Vote 15

Higher Education and Training

Adjusted budget summary

	2017/18			
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	**52 307 639**	**52 307 639**	**(176 136)**	**176 136**
of which:				
Current payments	8 845 780	8 669 644	(176 136)	–
Transfers and subsidies	43 452 720	43 628 444	–	175 724
Payments for capital assets	9 139	9 551	–	412
Direct charge against the National Revenue Fund	**16 641 456**	**15 770 554**	**(870 902)**	**–**
Executive authority	Minister of Higher Education and Training			
Accounting officer	Director-General of Higher Education and Training			
Website address	www.dhet.gov.za			

Vote purpose

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

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 students enrolled in higher education institutions per year	University Education	Outcome 5: A skilled and capable workforce to support an inclusive growth path	1 035 000	975 836[1]	–
Number of doctoral graduates from universities per year	University Education		2 300	2 797[1]	–
Number of postgraduate graduates per year	University Education		54 000	53 664[1]	–
Number of first-year students in foundation programmes per year	University Education		34 000	20 942	–
Number of graduates in initial teacher education from universities per year	University Education		19 400	19 400[1]	–
Number of headcount enrolments in TVET colleges per year	Technical and Vocational Education and Training		710 535	540 075	–
Number of qualifying students in TVET colleges receiving financial assistance per year	Technical and Vocational Education and Training		200 000	146 185	–
Percentage of public TVET college examination centres conducting national examinations and assessments evaluated	Technical and Vocational Education and Training		100%	–[2]	–
Number of monitoring and evaluation reports on TVET colleges approved per year	Technical and Vocational Education and Training		2	1	–
Number of new artisans registered for training each year	Skills Development		31 750	2 924	–
Number of artisan learners qualified each year	Skills Development		22 110	1 381	–

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 work-based learning opportunities created per year	Skills Development	Outcome 5: A skilled and capable workforce to support an inclusive growth path	130 000	31 146	–
Number of headcount enrolments in community education and training colleges per year	Community Education and Training		320 000	247 761	–
Percentage of certification rate per year in the general education and training certificate	Community Education and Training		38%	–[2]	–

1. Verified data will be available from universities only by the end of October.
2. Data will be available only in the fourth quarter.

Mid-year progress

The department's targets for enrolments at technical and vocational education and training colleges are unlikely to be achieved by the end of 2017/18. The reason for this is that the majority of enrolments have already been accounted for as they take place in the first six months of the year. The annual target of 34 000 first-year students in foundation programmes in higher education institutions will also not be achieved as the target was set high, and no more students will be enrolled in 2017/18.

The department is on track to achieve most of the targets for the remaining selected performance indicators. In line with past trends, the numbers for new artisans, qualified artisans and work-based learning opportunities increase significantly in the second half of the year.

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	403 356	–	–	(3 000)	–	–	(3 000)	400 356
Planning, Policy and Strategy	73 298	–	–	(5 000)	–	–	(5 000)	68 298
University Education	41 943 533	–	–	(11 812)	–	–	(11 812)	41 931 721
Technical and Vocational Education and Training	7 408 249	–	–	51 949	–	–	51 949	7 460 198
Skills Development	244 293	–	–	5 064	–	–	5 064	249 357
Community Education and Training	2 234 910	–	–	(37 201)	–	–	(37 201)	2 197 709
Sub-total	**52 307 639**	**–**	**–**	**–**	**–**	**–**	**–**	**52 307 639**
Direct charge against the National Revenue Fund	**16 641 456**	**–**	**–**	**–**	**–**	**(870 902)**	**(870 902)**	**15 770 554**
Sector education and training authorities	13 313 165	–	–	–	–	(696 722)	(696 722)	12 616 443
National Skills Fund	3 328 291	–	–	–	–	(174 180)	(174 180)	3 154 111
Total	**68 949 095**	**–**	**–**	**–**	**–**	**(870 902)**	**(870 902)**	**68 078 193**
Economic classification								
Current payments	**8 845 780**	**–**	**–**	**(176 136)**	**–**	**–**	**(176 136)**	**8 669 644**
Compensation of employees	8 425 378	–	–	(143 071)	–	–	(143 071)	8 282 307
Goods and services	420 402	–	–	(33 065)	–	–	(33 065)	387 337
Transfers and subsidies	**60 094 176**	**–**	**–**	**175 724**	**–**	**(870 902)**	**(695 178)**	**59 398 998**
Departmental agencies and accounts	27 043 271	–	–	–	–	(870 902)	(870 902)	26 172 369
Higher education institutions	31 606 841	–	–	(26 323)	–	–	(26 323)	31 580 518
Foreign governments and international organisations	3 489	–	–	–	–	–	–	3 489
Non-profit institutions	1 440 575	–	–	193 976	–	–	193 976	1 634 551
Households	–	–	–	8 071	–	–	8 071	8 071
Payments for capital assets	**9 139**	**–**	**–**	**412**	**–**	**–**	**412**	**9 551**
Machinery and equipment	9 139	–	–	(1 311)	–	–	(1 311)	7 828
Software and other intangible assets	–	–	–	1 723	–	–	1 723	1 723
Total	**68 949 095**	**–**	**–**	**–**	**–**	**(870 902)**	**(870 902)**	**68 078 193**

Programme 1: Administration

Subprogramme R thousand	Main appropriation	2017/18 Adjustments appropriation Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Ministry	33 892	–	–	1 000	–	–	1 000	34 892
Department Management	49 725	–	–	(3 942)	–	–	(3 942)	45 783
Corporate Services	164 093	–	–	(1 650)	–	–	(1 650)	162 443
Office of the Chief Financial Officer	83 412	–	–	292	–	–	292	83 704
Internal Audit	8 551	–	–	1 300	–	–	1 300	9 851
Office Accommodation	63 683	–	–	–	–	–	–	63 683
Total	**403 356**	**–**	**–**	**(3 000)**	**–**	**–**	**(3 000)**	**400 356**
Economic classification								
Current payments	**398 034**	**–**	**–**	**(3 152)**	**–**	**–**	**(3 152)**	**394 882**
Compensation of employees	222 153	–	–	(3 000)	–	–	(3 000)	219 153
Goods and services	175 881	–	–	(152)	–	–	(152)	175 729
Transfers and subsidies	**–**	**–**	**–**	**152**	**–**	**–**	**152**	**152**
Households	–	–	–	152	–	–	152	152
Payments for capital assets	**5 322**	**–**	**–**	**–**	**–**	**–**	**–**	**5 322**
Machinery and equipment	5 322	–	–	(1 723)	–	–	(1 723)	3 599
Software and other intangible assets	–	–	–	1 723	–	–	1 723	1 723
Total	**403 356**	**–**	**–**	**(3 000)**	**–**	**–**	**(3 000)**	**400 356**

Programme 2: Planning, Policy and Strategy

Subprogramme R thousand	Main appropriation	2017/18 Adjustments appropriation Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Programme Management: Planning, Policy and Strategy	3 725	–	–	(1 000)	–	–	(1 000)	2 725
Human Resource Development, Strategic Planning and Coordination	16 812	–	–	1 000	–	–	1 000	17 812
Planning, Information, Monitoring and Evaluation Coordination	15 857	–	–	(2 500)	–	–	(2 500)	13 357
International Relations	12 847	–	–	500	–	–	500	13 347
Legal and Legislative Services	16 899	–	–	(2 000)	–	–	(2 000)	14 899
Social Inclusion in Education	7 158	–	–	(1 000)	–	–	(1 000)	6 158
Total	**73 298**	**–**	**–**	**(5 000)**	**–**	**–**	**(5 000)**	**68 298**
Economic classification								
Current payments	**69 638**	**–**	**–**	**(5 433)**	**–**	**–**	**(5 433)**	**64 205**
Compensation of employees	59 794	–	–	(5 000)	–	–	(5 000)	54 794
Goods and services	9 844	–	–	(433)	–	–	(433)	9 411
Transfers and subsidies	**3 489**	**–**	**–**	**21**	**–**	**–**	**21**	**3 510**
Foreign governments and international organisations	3 489	–	–	–	–	–	–	3 489
Households	–	–	–	21	–	–	21	21
Payments for capital assets	**171**	**–**	**–**	**412**	**–**	**–**	**412**	**583**
Machinery and equipment	171	–	–	412	–	–	412	583
Total	**73 298**	**–**	**–**	**(5 000)**	**–**	**–**	**(5 000)**	**68 298**

Programme 3: University Education

Subprogramme R thousand	Main appropriation	2017/18 Adjustments appropriation Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Programme Management: University Education	4 344	–	–	234	–	–	234	4 578
University - Academic Planning and Management	10 273 855	–	–	(5 000)	–	–	(5 000)	10 268 855
University - Financial Planning and Information Systems	11 347	–	–	(670)	–	–	(670)	10 677
University - Policy and Development	27 647	–	–	(76)	–	–	(76)	27 571
Teacher Education	19 499	–	–	(6 300)	–	–	(6 300)	13 199
University Subsidies	31 606 841	–	–	–	–	–	–	31 606 841
Total	**41 943 533**	**–**	**–**	**(11 812)**	**–**	**–**	**(11 812)**	**41 931 721**

Programme 3: University Education (continued)

Economic classification	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
Current payments	**71 775**	**–**	**–**	**(11 812)**	**–**	**–**	**(11 812)**	**59 963**
Compensation of employees	65 408	–	–	(12 000)	–	–	(12 000)	53 408
Goods and services	6 367	–	–	188	–	–	188	6 555
Transfers and subsidies	**41 871 399**	**–**	**–**	**–**	**–**	**–**	**–**	**41 871 399**
Departmental agencies and accounts	10 255 977	–	–	–	–	–	–	10 255 977
Higher education institutions	31 606 841	–	–	(26 323)	–	–	(26 323)	31 580 518
Non-profit institutions	8 581	–	–	26 323	–	–	26 323	34 904
Payments for capital assets	**359**	**–**	**–**	**–**	**–**	**–**	**–**	**359**
Machinery and equipment	359	–	–	–	–	–	–	359
Total	**41 943 533**	**–**	**–**	**(11 812)**	**–**	**–**	**(11 812)**	**41 931 721**

Programme 4: Technical and Vocational Education and Training

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
Programme Management: Technical and Vocational Education and Training	5 112	–	–	450	–	–	450	5 562
Technical and Vocational Education and Training System Planning and Institutional Support	7 089 225	–	–	(9 249)	–	–	(9 249)	7 079 976
Programmes and Qualifications	11 503	–	–	(1 997)	–	–	(1 997)	9 506
National Examination and Assessment	294 754	–	–	60 745	–	–	60 745	355 499
Financial Planning	7 655	–	–	2 000	–	–	2 000	9 655
Total	**7 408 249**	**–**	**–**	**51 949**	**–**	**–**	**51 949**	**7 460 198**
Economic classification								
Current payments	**6 065 127**	**–**	**–**	**(120 739)**	**–**	**–**	**(120 739)**	**5 944 388**
Compensation of employees	5 910 561	–	–	(88 071)	–	–	(88 071)	5 822 490
Goods and services	154 566	–	–	(32 668)	–	–	(32 668)	121 898
Transfers and subsidies	**1 342 462**	**–**	**–**	**172 688**	**–**	**–**	**172 688**	**1 515 150**
Departmental agencies and accounts	14 366	–	–	–	–	–	–	14 366
Non-profit institutions	1 328 096	–	–	167 653	–	–	167 653	1 495 749
Households	–	–	–	5 035	–	–	5 035	5 035
Payments for capital assets	**660**	**–**	**–**	**–**	**–**	**–**	**–**	**660**
Machinery and equipment	660	–	–	–	–	–	–	660
Total	**7 408 249**	**–**	**–**	**51 949**	**–**	**–**	**51 949**	**7 460 198**

Programme 5: Skills Development

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
Programme Management: Skills Development	2 163	–	–	600	–	–	600	2 763
SETA Coordination	207 687	–	–	(517)	–	–	(517)	207 170
National Skills Development Services	7 523	–	–	4 981	–	–	4 981	12 504
Quality Development and Promotion	26 920	–	–	–	–	–	–	26 920
Total	**244 293**	**–**	**–**	**5 064**	**–**	**–**	**5 064**	**249 357**
Economic classification								
Current payments	**112 782**	**–**	**–**	**5 000**	**–**	**–**	**5 000**	**117 782**
Compensation of employees	97 679	–	–	5 000	–	–	5 000	102 679
Goods and services	15 103	–	–	–	–	–	–	15 103
Transfers and subsidies	**130 680**	**–**	**–**	**64**	**–**	**–**	**64**	**130 744**
Departmental agencies and accounts	130 680	–	–	–	–	–	–	130 680
Households	–	–	–	64	–	–	64	64
Payments for capital assets	**831**	**–**	**–**	**–**	**–**	**–**	**–**	**831**
Machinery and equipment	831	–	–	–	–	–	–	831
Total	**244 293**	**–**	**–**	**5 064**	**–**	**–**	**5 064**	**249 357**

Programme 6: Community Education and Training

Subprogramme R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
	2017/18							
		Adjustments appropriation						
Programme Management: Community Education and Training	1 738	–	–	203	–	–	203	1 941
Community Education and Training Colleges Systems Planning, Institutional Development and Support	2 055 222	–	–	(29 300)	–	–	(29 300)	2 025 922
Financial Planning	166 345	–	–	(156)	–	–	(156)	166 189
Education and Training and Development Support	11 605	–	–	(7 948)	–	–	(7 948)	3 657
Total	**2 234 910**	**–**	**–**	**(37 201)**	**–**	**–**	**(37 201)**	**2 197 709**
Economic classification								
Current payments	**2 128 424**	**–**	**–**	**(40 000)**	**–**	**–**	**(40 000)**	**2 088 424**
Compensation of employees	2 069 783	–	–	(40 000)	–	–	(40 000)	2 029 783
Goods and services	58 641	–	–	–	–	–	–	58 641
Transfers and subsidies	**104 690**	**–**	**–**	**2 799**	**–**	**–**	**2 799**	**107 489**
Departmental agencies and accounts	792	–	–	–	–	–	–	792
Non-profit institutions	103 898	–	–	–	–	–	–	103 898
Households	–	–	–	2 799	–	–	2 799	2 799
Payments for capital assets	**1 796**	**–**	**–**	**–**	**–**	**–**	**–**	**1 796**
Machinery and equipment	1 796	–	–	–	–	–	–	1 796
Total	**2 234 910**	**–**	**–**	**(37 201)**	**–**	**–**	**(37 201)**	**2 197 709**

Direct charges against the National Revenue Fund

R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
	2017/18							
		Adjustments appropriation						
Sector education and training authorities	13 313 165	–	–	–	–	(696 722)	(696 722)	12 616 443
National Skills Fund	3 328 291	–	–	–	–	(174 180)	(174 180)	3 154 111
Total	**16 641 456**	**–**	**–**	**–**	**–**	**(870 902)**	**(870 902)**	**15 770 554**
Economic classification								
Transfers and subsidies	**16 641 456**	**–**	**–**	**–**	**–**	**(870 902)**	**(870 902)**	**15 770 554**
Departmental agencies and accounts	16 641 456	–	–	–	–	(870 902)	(870 902)	15 770 554
Total	**16 641 456**	**–**	**–**	**–**	**–**	**(870 902)**	**(870 902)**	**15 770 554**

Virements and shifts within votes

Programmes

1. Administration
2. Planning, Policy and Strategy
3. University Education
4. Technical and Vocational Education and Training
5. Skills Development
6. Community Education and Training

FROM: Programme by economic classification	Motivation	R thousand	TO: Programme by economic classification	Motivation	R thousand
Programme 1		**(4 875)**	**Programme 1**		**152**
Compensation of employees	Vacant posts[1]	(152)	Households	Social benefits	152
			Programme 2		**21**
	Vacant posts[1]	(21)	Households	Social benefits	21
			Programme 4		**2 763**
	Vacant posts	(2 763)	Compensation of employees	Cost of living adjustments	2 763
			Programme 5		**64**
	Vacant posts[1]	(64)	Households	Social benefits	64
			Programme 3		**152**
Goods and services	Cost containment measures effected on catering, communications, computer services, and travel and subsistence	(152)	Goods and services	Printing and publications, and venues and facilities	152
			Programme 1		**1 723**
Machinery and equipment	Cost containment measures effected on equipment	(1 723)	Software and other intangible assets	Backup system upgrades in the Government Information Technology Office	1 723
Shifts within the programme as a percentage of the programme budget		2.3%			
Virements to other programmes as a percentage of the programme budget		**0.7%**			

FROM:			TO:		
Programme by economic classification	**Motivation**	**R thousand**	**Programme by economic classification**	**Motivation**	**R thousand**
Programme 2		**(5 433)**	**Programme 5**		**5 000**
Compensation of employees	Vacant posts	(5 000)	Compensation of employees	Cost of living adjustments	5 000
			Programme 2		**412**
Goods and services	Cost containment measures effected mainly on communications, printing, stationery, and travel and subsistence	(412)	Machinery and equipment	ICT upgrades, furniture and ICT equipment for new appointees	412
			Programme 3		**21**
	Cost containment measures effected on advertising and communication	(21)	Goods and services	Advertising	21
Shifts within the programme as a percentage of the programme budget		2.6%			
Virements to other programmes as a percentage of the programme budget		**6.9%**			
Programme 3		**(38 323)**	**Programme 4**		**12 000**
Compensation of employees	Vacant posts	(12 000)	Compensation of employees	Cost of living adjustments	12 000
			Programme 3		**26 323**
Higher education institutions	Reallocation of funds incorrectly allocated in the 2017 ENE[1]	(26 323)	Non-profit institutions	National Institute for the Humanities and Social Sciences[1]	26 323
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		**0.0%**			
Programme 4		**(172 703)**	**Programme 4**		**140 035**
Compensation of employees	Vacant posts[1]	(5 030)	Households	Social benefits	5 030
	Vacant posts[1]	(5)	Households	Social benefits	5
	Technical and vocational education and training colleges[2]	(135 000)	Non-profit institutions	Supplementing subsidies for technical and vocational education and training colleges from excess allocation[2]	135 000
			Programme 3		**15**
Goods and services	Cost containment measures effected on catering and communication	(15)	Goods and services	Venues and facilities	15
			Programme 4		**32 653**
	Cost containment measures effected on training and development	(32 653)	Non-profit institutions	Technical and vocational education and training colleges for the development of lecturing staff[1]	32 653
Shifts within the programme as a percentage of the programme budget		2.5%			
Virements to other programmes as a percentage of the programme budget		**0.0%**			
Programme 6		**(40 000)**	**Programme 4**		**37 201**
Compensation of employees	Vacant posts	(37 201)	Compensation of employees	Cost of living adjustments	37 201
			Programme 6		**2 799**
	Vacant posts[1]	(2 799)	Households	Social benefits	2 799
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		**1.7%**			
Total		**(261 334)**			**261 334**

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

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	372 738	336 477	90.3	372 713	100.0	400 356	0.6	198 578	49.6
Planning, Policy and Strategy	71 584	27 982	39.1	56 816	79.4	68 298	0.1	29 298	42.9
University Education	39 532 493	28 915 521	73.1	39 515 718	100.0	41 931 721	61.6	33 532 161	80.0
Technical and Vocational Education and Training	6 960 244	3 279 676	47.1	7 029 987	101.0	7 460 198	11.0	3 389 500	45.4
Skills Development	181 443	90 178	49.7	180 635	99.6	249 357	0.4	120 365	48.3
Community Education and Training	2 069 777	858 394	41.5	1 981 693	95.7	2 197 709	3.2	1 046 309	47.6
Subtotal	**49 188 279**	**33 508 228**	**68.1**	**49 137 562**	**99.9**	**52 307 639**	**76.8**	**38 316 211**	**73.3**
Direct charge against the National Revenue Fund	**15 462 170**	**7 127 910**	**46.1**	**15 233 009**	**98.5**	**15 770 554**	**23.2**	**7 953 809**	**50.4**
Sector education and training authorities	12 370 513	5 919 020	47.8	12 199 864	98.6	12 616 443	18.5	6 707 139	53.2
National Skills Fund	3 091 657	1 208 890	39.1	3 033 145	98.1	3 154 111	4.6	1 246 670	39.5
Total	**64 650 449**	**40 636 138**	**62.9**	**64 370 571**	**99.6**	**68 078 193**	**100.0**	**46 270 020**	**68.0**
Economic classification									
Current payments	**7 948 286**	**3 857 338**	**48.5**	**7 883 158**	**99.2**	**8 669 644**	**12.7**	**4 147 307**	**47.8**
Compensation of employees	7 573 712	3 688 540	48.7	7 516 591	99.2	8 282 307	12.2	3 958 468	47.8
Goods and services	374 574	168 798	45.1	366 567	97.9	387 337	0.6	188 839	48.8
Transfers and subsidies	**56 694 458**	**36 773 907**	**64.9**	**56 477 360**	**99.6**	**59 398 998**	**87.3**	**42 119 756**	**70.9**
Departmental agencies and accounts	27 077 895	15 599 770	57.6	26 819 212	99.0	26 172 369	38.4	18 242 663	69.7
Higher education institutions	27 964 818	20 466 723	73.2	27 964 560	100.0	31 580 518	46.4	23 261 817	73.7
Foreign governments and international organisations	2 896	2 648	91.4	2 648	91.4	3 489	0.0	–	0.0
Non-profit institutions	1 641 222	693 825	42.3	1 672 972	101.9	1 634 551	2.4	605 112	37.0
Households	7 627	10 941	143.5	17 968	235.6	8 071	0.0	10 164	125.9
Payments for capital assets	**7 705**	**4 893**	**63.5**	**9 935**	**128.9**	**9 551**	**0.0**	**2 957**	**31.0**
Machinery and equipment	7 705	4 893	63.5	9 877	128.2	7 828	0.0	2 877	36.8
Software and other intangible assets	–	–	–	58	0.0	1 723	0.0	80	4.6
Payments for financial assets	**–**	**–**	**–**	**118**	**–**	**–**	**0.0**	**–**	**–**
Total	**64 650 449**	**40 636 138**	**62.9**	**64 370 571**	**99.6**	**68 078 193**	**100.0**	**46 270 020**	**68.0**

Expenditure trends for the first six months of 2017/18

Total expenditure in 2016/17 was R64.4 billion, or 99.6 per cent of the 2016/17 adjusted appropriation. Expenditure in the first six months of 2017/18 was R46.3 billion, or 68 per cent of the adjusted appropriation of R68.1 billion for the year. In comparison, mid-year expenditure in 2016/17 was R40.6 billion, or 62.9 per cent of the 2016/17 adjusted appropriation. Compared to the first six months of 2016/17, expenditure over the same period in 2017/18 increased by R5.6 billion, or 13.9 per cent. This is mainly due to an increase in allocation to grants to higher education institutions to compensate them for the loss of income resulting from the 0 per cent increase in university fees in 2017; an increase in spending on compensation of employees due to the filling of critical vacant posts; additional allocations to the National Student Financial Aid Scheme to support unfunded students from the 2016 academic year; and increases in the department's municipal and accommodation charges.

Departmental receipts

	2016/17					2017/18				
		Audited outcome				Actual receipts				
R thousand	Adjusted estimate	Apr 16 - Sep 16	Apr 16 - Sep 16 % of adjusted estimate	Apr 16 - Mar 17	Apr 16 - Mar 17 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 17 - Sep 17	Apr 17 - Sep 17 % of adjusted estimate
Departmental receipts	**37 883**	**30 204**	**79.7**	**25 549**	**67.4**	**12 184**	**29 065**	**100.0**	**15 810**	**54.4**
Sales of goods and services produced by department	10 472	5 396	51.5	10 218	97.6	5 682	10 251	35.3	6 359	62.0
Sales of scrap, waste, arms and other used current goods	–	–	–	44	–	35	158	0.5	123	77.8
Interest, dividends and rent on land	2 538	1 269	50.0	3 433	135.3	5 104	4 426	15.2	2 213	50.0
Transactions in financial assets and liabilities	24 873	23 539	94.6	11 854	47.7	1 363	14 230	49.0	7 115	50.0
Total	**37 883**	**30 204**	**79.7**	**25 549**	**67.4**	**12 184**	**29 065**	**100.0**	**15 810**	**54.4**

Revenue trends for the first six months of 2017/18

Revenue in the first six months of 2017/18 was R15.8 million, or 54.4 per cent of the adjusted revenue estimate of R29.1 million for the year. In comparison, mid-year revenue in 2016/17 was R30.2 million, or 79.7 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 decreased by R14.4 million, or 47.7 per cent. This is mainly due to a decrease in revenue earned on financial assets as a result of a correction to a journal entry made in the previous period.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per 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								
Households								
Social benefits								
Current	**–**	**–**	**–**	**152**	**–**	**–**	**152**	**152**
Employee social benefits	–	–	–	152	–	–	152	152
Planning, Policy and Strategy								
Households								
Social benefits								
Current	**–**	**–**	**–**	**21**	**–**	**–**	**21**	**21**
Employee social benefits	–	–	–	21	–	–	21	21
University Education								
Higher education institutions								
Current	**27 722 073**	**–**	**–**	**(26 323)**	**–**	**–**	**(26 323)**	**27 695 750**
University subsidies	27 722 073	–	–	(26 323)	–	–	(26 323)	27 695 750
Non-profit institutions								
Current	**–**	**–**	**–**	**26 323**	**–**	**–**	**26 323**	**26 323**
National Institute for the Humanities and Social Sciences	–	–	–	26 323	–	–	26 323	26 323
Technical and Vocational Education and Training								
Non-profit institutions								
Current	**1 328 096**	**–**	**–**	**167 653**	**–**	**–**	**167 653**	**1 495 749**
Other	1 328 096	–	–	167 653	–	–	167 653	1 495 749
Households								
Social benefits								
Current	**–**	**–**	**–**	**5 035**	**–**	**–**	**5 035**	**5 035**
Employee social benefits	–	–	–	5 035	–	–	5 035	5 035
Skills Development								
Households								
Social benefits								
Current	**–**	**–**	**–**	**64**	**–**	**–**	**64**	**64**
Employee social benefits	–	–	–	64	–	–	64	64
Community Education and Training								
Households								
Social benefits								
Current	**–**	**–**	**–**	**2 799**	**–**	**–**	**2 799**	**2 799**
Employee social benefits	–	–	–	2 799	–	–	2 799	2 799

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

R thousand	Main appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
	2017/18							
		Adjustments appropriation						
Direct charge against the National Revenue Fund								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	**16 641 456**	**–**	**–**	**–**	**–**	**(870 902)**	**(870 902)**	**15 770 554**
Sector education and training authorities	13 313 165	–	–	–	–	(696 722)	(696 722)	12 616 443
National Skills Fund	3 328 291	–	–	–	–	(174 180)	(174 180)	3 154 111