foreign governments and international organisations	–	–	0.0	–	0.0	2 142	0.2	–	0.0
Households	845	976	115.5	1 381	163.4	–	0.0	2 457	0.0
Payments for capital assets	**10 288**	**7 662**	**74.5**	**13 265**	**128.9**	**5 868**	**0.7**	**3 033**	**51.7**
Machinery and equipment	10 288	7 662	74.5	13 265	128.9	5 662	0.6	2 847	50.3
Software and other intangible assets	–	–	0.0	–	0.0	206	0.0	186	90.3
Payments for financial assets	**4**	**4**	**100**	**378**	**9 450**	**43**	**0.0**	**60**	**139.5**
Total	**779 846**	**395 332**	**50.7**	**763 271**	**97.9**	**877 144**	**100.0**	**401 312**	**45.8**

Expenditure trends for the first six months of 2017/18

Total expenditure in 2016/17 was R763.3 million, or 97.9 per cent of the 2016/17 adjusted appropriation. Expenditure in the first six months of 2017/18 was R401.3 million, or 45.8 per cent of the adjusted appropriation of R877.1 million for the year. In comparison, mid-year expenditure in 2016/17 was R395.3 million, or 50.7 per cent of the adjusted appropriation for 2016/17. Compared to the first six months of 2016/17, expenditure over the same period in 2017/18 increased by R6 million, or 1.5 per cent. Despite this increase, the department has underspent on its allocation mainly due to a dispute with the Department of Public Works over rental costs and the provision of maintenance services included in the rental of office accommodation at Batho Pele House. The dispute is being addressed and the payments, which are projected at a cost of R13 million per quarter, will be withheld until an agreement has been reached. Further underspending is due to the late submission of invoices from the Human Sciences Research Council for staff seconded to the Presidential Remuneration Review Commission.

Departmental receipts

R thousand	2016/17 Adjusted estimate	Audited outcome Apr 16 - Sep 16	Apr 16 - Sep 16 % of adjusted estimate	Apr 16 - Mar 17	Apr 16 - Mar 17 % of adjusted estimate	2017/18 Actual receipts Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 17 - Sep 17	Apr 17 - Sep 17 % of adjusted estimate
Departmental receipts	**653**	**139**	**21.3**	**757**	**115.9**	**687**	**740**	**100.0**	**311**	**42.0**
Sales of goods and services produced by department	411	104	25.3	193	47.0	433	432	58.4	87	20.1
Interest, dividends and rent on land	2	1	50.0	3	150.0	4	8	1.1	5	62.5
Transactions in financial assets and liabilities	240	34	14.2	561	233.8	250	300	40.5	219	73.0
Total	**653**	**139**	**21.3**	**757**	**115.9**	**687**	**740**	**100.0**	**311**	**42.0**

Revenue trends for the first six months of 2017/18

Revenue in the first six months of 2017/18 was R311 000, or 42 per cent of the adjusted revenue estimate of R740 000 for the year. This is slightly lower than anticipated because the auction of two vehicles has not yet been finalised, but is expected to be completed by the end of 2017/18. In comparison, mid-year revenue in 2016/17 was R139 000, or 21.3 per cent of the 2016/17 adjusted estimate. Compared to the first six months of 2016/17, revenue over the same period in 2017/18 increased by R172 000, or 123.7 per cent. This is mainly due to the recovery of funds paid in the previous period for salary overpayments and bursaries.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	2017/18 Main appropriation	Adjustments appropriation Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Administration								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	**6**	**–**	**–**	**3**	**–**	**–**	**3**	**9**
Vehicle licences	6	–	–	3	–	–	3	9
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	**152**	**–**	**–**	**(152)**	**–**	**–**	**(152)**	**–**
Communication	152	–	–	(152)	–	–	(152)	–
Service Delivery Support								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	**160 506**	**–**	**–**	**–**	**(6 600)**	**–**	**(6 600)**	**153 906**
National School of Government	160 506	–	–	–	(6 600)	–	(6 600)	153 906
Governance of Public Administration								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	**245 664**	**–**	**–**	**–**	**(2 900)**	**–**	**(2 900)**	**242 764**
Public Service Commission	245 664	–	–	–	(2 900)	–	(2 900)	242 764