

Vote 40

Sport and Recreation South Africa

Adjusted budget summary

2017/18				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1 066 564	1 066 564	(700)	700
of which:				
Current payments	268 266	267 566	(700)	–
Transfers and subsidies	796 051	796 051	–	–
Payments for capital assets	2 247	2 947	–	700
Executive authority	Minister of Sport and Recreation South Africa			
Accounting officer	Director-General of Sport and Recreation South Africa			
Website address	www.srsa.gov.za			

Vote purpose

Transform the delivery of sport and recreation by ensuring equitable access, development and excellence at all levels of participation, thereby improving social cohesion, nation building and the quality of life of all South Africans.

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 people actively participating in sport and recreation promotion campaigns and events per year	Active Nation	Outcome 14: National building and social cohesion	47 386	1 476	–
Number of participants in national school sport championships per year	Active Nation		5 000	4 242	–
Number of schools, hubs and clubs provided with equipment and/or attire as per the established norms and standards per year	Active Nation		2 500	786	–
Number of major international events receiving intra-governmental support per year	Winning Nation		4	4	–
Number of athletes supported by the sports academies per year	Winning Nation		3 500	5 328	–
Number of athletes supported through the scientific support programme per year	Winning Nation		80	59	–
Number of sport and recreation bodies receiving financial and non-financial support in an effort to assist them in meeting their transformation targets per year	Sport Support		60	2	–
Number of athletes supported through the ministerial sports bursary programme per year	Winning Nation		60	45	–
Number of municipalities provided with technical and management support per year	Sport Infrastructure Support		30	34	–

Mid-year progress

The indigenous games, the big walk and national recreation day are set to take place in the third quarter of the financial year. As a result, the department expects to meet its target for the number of participants in campaigns and events aimed at promoting recreation. The department expects to exceed its target of 5 000 participants taking part in the national school sport championships, which are also set to take place in the third quarter. The department's preparation for this event will enable it to meet the target of providing sports equipment to 2 500 schools, hubs and clubs.

Only 2 sports federations out of a targeted 60 have received support this financial year. Such federations are required to provide audited financial statements and business plans before funds are transferred to them, and only two have done so thus far. The department, however, expects to meet its target as the remaining federations are scheduled to submit these documents after their financial year ends in December.

The number of athletes supported by the sports academies has exceeded the target of 3 500 as some of the support is provided to groups at training camps, life skills seminars and workshops, and interest in these events has been considerable.

The department has already supported 4 major international events and expects to exceed the target for the year as demand for support increases in line with South Africa's popularity as a host of international sporting events.

As a result of the department increasing its capacity to provide technical and management support to municipalities for sport infrastructure, it has already exceeded its target of 30 for 2017/18.

Adjusted Estimates of National Expenditure 2017

Programme		2017/18						
R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration	136 856	–	–	(9 000)	–	–	(9 000)	127 856
Active Nation	689 081	–	–	15 000	–	–	15 000	704 081
Winning Nation	76 911	–	–	(5 000)	–	–	(5 000)	71 911
Sport Support	150 661	–	–	–	–	–	–	150 661
Sport Infrastructure Support	13 055	–	–	(1 000)	–	–	(1 000)	12 055
Total	1 066 564	–	–	–	–	–	–	1 066 564
Economic classification								
Current payments	268 266	–	–	(700)	–	–	(700)	267 566
Compensation of employees	106 104	–	–	–	–	–	–	106 104
Goods and services	162 162	–	–	(700)	–	–	(700)	161 462
Transfers and subsidies	796 051	–	–	–	–	–	–	796 051
Provinces and municipalities	585 828	–	–	–	–	–	–	585 828
Departmental agencies and accounts	34 673	–	–	–	–	–	–	34 673
Non-profit institutions	169 178	–	–	–	–	–	–	169 178
Households	6 372	–	–	–	–	–	–	6 372
Payments for capital assets	2 247	–	–	700	–	–	700	2 947
Machinery and equipment	2 247	–	–	700	–	–	700	2 947
Total	1 066 564	–	–	–	–	–	–	1 066 564

Programme 1: Administration

Subprogramme		2017/18						
R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Ministry	25 161	–	–	–	–	–	–	25 161
Management	19 878	–	–	(3 500)	–	–	(3 500)	16 378
Strategic Support	7 349	–	–	(1 000)	–	–	(1 000)	6 349
Corporate Services	44 847	–	–	(4 500)	–	–	(4 500)	40 347
Office of the Chief Financial Officer	20 967	–	–	–	–	–	–	20 967
Office Accommodation	18 654	–	–	–	–	–	–	18 654
Total	136 856	–	–	(9 000)	–	–	(9 000)	127 856

Programme 1: Administration (continued)

Economic classification		2017/18						
R thousand	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Current payments	134 522	–	–	(9 700)	–	–	(9 700)	124 822
Compensation of employees	75 372	–	–	–	–	–	–	75 372
Goods and services	59 150	–	–	(9 700)	–	–	(9 700)	49 450
Transfers and subsidies	87	–	–	–	–	–	–	87
Departmental agencies and accounts	87	–	–	–	–	–	–	87
Payments for capital assets	2 247	–	–	700	–	–	700	2 947
Machinery and equipment	2 247	–	–	700	–	–	700	2 947
Total	136 856	–	–	(9 000)	–	–	(9 000)	127 856

Programme 2: Active Nation

Subprogramme		2017/18						
R thousand	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Programme Management: Active Nation	3 763	–	–	(2 500)	–	–	(2 500)	1 263
Active Recreation	1 147	–	–	(1 147)	–	–	(1 147)	–
Community Sport	67 494	–	–	18 647	–	–	18 647	86 141
School Sport	30 849	–	–	–	–	–	–	30 849
Provincial Sport Support and Coordination	585 828	–	–	–	–	–	–	585 828
Total	689 081	–	–	15 000	–	–	15 000	704 081
Economic classification								
Current payments	62 820	–	–	15 000	–	–	15 000	77 820
Compensation of employees	7 794	–	–	–	–	–	–	7 794
Goods and services	55 026	–	–	15 000	–	–	15 000	70 026
Transfers and subsidies	626 261	–	–	–	–	–	–	626 261
Provinces and municipalities	585 828	–	–	–	–	–	–	585 828
Non-profit institutions	40 433	–	–	–	–	–	–	40 433
Total	689 081	–	–	15 000	–	–	15 000	704 081

Programme 3: Winning Nation

Subprogramme		2017/18						
R thousand	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Programme Management: Winning Nation	2 293	–	–	(2 293)	–	–	(2 293)	–
Scientific Support	44 001	–	–	2 293	–	–	2 293	46 294
Major Events Support	11 772	–	–	(5 000)	–	–	(5 000)	6 772
Recognition Systems	18 845	–	–	–	–	–	–	18 845
Total	76 911	–	–	(5 000)	–	–	(5 000)	71 911
Economic classification								
Current payments	37 735	–	–	(5 000)	–	–	(5 000)	32 735
Compensation of employees	3 905	–	–	–	–	–	–	3 905
Goods and services	33 830	–	–	(5 000)	–	–	(5 000)	28 830
Transfers and subsidies	39 176	–	–	–	–	–	–	39 176
Departmental agencies and accounts	22 991	–	–	–	–	–	–	22 991
Non-profit institutions	9 813	–	–	–	–	–	–	9 813
Households	6 372	–	–	–	–	–	–	6 372
Total	76 911	–	–	(5 000)	–	–	(5 000)	71 911

Programme 5: Sport Infrastructure Support

Subprogramme		2017/18						Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Programme Management: Infrastructure Support	2 293	–	–	(1 000)	–	–	(1 000)	1 293
Sport and Recreation Facility Management	7 776	–	–	(600)	–	–	(600)	7 176
Sport and Recreation Facility Planning	2 986	–	–	600	–	–	600	3 586
Total	13 055	–	–	(1 000)	–	–	(1 000)	12 055
Economic classification								
Current payments	13 055	–	–	(1 000)	–	–	(1 000)	12 055
Compensation of employees	4 870	–	–	–	–	–	–	4 870
Goods and services	8 185	–	–	(1 000)	–	–	(1 000)	7 185
Total	13 055	–	–	(1 000)	–	–	(1 000)	12 055

Details of adjustments to Estimates of National Expenditure 2017**Virements and shifts within votes**

Programmes					
1. Administration					
2. Active Nation					
3. Winning Nation					
4. Sport Support					
5. Sport Infrastructure Support					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(9 700)	Programme 1		700
Goods and services	Reclassification of funds incorrectly classified in the 2017 ENE	(700)	Machinery and equipment	Sports buses	700
	Contracts for mobile devices, vehicles and office equipment	(9 000)	Programme 2		9 000
			Goods and services	National indigenous games, big walk, national recreation day and national youth camp	9 000
Shifts within the programme as a percentage of the programme budget		0.5%			
Virements to other programmes as a percentage of the programme budget		6.6%			
Programme 3		(5 000)	Programme 2		5 000
Goods and services	Ekhaya projects, and contracts for mobile devices	(5 000)	Goods and services	National indigenous games, big walk, national recreation day and national youth camp	5 000
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		6.5%			
Programme 5		(1 000)	Programme 2		1 000
Goods and services	Outdoor gyms, and contracts for mobile devices	(1 000)	Goods and services	National indigenous games, big walk, national recreation day and national youth camp	1 000
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		7.7%			
Total		(15 700)			15 700

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

Programme	2016/17					2017/18			
	Audited outcome					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	130 862	63 220	48.3	117 328	89.7	127 856	12.0	67 455	52.8
Active Nation	663 335	340 159	51.3	683 960	103.1	704 081	66.0	332 232	47.2
Winning Nation	67 155	23 782	35.4	62 684	93.3	71 911	6.7	28 148	39.1
Sport Support	148 966	53 658	36.0	147 124	98.8	150 661	14.1	42 151	28.0
Sport Infrastructure Support	16 282	4 998	30.7	12 526	76.9	12 055	1.1	4 564	37.9
Total	1 026 600	485 817	47.3	1 023 622	99.7	1 066 564	100.0	474 550	44.5
Economic classification									
Current payments	274 590	134 031	48.8	270 119	98.4	267 566	25.1	125 689	47.0
Compensation of employees	101 596	51 349	50.5	101 306	99.7	106 104	9.9	50 515	47.6
Goods and services	172 994	82 682	47.8	168 813	97.6	161 462	15.1	75 174	46.6
Transfers and subsidies	749 843	350 848	46.8	749 391	99.9	796 051	74.6	346 473	43.5
Provinces and municipalities	555 708	276 973	49.8	555 378	99.9	585 828	54.9	275 152	47.0
Departmental agencies and accounts	33 012	16 465	49.9	32 997	100.0	34 673	3.3	23 091	66.6
Non-profit institutions	161 123	56 662	35.2	156 923	97.4	169 178	15.9	46 525	27.5
Households	–	748	0.0	4 093	0.0	6 372	0.6	1 705	26.8
Payments for capital assets	2 167	938	43.3	3 540	163.4	2 947	0.3	2 388	81.0
Machinery and equipment	2 167	938	43.3	3 540	163.4	2 947	0.3	2 388	81.0
Payments for financial assets	–	–	–	572	–	–	0.0	–	–
Total	1 026 600	485 817	47.3	1 023 622	99.7	1 066 564	100.0	474 550	44.5

Expenditure trends for the first six months of 2017/18

Total expenditure in 2016/17 was R1 billion, or 99.7 per cent of the 2016/17 adjusted appropriation. Expenditure in the first six months of 2017/18 was R474.6 million, or 44.5 per cent of the adjusted appropriation of R1.1 billion for the year. In comparison, mid-year expenditure in 2016/17 was R485.8 million, or 47.3 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 decreased by R11.3 million, or 2.3 per cent. The slower spending in 2017/18 is mainly due to lower transfers to non-profit organisations and provinces from the mass participation and sport development grant.

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	92	46	50.0	97	105.4	295	170	100.0	43	25.3
Sales of goods and services produced by department	70	33	47.1	63	90.0	80	66	38.8	34	51.5
Interest, dividends and rent on land	4	1	25.0	1	25.0	11	4	2.4	1	25.0
Transactions in financial assets and liabilities	18	12	66.7	33	183.3	204	100	58.8	8	8.0
Total	92	46	50.0	97	105.4	295	170	100.0	43	25.3

Revenue trends for the first six months of 2017/18

Revenue in the first six months of 2017/18 was R43 000, or 25.3 per cent of the adjusted revenue estimate of R170 000 for the year. In comparison, mid-year revenue in 2016/17 was R46 000, or 50 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 R3 000, or 6.5 per cent. This is mainly due to a decrease in the sale of assets less than R5 000.