



2019
BUDGET
ESTIMATES OF
NATIONAL EXPENDITURE

VOTE
29

MINERAL RESOURCES



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA



**Estimates of
National Expenditure**

2019

National Treasury

Republic of South Africa



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The 2019 Estimates of National Expenditure is compiled with the latest available information from departmental and other sources. Some of this information is unaudited or subject to revision.

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. Compared to this Estimates of National Expenditure publication, the e-publications for each vote contain more comprehensive coverage of all public entities. Also included are tables containing information on programme specific personnel expenditure, conditional grants to provinces and municipalities, public private partnerships and information on donor funding. Expenditure information at the level of site service delivery is included, where appropriate.

Foreword

The Estimates of National Expenditure (ENE) publications are an integral part of the comprehensive annual budget process. The economic climate has made it necessary to focus on reprioritising existing resources towards areas where the most value can be derived for all South Africans. The budgets shown in this document reflect the outcome of a robust negotiation process, led by a committee of senior officials in central government departments, under the political guidance of the Ministers' Committee on the Budget. There was also wide-ranging intergovernmental consultation on budgets in the provincial and local spheres of government. Ultimately, these decisions are considered and endorsed by Cabinet.

The ENE publications present the detail of national government's expenditure estimates for the three-year 2019 medium-term expenditure framework period, most importantly for 2019/20 allocations contained in the Appropriation Bill, 2019, as tabled by the Minister of Finance, for Parliament's consideration and adoption.

The abridged ENE provides extensive information on the priorities, spending plans and service delivery commitments of all 40 national government votes, as well as for associated government agencies. The e-publications for each vote contain more detail on goods and services, transfers and subsidies, donor funding, public entities, and lower-level spending information on service delivery.

This information in these chapters ensures that Parliament, the public, civil society, the media, government departments, public entities and the executive can keep state institutions accountable and ensure that public funds are spent to achieve the outcomes for which they were intended. Since its launch in February 2018, the Vulekamali online portal has become the main source of transparent, user-friendly information, including information contained in ENE publications, for anybody who wants to know more about how government compiles its budget and spends public funds. The website, www.vulekamali.gov.za, continues to evolve, and now also provides geospatial information on government's infrastructure projects, which are focal in this year's budget as a key impetus for economic growth. I encourage you to be active citizens and use this information to hold government accountable for obtaining the best possible outcomes with the funds entrusted to it.

I wish to thank the executive for the political leadership shown in the budget process, our government colleagues for all of their efforts and contributions, and my team at the department for working diligently to bring it all together.



Dondo Mogajane
Director-General: National Treasury

Introduction

The Estimates of National Expenditure publications

The Estimates of National Expenditure (ENE) publications describe in detail government's expenditure plans over the next three financial years, also known as the medium-term expenditure framework (MTEF) period. The 2019 MTEF period is from 2019/20 to 2021/22.

The ENE publications contain information on how government institutions have spent their budgets in previous years. They explain how these institutions intend to use their allocations over the medium term to achieve their goals, and the outputs and outcomes their spending is expected to lead to. The publications include tables depicting non-financial performance indicators and targets, departmental receipts, personnel, significant as well as detailed expenditure trends and estimates by programme, subprogramme and economic classification for each department and for entities that report to the vote's executive authority. Explanatory narratives set out the institution's purpose (and that of its programmes), its mandate and programme-level objectives and descriptions of subprogrammes. A more in-depth narrative analyses the institution's expected expenditure over the MTEF period. Summary data tables at the end of each vote contain data on provincial and municipal conditional grants, public-private partnerships, donor funding, infrastructure, and expenditure at the level of site service delivery, where applicable.

A separate 2019 ENE Overview publication is also available on www.treasury.gov.za and summarises the ENE information across all votes. The 2019 ENE Overview contains a narrative explanation and budget-wide summary tables; and it also has a write-up on how to interpret the information that is contained in each section of the publications.

Mineral Resources

National Treasury

Republic of South Africa



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Vote 29

Mineral Resources

Budget summary

R million	2019/20				2020/21	2021/22
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	345.5	329.7	3.7	12.0	365.7	387.9
Mine Health and Safety	218.6	213.4	4.4	0.8	230.6	249.9
Mineral Regulation	443.7	254.6	189.0	0.0	474.0	502.2
Mineral Policy and Promotion	997.5	116.4	881.0	0.2	1 052.7	902.9
Total expenditure estimates	2 005.2	914.2	1 078.0	13.0	2 123.0	2 042.8

Executive authority: Minister of Mineral Resources
 Accounting officer: Director-General of Mineral Resources
 Website address: www.dmr.gov.za

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, entities, donor funding, public-private partnerships, conditional grants to provinces and municipalities, and expenditure information at the level of service delivery, where appropriate.

Vote purpose

Promote and regulate the minerals and mining sector for transformation, growth and development. Ensure that all South Africans derive sustainable benefits from the country's mineral wealth.

Mandate

The mandate of the Department of Mineral Resources is broadly informed by:

- the Mineral and Petroleum Resources Development Act (2002), which provides the regulatory framework for equitable access to and the sustainable development of mineral resources and related matters
- the Mine Health and Safety Act (1996), which governs mine health and safety
- the 1998 White Paper on Minerals and Mining Policy for South Africa, which ensures the transparent and efficient regulation of the development of South Africa's mineral resources and minerals industry to meet national objectives and bring optimum benefits to the nation.

Selected performance indicators

Table 29.1 Performance indicators by programme and related outcome

Indicator	Programme	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Number of occupational health and safety inspections and mine audits conducted per year	Mine Health and Safety		8 005	9 869	9 952	8 396	8 396	8 396	8 396
Number of mining rights and permits granted or issued to historically disadvantaged South Africans per year	Mineral Regulation	Outcome 4: Decent employment through inclusive growth	204	175	178	120	150	150	150
Number of industry workshops on compliance issues conducted per year	Mineral Regulation		15	14	8	9	9	9	9

Table 29.1 Performance indicators by programme and related outcome

Indicator	Programme	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Number of social and labour plan verification inspections per year	Mineral Regulation	Outcome 4: Decent employment through inclusive growth	270	275	306	212	212	212	212
Number of environmental verification inspections conducted per year	Mineral Regulation		1 889	1 465	1 583	1 275	1 275	1 275	1 275
Number of mine economics verification audits per year	Mineral Regulation		595	501	487	425	425	425	425
Number of mineral legislation compliance inspections conducted per year	Mineral Regulation		502	264	212	150	150	150	150
Number of consultations or engagements and conflict management sessions with stakeholders and the mining industry per year ¹	Mineral Regulation		341	342	306	150	150	150	150
Number of procurement opportunities facilitated for black industrialists in the mining sector per year	Mineral Regulation		5	5	10	10	10	10	10
Number of publications per year	Mineral Policy and Promotion		14	23	14	13	19	13	13
Number of legislative instruments reviewed and amended per year	Mineral Policy and Promotion		2	4	1	3	2	2	2
Number of derelict and ownerless mines rehabilitated per year	Mineral Policy and Promotion	Outcome 10: Protect and enhance our environmental assets and natural resources	50	45	43	45	43	43	43
Number of new and established small, medium and micro enterprises supported per year	Mineral Policy and Promotion	Outcome 7: Comprehensive rural development and land reform	125	103	96	80	40	80	80
Number of mining investment promotion events/forums/workshops per year ¹	Mineral Policy and Promotion	Outcome 4: Decent employment through inclusive growth	38	60	56	46	13	46	46

1. As the mining charter has been finalised, investor certainty is expected to improve, resulting in fewer seminars and events being required.

Expenditure analysis

Chapters 3, 4 and 5 of the National Development Plan detail a vision for South Africa in which a responsible mining sector prioritises the welfare of its human resources and the environment, and contributes significantly to GDP. This vision is expressed through outcome 4 (decent employment through inclusive growth), outcome 6 (an efficient, competitive and responsive economic infrastructure network) and outcome 10 (protect and enhance our environmental assets and natural resources) of government's 2014-2019 medium-term strategic framework. In line with these guiding policies, over the medium term, the Department of Mineral Resources will contribute to the sustainable growth and socioeconomic development of the mining sector by focusing on promoting investment in the sector, transforming the sector through skills development, and rehabilitating derelict mines.

The department has a total allocation of R6.2 billion over the medium term, 52.2 per cent (R3.2 billion) of which is for transfers to its entities, which carry out a significant portion of its functions. Due to the labour-intensive nature of the department's work, which requires inspections to be conducted to ensure that mining companies comply with legislative requirements, expenditure on compensation of employees accounts for an estimated 34.2 per cent (R2.1 billion) of the department's total budget over the MTEF period. This allocation will enable the department to conduct an estimated 30 099 mandatory inspections over the period ahead to monitor and enforce compliance.

Promoting investment in the mining sector

The finalisation of the mining charter is expected to improve investor confidence in the sector despite general slowdown in global demand for mining commodities and low mining production. To leverage this improved confidence and increase the mining sector's contribution to GDP to ensure real mining investment in South Africa, more attention will be devoted to attracting domestic and foreign investment into the sector. With this imperative in mind, the department plans to conduct 105 mining promotional events and workshops both locally and internationally through an allocation of R245.7 million over the MTEF in the *Mineral Promotion and International Coordination* subprogramme in the *Mineral Policy and Promotion* programme. An additional R92.4 million over the medium term has been reprioritised from the programme to the Petroleum Agency South Africa to promote the exploration and optimal development of onshore and offshore oil and gas resources.

Transforming the mining sector

Accelerating transformation in the mining sector remains a key priority. The department will facilitate this process by monitoring and enforcing compliance with the mining charter, and issuing a targeted 450 mining licences over the medium term to historically disadvantaged South Africans, with special focus on empowering women in the sector. This is set to result in spending of R245.7 million over the MTEF period in the *Mineral Regulation* programme, which is allocated 22.5 per cent (R1.4 billion) of the department's total budget over the same period. To provide financial and technical support to 200 new and established small, medium and micro enterprises (SMMEs), particularly those in small-scale mining, an estimated R98.7 million over the medium term is allocated in the *Mineral Policy and Promotion* programme.

The department aims to adopt a more proactive approach to engaging the mining industry, communities and stakeholders about the quality, sustainability and transformation of the industry. In this regard, the department intends to conduct 450 stakeholder engagements and consultations with the sector over the medium term at a projected cost of R90.1 million in the *Mineral Regulation* programme. These are engagements and consultations envisaged to facilitate communication between stakeholders and communities living in mining areas, and address mining charter objectives such as the provision of housing.

Further expenditure of R62 million over the MTEF period in the same programme will facilitate a targeted 636 inspections to ensure that mining companies comply with their social labour plans. These plans commit companies to invest in the upgrading of human settlements and skills development for mineworkers and the surrounding communities, in line with regulation 46 of the Mineral and Petroleum Resources Development Act (2002).

Rehabilitating derelict mines and protecting the environment

Through the department's activities to rehabilitate old mines and minimise the impact of mining on the environment, it aims to improve the wellbeing of nearby communities by creating environmentally habitable areas, and reducing human and animal exposure to asbestos fibres. These efforts also contribute to a reduction in occupational health incidents, as the department enforces compliance with mine health and safety legislation, and prosecutes mines that do not comply. To conduct a targeted 25 188 occupational health and safety inspections and mine audits over the MTEF period, the *Mine Health and Safety* programme is set to receive an allocation of R699 million.

The department expects to conduct 3 825 environmental verification management inspections over the medium term to ensure compliance with the National Environmental Management Act (1998) at an estimated cost of R723 million; and rehabilitate 129 dangerous derelict and ownerless mine sites, including asbestos sites, at an estimated cost of R445 million. This spending is in the *Mineral Regulation and Administration* subprogramme in the *Mineral Regulation* programme. An additional R8.3 million through the expanded public works programme is earmarked for Mintek for the rehabilitation of the derelict and ownerless mines.

Expenditure trends

Table 29.2 Vote expenditure trends by programme and economic classification

Programmes																				
1. Administration 2. Mine Health and Safety 3. Mineral Regulation 4. Mineral Policy and Promotion																				
Programme	Annual budget			Adjusted appropriation			Audited outcome			Annual budget			Adjusted appropriation			Audited outcome			Average: Outcome/Annual budget (%)	Average: Outcome/Adjusted appropriation (%)
	2015/16	2016/17	2017/18	2018/19	2015/16	2016/17	2017/18	2018/19	2015/16	2016/17	2017/18	2018/19	2015/16	2016/17	2017/18	2018/19				
R million	2015/16			2016/17			2017/18			2018/19			2015/16 - 2018/19							
Programme 1	293.2	308.9	359.1	310.9	345.8	361.1	317.7	339.9	362.5	327.0	335.0	335.0	113.5%	106.6%						
Programme 2	175.8	184.4	171.5	184.9	189.9	189.6	189.4	194.1	203.7	205.0	205.0	205.0	101.9%	99.5%						
Programme 3	260.4	263.7	246.2	270.8	265.1	258.8	364.6	379.3	370.1	393.6	393.6	393.6	98.4%	97.5%						
Programme 4	889.0	881.5	861.7	902.5	868.3	851.7	907.7	866.1	840.5	965.0	957.0	957.0	95.8%	98.3%						
Total	1 618.5	1 638.5	1 638.5	1 669.1	1 669.1	1 661.1	1 779.4	1 779.4	1 776.7	1 890.7	1 890.7	1 890.7	100.1%	99.8%						
Change to 2018																				
Budget estimate																				
Economic classification																				
Current payments	806.1	800.1	805.2	831.4	863.9	858.6	846.7	871.0	867.3	876.9	871.1	871.1	101.2%	99.9%						
Compensation of employees	528.4	548.4	526.3	572.1	564.4	558.8	572.8	590.8	588.4	617.6	617.6	617.6	100.0%	98.7%						
Goods and services	277.7	251.7	279.0	259.2	299.5	299.8	273.9	280.3	278.9	259.2	253.4	253.4	103.8%	102.4%						
Transfers and subsidies	800.9	826.9	819.7	824.1	791.6	791.3	921.1	896.8	896.7	1 001.5	1 007.3	1 007.3	99.1%	99.8%						
Departmental agencies and accounts	377.8	394.8	393.4	433.5	433.5	433.5	430.9	440.9	440.7	452.2	471.9	471.9	102.7%	99.9%						
Public corporations and private enterprises	421.8	430.8	423.7	389.1	356.6	356.6	488.8	454.4	454.4	547.7	533.8	533.8	95.7%	99.6%						
Households	1.4	1.4	2.5	1.4	1.4	1.2	1.5	1.5	1.6	1.6	1.6	1.6	116.6%	116.6%						
Payments for capital assets	11.5	11.5	10.6	13.6	13.6	9.9	11.7	11.7	12.7	12.4	12.4	12.4	92.7%	92.7%						
Buildings and other fixed structures	2.9	2.5	1.1	3.9	3.9	0.2	1.8	1.8	0.3	2.0	2.0	2.0	33.3%	34.6%						
Machinery and equipment	8.6	8.9	9.3	9.8	9.8	9.8	9.8	9.8	11.6	10.4	10.4	10.4	106.5%	105.8%						
Software and other intangible assets	-	0.1	0.1	-	-	-	-	-	0.8	-	-	-	-	714.6%						
Payments for financial assets	-	-	2.9	-	-	1.3	-	-	-	-	-	-	-	-						
Total	1 618.5	1 638.5	1 638.5	1 669.1	1 669.1	1 661.1	1 779.4	1 779.4	1 776.7	1 890.7	1 890.7	1 890.7	100.1%	99.8%						

Expenditure estimates

Table 29.3 Vote expenditure estimates by programme and economic classification

Programmes									
1. Administration 2. Mine Health and Safety 3. Mineral Regulation 4. Mineral Policy and Promotion									
Programme	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)	
				2018/19	2015/16 - 2018/19	2019/20			2020/21
R million									
Programme 1	335.0	2.7%	20.3%	345.5	365.7	387.9	5.0%	17.8%	
Programme 2	205.0	3.6%	11.0%	218.6	230.6	249.9	6.8%	11.2%	
Programme 3	393.6	14.3%	18.2%	443.7	474.0	502.2	8.5%	22.5%	
Programme 4	957.0	2.8%	50.4%	997.5	1 052.7	902.9	-1.9%	48.5%	
Total	1 890.7	4.9%	100.0%	2 005.2	2 123.0	2 042.8	2.6%	100.0%	
Change to 2018									
Budget estimate				(10.8)	(16.7)	(13.1)			

Table 29.3 Vote expenditure estimates by programme and economic classification

Economic classification	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
		2015/16 - 2018/19	2019/20	2020/21	2021/22	2018/19 - 2021/22		
R million	2018/19	2015/16 - 2018/19	2019/20	2020/21	2021/22	2018/19 - 2021/22		
Current payments	871.1	2.9%	48.8%	914.2	976.1	1 036.9	6.0%	47.1%
Compensation of employees	617.6	4.0%	32.9%	665.2	715.6	762.1	7.3%	34.2%
Goods and services	253.4	0.2%	15.9%	249.0	260.5	274.8	2.7%	12.9%
Transfers and subsidies	1 007.3	6.8%	50.5%	1 078.0	1 133.2	991.4	-0.5%	52.2%
Departmental agencies and accounts	471.9	6.1%	25.0%	482.0	503.2	327.1	-11.5%	22.1%
Public corporations and private enterprises	533.8	7.4%	25.4%	594.4	628.2	662.5	7.5%	30.0%
Households	1.6	5.4%	0.1%	1.7	1.8	1.9	5.5%	0.1%
Payments for capital assets	12.4	2.3%	0.7%	13.0	13.7	14.5	5.6%	0.7%
Buildings and other fixed structures	2.0	-7.9%	0.1%	2.1	2.2	2.3	6.1%	0.1%
Machinery and equipment	10.4	5.4%	0.6%	11.0	11.6	12.2	5.5%	0.6%
Total	1 890.7	4.9%	100.0%	2 005.2	2 123.0	2 042.8	2.6%	100.0%

Expenditure trends and estimates for significant spending items

Table 29.4 Expenditure trends and estimates for significant spending items

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18		2018/19	2015/16 - 2018/19	2019/20	2020/21	2021/22	2018/19 - 2021/22	
Council for Geoscience	342 914	378 598	366 988	405 983	5.8%	21.5%	414 062	435 734	251 402	-14.8%	18.7%
Mintek	414 742	356 416	367 256	420 368	0.5%	22.4%	436 022	460 401	485 405	4.9%	22.4%
Total	757 656	735 014	734 244	826 351	6.3%	43.9%	850 084	896 135	736 807	-9.9%	41.1%

Goods and services expenditure trends and estimates

Table 29.5 Vote goods and services expenditure trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18		2018/19	2015/16 - 2018/19	2019/20	2020/21	2021/22	2018/19 - 2021/22	
Administrative fees	2 618	3 248	2 484	6 143	32.9%	1.3%	6 394	6 684	7 058	4.7%	2.5%
Advertising	846	5 453	5 813	2 428	42.1%	1.3%	4 703	4 802	5 067	27.8%	1.6%
Minor assets	1 614	968	1 482	4 831	44.1%	0.8%	3 828	4 099	4 327	-3.6%	1.6%
Audit costs: External	6 465	6 247	7 013	4 924	-8.7%	2.2%	5 100	5 422	5 720	5.1%	2.0%
Bursaries: Employees	979	1 234	1 246	1 973	26.3%	0.5%	2 047	2 127	2 237	4.3%	0.8%
Catering: Departmental activities	1 528	951	1 435	4 002	37.8%	0.7%	3 317	3 390	3 578	-3.7%	1.4%
Communication	13 723	17 281	12 703	8 582	-14.5%	4.7%	7 951	8 559	9 028	1.7%	3.3%
Computer services	23 446	26 872	23 850	25 480	2.8%	9.0%	27 842	29 287	30 851	6.6%	10.9%
Consultants: Business and advisory services	5 461	8 237	2 134	5 512	0.3%	1.9%	6 467	6 595	6 958	8.1%	2.5%
Legal services	6 476	11 213	13 561	4 097	-14.2%	3.2%	2 882	3 063	3 232	-7.6%	1.3%
Contractors	1 875	1 057	4 481	10 004	74.7%	1.6%	4 148	4 362	4 603	-22.8%	2.2%
Agency and support/outsourced services	-	-	-	10	-	-	10	11	11	3.2%	-
Entertainment	-	-	5	164	-	-	85	78	82	-20.6%	-
Fleet services (including government motor transport)	10 503	10 518	10 657	6 395	-15.2%	3.4%	12 329	13 027	13 739	29.0%	4.4%
Inventory: Clothing material and accessories	-	53	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	16	19	-	51	47.2%	-	2	2	2	-66.0%	-
Inventory: Materials and supplies	67	218	-	-	-100.0%	-	-	-	-	-	-
Inventory: Medical supplies	2	2	-	-	-100.0%	-	-	-	-	-	-
Consumable supplies	1 740	2 063	2 251	3 991	31.9%	0.9%	3 801	4 004	4 225	1.9%	1.5%
Consumables: Stationery, printing and office supplies	4 683	4 673	3 887	10 895	32.5%	2.2%	10 427	10 893	11 490	1.8%	4.2%
Operating leases	94 177	89 325	88 614	44 449	-22.1%	28.5%	37 408	39 522	41 695	-2.1%	15.7%
Rental and hiring	1 002	232	1 118	2 110	28.2%	0.4%	2 516	2 558	2 700	8.6%	1.0%
Property payments	5 860	6 259	6 562	8 042	11.1%	2.4%	8 347	9 886	10 431	9.1%	3.5%
Travel and subsistence	71 021	68 383	69 141	70 048	-0.5%	25.1%	72 015	74 131	78 228	3.8%	28.4%

Table 29.5 Vote goods and services expenditure trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
R thousand											
Training and development	5 410	4 892	4 749	8 751	17.4%	2.1%	6 197	6 391	6 736	-8.4%	2.7%
Operating payments	12 883	23 740	9 654	11 032	-5.0%	5.2%	13 024	13 790	14 555	9.7%	5.0%
Venues and facilities	6 581	6 643	6 081	9 516	13.1%	2.6%	8 140	7 792	8 228	-4.7%	3.2%
Total	278 976	299 781	278 921	253 430	-3.2%	100.0%	248 980	260 475	274 781	2.7%	100.0%

Transfers and subsidies expenditure trends and estimates**Table 29.6 Vote transfers and subsidies trends and estimates**

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
R thousand											
Households											
Social benefits											
Current	1 762	1 059	1 573	1 295	-9.8%	0.2%	1 368	1 443	1 522	5.5%	0.1%
Employee social benefits	1 762	1 059	1 573	1 295	-9.8%	0.2%	1 368	1 443	1 522	5.5%	0.1%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	358 408	396 629	405 319	468 541	9.3%	46.3%	478 479	499 459	323 157	-11.6%	42.0%
Mine Health and Safety Council	-	-	6 162	4 803	-	0.3%	4 386	351	4 874	0.5%	0.3%
Council for Geoscience	307 881	341 708	330 574	311 613	0.4%	36.7%	410 553	432 032	247 496	-7.4%	33.3%
Council for Geoscience: Economic competitiveness and support package	-	-	-	90 000	-	2.6%	-	-	-	-100.0%	2.1%
Council for Geoscience: Expanded public works programme	-	-	1 000	1 047	-	0.1%	-	-	-	-100.0%	-
Mining Qualifications Authority	-	1 716	1 718	1 973	-	0.2%	1 996	2 147	2 286	5.0%	0.2%
South African Diamond and Precious Metals Regulator	50 527	53 205	65 865	59 105	5.4%	6.5%	61 544	64 929	68 501	5.0%	6.0%
Capital	35 033	36 890	35 414	3 323	-54.4%	3.1%	3 509	3 702	3 906	5.5%	0.3%
Council for Geoscience	35 033	36 890	35 414	3 323	-54.4%	3.1%	3 509	3 702	3 906	5.5%	0.3%
Households											
Other transfers to households											
Current	833	122	40	311	-28.0%	-	328	346	365	5.5%	-
Employee ex-gratia payments	20	120	40	311	149.6%	-	328	346	365	5.5%	-
Other transfers to households	813	2	-	-	-100.0%	-	-	-	-	-	-
Public corporations and private enterprises											
Subsidies on products and production											
Current	-	-	87 138	98 439	-	5.3%	133 652	141 373	149 148	14.9%	12.4%
Petroleum Agency South Africa	-	-	87 138	98 439	-	5.3%	127 446	134 826	142 241	13.1%	11.9%
Various institutions: Water management solutions subsidies for marginal mines	-	-	-	-	-	-	6 206	6 547	6 907	-	0.5%
Public corporations and private enterprises											
Subsidies on products and production											
Current	8 993	200	-	14 976	18.5%	0.7%	24 683	26 453	27 908	23.1%	2.2%
Industrial Development Corporation	8 893	-	-	14 976	19.0%	0.7%	24 683	26 453	27 908	23.1%	2.2%
State Diamond Trader	100	200	-	-	-100.0%	-	-	-	-	-	-
Public corporations and private enterprises											
Other transfers to public corporations											
Current	362 145	315 152	310 705	389 213	2.4%	39.2%	372 840	393 743	415 082	2.2%	37.3%
Mintek	362 145	315 152	310 705	319 213	-4.1%	37.2%	370 208	390 968	412 155	8.9%	35.5%
Mintek: Economic competitiveness and support package	-	-	-	70 000	-	2.0%	-	-	-	-100.0%	1.7%
Mintek: Expanded public works programme	-	-	-	-	-	-	2 632	2 775	2 927	-	0.2%
Capital	52 597	41 264	56 551	31 155	-16.0%	5.2%	63 182	66 658	70 323	31.2%	5.5%
Mintek	52 597	41 264	56 551	31 155	-16.0%	5.2%	63 182	66 658	70 323	31.2%	5.5%
Total	819 771	791 316	896 740	1 007 253	7.1%	100.0%	1 078 041	1 133 177	991 411	-0.5%	100.0%

Personnel information

Table 29.7 Vote personnel numbers and cost by salary level and programme¹

Programmes																			
1. Administration																			
2. Mine Health and Safety																			
3. Mineral Regulation																			
4. Mineral Policy and Promotion																			
Number of funded posts	Number of posts additional to the establishment	Number of posts estimated for 31 March 2019	Number and cost ² of personnel posts filled/planned for on funded establishment										Number						
			Actual			Revised estimate			Medium-term expenditure estimate				Average growth rate (%)	Average: Salary level/Total (%)					
			2017/18		2018/19		2019/20		2020/21		2021/22				2018/19 - 2021/22				
Number	Unit Cost	Unit cost	Number	Unit Cost	Unit cost	Number	Unit Cost	Unit cost	Number	Unit Cost	Unit cost	Number	Unit Cost	Unit cost					
Mineral Resources																			
Salary level	1 167	4	1 118	588.4	0.5	1 100	617.6	0.6	1 103	665.2	0.6	1 103	715.6	0.6	1 096	762.1	0.7	-0.1%	100.0%
1 – 6	264	–	262	51.2	0.2	253	50.9	0.2	254	54.9	0.2	254	59.5	0.2	254	64.2	0.3	0.1%	23.1%
7 – 10	550	1	526	257.8	0.5	520	264.6	0.5	521	286.5	0.5	522	309.7	0.6	519	330.7	0.6	-0.1%	47.3%
11 – 12	262	1	249	211.1	0.8	241	225.1	0.9	241	240.6	1.0	241	258.1	1.1	237	272.8	1.2	-0.6%	21.8%
13 – 16	89	2	78	65.1	0.8	84	74.5	0.9	85	80.5	0.9	84	85.4	1.0	84	91.4	1.1	–	7.7%
Other	2	–	3	3.2	1.1	2	2.5	1.2	2	2.6	1.3	2	2.8	1.4	2	3.0	1.5	–	0.2%
Programme	1 167	4	1 118	588.4	0.5	1 100	617.6	0.6	1 103	665.2	0.6	1 103	715.6	0.6	1 096	762.1	0.7	-0.1%	100.0%
Programme 1	365	4	358	170.0	0.5	360	186.9	0.5	360	199.8	0.6	359	213.9	0.6	357	227.7	0.6	-0.3%	32.6%
Programme 2	303	–	292	165.9	0.6	274	166.3	0.6	274	178.3	0.7	277	192.4	0.7	275	205.1	0.7	0.1%	25.0%
Programme 3	386	–	361	185.6	0.5	361	193.2	0.5	363	209.4	0.6	363	226.4	0.6	361	241.0	0.7	–	32.9%
Programme 4	113	–	107	66.8	0.6	105	71.2	0.7	106	77.6	0.7	104	82.9	0.8	103	88.3	0.9	-0.6%	9.5%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Departmental receipts

Table 29.8 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2015/16	2016/17	2017/18					2018/19	2019/20	2020/21		
Departmental receipts	29 763	38 072	38 912	43 027	39 682	10.1%	100.0%	41 072	42 486	43 940	3.5%	100.0%
Sales of goods and services produced by department	6 486	10 148	11 642	12 002	11 477	21.0%	27.1%	12 313	12 320	12 326	2.4%	29.0%
Sales by market establishments	478	473	453	495	435	-3.1%	1.3%	475	476	476	3.0%	1.1%
of which:												
Market establishment: Rental parking: Covered and open	478	473	453	495	435	-3.1%	1.3%	475	476	476	3.0%	1.1%
Administrative fees	5 428	9 073	10 518	10 776	10 338	24.0%	24.1%	11 133	11 138	11 144	2.5%	26.2%
of which:												
Application fees in relation to the Mineral and Petroleum Resources Development Act (2002)	1 084	1 791	1 502	2 458	1 015	-2.2%	3.7%	1 577	1 577	1 578	15.8%	3.4%
Requested information: Promotion of Access to Information Act (2000)	23	30	29	25	30	9.3%	0.1%	30	30	30	–	0.1%
Environmental authorisation application fees	4 321	7 252	8 987	8 293	9 293	29.1%	20.4%	9 526	9 531	9 536	0.9%	22.7%
Other sales	580	602	671	731	704	6.7%	1.7%	705	706	706	0.1%	1.7%
of which:												
Services rendered: Commission on insurance and garnishee	210	224	238	244	252	6.3%	0.6%	250	251	251	-0.1%	0.6%
Services rendered: Marking of exam paper	345	351	398	454	427	7.4%	1.0%	418	418	418	-0.7%	1.0%
Services rendered: Photocopies and faxes	24	26	34	33	24	–	0.1%	36	36	36	14.5%	0.1%
Replacement of lost office property	1	1	1	–	1	–	–	1	1	1	–	–
Sales of scrap, waste, arms and other used current goods	–	1	–	2	–	–	–	–	–	–	–	–
of which:												
Sales: Scrap	–	1	–	2	–	–	–	–	–	–	–	–

Table 29.8 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2015/16	2016/17	2017/18					2018/19	2015/16 - 2018/19	2019/20		
Fines, penalties and forfeits	847	990	1 293	1 874	1 949	32.0%	3.5%	1 362	1 400	1 402	-10.4%	3.7%
Interest, dividends and rent on land	22 268	23 881	23 576	27 038	24 145	2.7%	64.1%	24 876	26 244	27 688	4.7%	61.6%
Interest	28	265	189	82	82	43.1%	0.4%	199	210	222	39.4%	0.4%
Rent on land	22 240	23 616	23 387	26 956	24 063	2.7%	63.7%	24 677	26 034	27 466	4.5%	61.2%
Transactions in financial assets and liabilities	162	3 052	2 401	2 111	2 111	135.3%	5.3%	2 521	2 522	2 524	6.1%	5.8%
Total	29 763	38 072	38 912	43 027	39 682	10.1%	100.0%	41 072	42 486	43 940	3.5%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department.

Expenditure trends and estimates

Table 29.9 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18				2018/19	2015/16 - 2018/19	2019/20		
R thousand											
Ministry	33 076	35 123	34 437	27 276	-6.2%	9.2%	30 674	31 347	33 300	6.9%	8.5%
Corporate Services	180 307	187 841	181 823	133 175	-9.6%	48.2%	137 309	147 496	156 613	5.6%	40.1%
Department Management	15 567	12 457	15 541	30 050	24.5%	5.2%	24 058	24 236	25 665	-5.1%	7.3%
Financial Administration	95 431	93 536	97 641	96 793	0.5%	27.0%	102 925	109 644	116 322	6.3%	29.7%
Internal Audit	12 370	10 609	10 114	12 916	1.5%	3.2%	13 750	14 254	15 154	5.5%	3.9%
Office Accommodation	22 316	21 484	22 914	34 790	16.0%	7.2%	36 738	38 759	40 891	5.5%	10.5%
Total	359 067	361 050	362 470	335 000	-2.3%	100.0%	345 454	365 736	387 945	5.0%	100.0%
Change to 2018				8 000			-	2	(93)		
Budget estimate											
Economic classification											
Current payments	348 430	349 626	349 800	320 004	-2.8%	96.5%	329 726	349 102	370 332	5.0%	95.5%
Compensation of employees	161 003	162 257	170 045	186 927	5.1%	48.0%	199 807	213 864	227 672	6.8%	57.8%
Goods and services ¹	187 427	187 369	179 755	133 077	-10.8%	48.5%	129 919	135 238	142 660	2.3%	37.7%
of which:											
Audit costs: External	6 465	6 247	7 013	4 924	-8.7%	1.7%	5 100	5 422	5 720	5.1%	1.5%
Computer services	23 016	24 342	23 091	17 814	-8.2%	6.2%	19 671	20 692	21 831	7.0%	5.6%
Fleet services (including government motor transport)	7 218	6 397	6 168	2 660	-28.3%	1.6%	4 956	5 102	5 379	26.5%	1.3%
Operating leases	93 643	88 798	88 150	44 123	-22.2%	22.2%	37 228	39 327	41 490	-2.0%	11.3%
Property payments	5 555	6 258	6 562	7 191	9.0%	1.8%	8 342	9 881	10 425	13.2%	2.5%
Travel and subsistence	21 507	19 968	20 467	19 171	-3.8%	5.7%	20 234	19 379	20 441	2.2%	5.5%
Transfers and subsidies¹	1 782	2 895	3 331	3 579	26.2%	0.8%	3 692	3 936	4 173	5.3%	1.1%
Departmental agencies and accounts	-	1 716	1 718	1 973	-	0.4%	1 996	2 147	2 286	5.0%	0.6%
Households	1 782	1 179	1 613	1 606	-3.4%	0.4%	1 696	1 789	1 887	5.5%	0.5%
Payments for capital assets	8 848	8 418	9 339	11 417	8.9%	2.7%	12 036	12 698	13 440	5.6%	3.5%
Buildings and other fixed structures	1 140	153	263	1 954	19.7%	0.2%	2 056	2 169	2 332	6.1%	0.6%
Machinery and equipment	7 571	8 265	8 284	9 463	7.7%	2.4%	9 980	10 529	11 108	5.5%	2.9%
Software and other intangible assets	137	-	792	-	-100.0%	0.1%	-	-	-	-	-
Payments for financial assets	7	111	-	-	-100.0%	-	-	-	-	-	-
Total	359 067	361 050	362 470	335 000	-2.3%	100.0%	345 454	365 736	387 945	5.0%	100.0%
Proportion of total programme expenditure to vote expenditure	21.9%	21.7%	20.4%	17.7%	-	-	17.2%	17.2%	19.0%	-	-

Table 29.9 Administration expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies		Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
		2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
R thousand												
Households												
Social benefits												
Current		1 762	1 059	1 573	1 295	-9.8%	0.4%	1 368	1 443	1 522	5.5%	0.4%
Employee social benefits		1 762	1 059	1 573	1 295	-9.8%	0.4%	1 368	1 443	1 522	5.5%	0.4%
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current		-	1 716	1 718	1 973	-	0.4%	1 996	2 147	2 286	5.0%	0.6%
Mining Qualifications Authority		-	1 716	1 718	1 973	-	0.4%	1 996	2 147	2 286	5.0%	0.6%
Households												
Other transfers to households												
Current		20	120	40	311	149.6%	-	328	346	365	5.5%	0.1%
Employee ex-gratia payments		20	120	40	311	149.6%	-	328	346	365	5.5%	0.1%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 29.10 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2019		Number and cost ² of personnel posts filled/planned for on funded establishment										Number							
		Actual		Revised estimate		Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)						
Number of funded posts	Number of posts additional to the establishment	2017/18		2018/19		2019/20		2020/21		2021/22				2018/19 - 2021/22					
		Number	Unit Cost cost	Number	Unit Cost cost	Number	Unit Cost cost	Number	Unit Cost cost	Number	Unit Cost cost	Number	Unit Cost cost						
Administration																			
Salary level	365	4	358	170.0	0.5	360	186.9	0.5	360	199.8	0.6	359	213.9	0.6	357	227.7	0.6	-0.3%	100.0%
1-6	126	-	125	23.1	0.2	123	25.1	0.2	123	26.9	0.2	123	29.1	0.2	123	31.4	0.3	-	34.3%
7-10	154	1	146	68.0	0.5	151	74.4	0.5	151	79.7	0.5	151	85.9	0.6	150	91.5	0.6	-0.2%	42.0%
11-12	50	1	52	48.5	0.9	51	55.8	1.1	51	59.4	1.2	51	63.7	1.2	50	67.2	1.3	-0.7%	14.1%
13-16	33	2	32	27.2	0.9	33	29.1	0.9	33	31.0	0.9	32	32.3	1.0	32	34.5	1.1	-1.0%	9.1%
Other	2	-	3	3.2	1.1	2	2.5	1.2	2	2.6	1.3	2	2.8	1.4	2	3.0	1.5	-	0.6%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 2: Mine Health and Safety

Programme purpose

Ensure the safe mining of minerals under healthy working conditions.

Objectives

- Promote health and safety in the mining sector over the medium term by:
 - reducing occupational fatalities and injuries by 20 per cent
 - reducing occupational diseases by 10 per cent
 - conducting ongoing investigations, and 8 396 occupational health and safety inspections and audits per year
 - implementing the occupational health and safety improvement strategy, and enforcing the guidelines issued by the chief inspector of mines.
- Contribute to skills development in the mining sector by implementing, monitoring and evaluating the certificate of competency model on a continual basis.
- Improve health care in the mining sector over the medium term by ensuring:
 - 80 per cent adherence to prescribed timeframes for resolving medical appeals
 - 100 per cent adherence to prescribed timeframes for appeals to the chief inspector of mines

- 100 per cent adherence to prescribed timeframes for applications in terms of the Mineral and Petroleum Resources Development Act (2002).

Subprogrammes

- *Governance Policy and Oversight* develops policy and legislation to guide enforcement work; provides technical support to regional offices; chairs tripartite structures, which include the department, mining companies and labour; and facilitates workshops on HIV and AIDS awareness in the sector.
- *Mine Health and Safety Regions* is responsible for conducting audits and inspections to enforce the Mine Health and Safety Act (1996). This subprogramme is also responsible for providing competency certification through examination services and professional advice.
- *Mine Health and Safety Council* transfers funds annually to the Mine Health and Safety Council, which is tasked with promoting a culture of health and safety in the mining sector.

Expenditure trends and estimates

Table 29.11 Mine Health and Safety expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
R thousand											
Governance Policy and Oversight	44 913	46 430	45 013	59 782	10.0%	25.5%	65 473	70 777	75 380	8.0%	30.0%
Mine Health and Safety Regions	126 593	143 127	152 482	140 452	3.5%	73.1%	148 711	159 469	169 601	6.5%	68.4%
Mine Health and Safety Council	–	–	6 162	4 803	–	1.4%	4 386	351	4 874	0.5%	1.6%
Total	171 506	189 557	203 657	205 037	6.1%	100.0%	218 570	230 597	249 855	6.8%	100.0%
Change to 2018				–			(696)	(4 960)	(579)		
Budget estimate											
Economic classification											
Current payments	168 609	188 377	196 108	199 505	5.8%	97.8%	213 414	229 434	244 124	7.0%	98.1%
Compensation of employees	141 529	158 029	165 879	166 286	5.5%	82.1%	178 335	192 426	205 083	7.2%	82.1%
Goods and services ¹	27 080	30 348	30 229	33 219	7.0%	15.7%	35 079	37 008	39 041	5.5%	16.0%
of which:											
Communication	1 252	2 874	532	1 738	11.6%	0.8%	1 247	1 321	1 393	-7.1%	0.6%
Computer services	125	–	–	750	81.7%	0.1%	950	995	1 049	11.8%	0.4%
Consultants: Business and advisory services	514	1 375	469	1 964	56.3%	0.6%	2 159	2 260	2 385	6.7%	1.0%
Fleet services (including government motor transport)	190	269	318	812	62.3%	0.2%	3 196	3 378	3 563	63.7%	1.2%
Consumables: Stationery, printing and office supplies	796	879	650	2 676	49.8%	0.6%	2 332	2 459	2 594	-1.0%	1.1%
Travel and subsistence	21 339	22 700	25 813	20 264	-1.7%	11.7%	20 292	21 432	22 610	3.7%	9.4%
Transfers and subsidies¹	65	–	6 162	4 803	319.6%	1.4%	4 386	351	4 874	0.5%	1.6%
Departmental agencies and accounts	–	–	6 162	4 803	–	1.4%	4 386	351	4 874	0.5%	1.6%
Households	65	–	–	–	-100.0%	–	–	–	–	–	–
Payments for capital assets	702	280	1 387	729	1.3%	0.4%	770	812	857	5.5%	0.4%
Machinery and equipment	702	280	1 387	729	1.3%	0.4%	770	812	857	5.5%	0.4%
Payments for financial assets	2 130	900	–	–	-100.0%	0.4%	–	–	–	–	–
Total	171 506	189 557	203 657	205 037	–	100.0%	218 570	230 597	249 855	–	100.0%
Proportion of total programme expenditure to vote expenditure	10.5%	11.4%	11.5%	10.8%	–	–	10.9%	10.9%	12.2%	–	–
Details of transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	–	–	6 162	4 803	–	1.4%	4 386	351	4 874	–	1.6%
Mine Health and Safety Council	–	–	6 162	4 803	–	1.4%	4 386	351	4 874	0.5%	1.6%
Households											
Other transfers to households											
Current	65	–	–	–	–	–	–	–	–	–	–
Other transfers to households	65	–	–	–	–	–	–	–	–	–	–

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 29.12 Mine Health and Safety personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2019		Number and cost ² of personnel posts filled/planned for on funded establishment										Number							
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)				
		2017/18			2018/19			2019/20		2020/21		2021/22				2018/19 - 2021/22			
Mine Health and Safety		Number	Unit Cost	cost	Number	Unit Cost	cost	Number	Unit Cost	cost	Number	Unit Cost	cost	Number	Unit Cost	cost			
Salary level	303	–	292	165.9	0.6	274	166.3	0.6	274	178.3	0.7	277	192.4	0.7	275	205.1	0.7	0.1%	100.0%
1 – 6	47	–	47	9.4	0.2	43	9.1	0.2	43	9.8	0.2	45	11.1	0.2	45	12.0	0.3	1.5%	16.0%
7 – 10	100	–	104	55.9	0.5	96	54.3	0.6	96	58.5	0.6	97	63.4	0.7	97	68.2	0.7	0.3%	35.1%
11 – 12	135	–	123	85.5	0.7	114	83.9	0.7	114	89.8	0.8	114	96.2	0.8	112	101.7	0.9	-0.6%	41.3%
13 – 16	21	–	18	15.1	0.8	21	18.9	0.9	21	20.3	1.0	21	21.7	1.0	21	23.2	1.1	–	7.6%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 3: Mineral Regulation

Programme purpose

Regulate the minerals and mining sector to promote economic growth, employment, transformation and sustainable development.

Objectives

- Improve the participation of historically disadvantaged South Africans in the mining sector by issuing mining rights and permits to 450 historically disadvantaged South Africans over the medium term.
- Contribute to the transformation of the mining sector by monitoring and enforcing compliance with procurement requirements that relate to historically disadvantaged South Africans, as prescribed by the mining charter, on an ongoing basis.
- Promote job creation through the development of SMMEs by supporting mining enterprises and local development projects through income-generating projects over the medium term.
- Promote sustainable resource use and the environmental management of mines over the medium term by supporting approved and evaluated work programmes, social and labour plans, and environmental management plans; and conducting 27 industry workshops.
- Monitor and enforce compliance with the statutory obligations of the Mineral and Petroleum Resources Development Act (2002) and the mining charter by conducting 636 mining charter inspections and 3 825 environmental management inspections over the medium term.

Subprogrammes

- *Mineral Regulation and Administration* administers prospecting and mining rights and licensing; and monitors compliance with the Mineral and Petroleum Resources Development Act (2002), including the compliance of mines with requirements for environmental protection.
- *Management Mineral Regulation* provides overall management to the programme. The subprogramme focuses on the functioning of the mineral resources administration system, ensuring that rights and licences for mining, environmental authorisation and water use are granted within 300 days.
- *South African Diamond and Precious Metals Regulator* implements and enforces the provisions of the Precious Metals Act (2005).
- *Petroleum Agency South Africa* promotes the exploration and optimal development of onshore and offshore oil and gas resources. The agency regulates exploration and production activities, and acts as the custodian of the national petroleum exploration and production database.

Expenditure trends and estimates

Table 29.13 Mineral Regulation expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2018/19	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%) 2018/19 - 2021/22	Average Expenditure/ Total (%)
	2015/16	2016/17	2017/18		2015/16 - 2018/19	2019/20	2020/21	2021/22			
R thousand											
Mineral Regulation and Administration	179 572	189 778	202 178	206 711	4.8%	61.3%	223 541	242 037	257 468	7.6%	51.3%
Management Mineral Regulation	16 137	15 775	14 923	29 351	22.1%	6.0%	31 133	32 168	33 947	5.0%	7.0%
South African Diamond and Precious Metals Regulator	50 527	53 205	65 865	59 105	5.4%	18.0%	61 544	64 929	68 501	5.0%	14.0%
Petroleum Agency South Africa	–	–	87 138	98 439	–	14.6%	127 446	134 826	142 241	13.1%	27.7%
Total	246 236	258 758	370 104	393 606	16.9%	100.0%	443 664	473 960	502 157	8.5%	100.0%
Change to 2018				–			28 289	29 866	31 375		
Budget estimate											
Economic classification											
Current payments	195 467	204 781	215 969	236 021	6.5%	67.2%	254 631	274 160	291 368	7.3%	58.2%
Compensation of employees	162 732	173 194	185 631	193 191	5.9%	56.3%	209 403	226 444	241 028	7.7%	48.0%
Goods and services ¹	32 735	31 587	30 338	42 830	9.4%	10.8%	45 228	47 716	50 340	5.5%	10.3%
<i>of which:</i>											
Communication	5 356	3 760	3 474	2 880	-18.7%	1.2%	3 483	3 797	4 007	11.6%	0.8%
Computer services	305	469	759	6 831	181.9%	0.7%	7 167	7 543	7 911	5.0%	1.6%
Fleet services (including government motor transport)	2 695	3 448	3 843	2 543	-1.9%	1.0%	4 177	4 547	4 797	23.6%	0.9%
Consumables: Stationery, printing and office supplies	974	1 278	886	2 277	32.7%	0.4%	2 452	2 665	2 808	7.2%	0.6%
Travel and subsistence	16 189	13 807	14 330	19 558	6.5%	5.0%	19 464	20 673	21 844	3.8%	4.5%
Venues and facilities	79	877	278	1 560	170.3%	0.2%	2 887	2 493	2 638	19.1%	0.5%
Transfers and subsidies¹	50 462	53 207	153 003	157 544	46.2%	32.6%	188 990	199 755	210 742	10.2%	41.7%
Departmental agencies and accounts	50 527	53 205	65 865	59 105	5.4%	18.0%	61 544	64 929	68 501	5.0%	14.0%
Public corporations and private enterprises	–	–	87 138	98 439	–	14.6%	127 446	134 826	142 241	13.1%	27.7%
Households	(65)	2	–	–	-100.0%	–	–	–	–	–	–
Payments for capital assets	306	569	1 132	41	-48.8%	0.2%	43	45	47	4.7%	–
Machinery and equipment	306	569	1 132	41	-48.8%	0.2%	43	45	47	4.7%	–
Payments for financial assets	1	201	–	–	-100.0%	–	–	–	–	–	–
Total	246 236	258 758	370 104	393 606	–	100.0%	443 664	473 960	502 157	–	100.0%
Proportion of total programme expenditure to vote expenditure	15.0%	15.6%	20.8%	20.8%	–	–	22.1%	22.3%	24.6%	–	–
Details of transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	50 527	53 205	65 865	59 105	–	18.0%	61 544	64 929	68 501	–	14.0%
South African Diamond and Precious Metals Regulator	50 527	53 205	65 865	59 105	5.4%	18.0%	61 544	64 929	68 501	5.0%	14.0%
Households											
Other transfers to households											
Current	–	2	–	–	–	–	–	–	–	13.1%	–
Other transfers to households	–	2	–	–	–	–	–	–	–	–	–
Public corporations and private enterprises											
Private enterprises											
Private enterprises (subsidies on products and production)											
Current	–	–	87 138	98 439	-48.8%	14.6%	127 446	134 826	142 241	4.7%	27.7%
Petroleum Agency South Africa	–	–	87 138	98 439	–	14.6%	127 446	134 826	142 241	–	27.7%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 29.14 Mineral Regulation personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2019		Number and cost ² of personnel posts filled/planned for on funded establishment										Number							
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate				Average growth rate (%)	Average: Salary level/Total (%)						
		2017/18		2018/19		2019/20		2020/21		2021/22									
Mineral Regulation		Number	Unit Cost	cost	Number	Unit Cost	cost	Number	Unit Cost	cost	Number	Unit Cost	cost	2018/19 - 2021/22					
Salary level	386	–	361	185.6	0.5	361	193.2	0.5	363	209.4	0.6	363	226.4	0.6	361	241.0	0.7	–	100.0%
1 – 6	82	–	80	16.1	0.2	78	14.5	0.2	79	15.8	0.2	79	17.1	0.2	79	18.5	0.2	0.4%	21.8%
7 – 10	239	–	223	106.7	0.5	220	105.9	0.5	221	115.9	0.5	221	125.6	0.6	220	134.1	0.6	–	60.9%
11 – 12	44	–	42	48.6	1.2	44	54.7	1.2	44	58.4	1.3	44	63.0	1.4	43	66.2	1.5	-0.8%	12.1%
13 – 16	21	–	16	14.3	0.9	19	18.1	1.0	19	19.3	1.0	19	20.8	1.1	19	22.2	1.2	–	5.2%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 4: Mineral Policy and Promotion

Programme purpose

Develop relevant mineral policies that promote South Africa's mining and minerals industries to attract investment.

Objectives

- Promote investment in the mining, minerals and upstream petroleum sectors over the medium term by:
 - hosting 39 promotional and awareness activities or events for local and foreign investment
 - participating in local and international mining and petroleum conferences and events, engaging with stakeholders in various forums, and leading the implementation of key government priorities on behalf of the department
 - supporting 120 SMMEs, mainly small-scale mining projects
 - ensuring the full implementation of plans for developing the oceans economy (oil and gas exploration) through Operation Phakisa
 - ensuring the full implementation of the shale gas action plan through consultations, advocacy, research and promotional activities for shale gas exploration.
- Manage diplomatic imperatives and relations with foreign countries to benefit South Africa by establishing and implementing bilateral and multilateral partnerships for mining and upstream petroleum development on an ongoing basis.
- Promote the sustainable use and management of mineral resources over the medium term by:
 - participating in technical and strategic partnerships such as the intergovernmental forum on mining, minerals, metals and sustainable development; the Benguela Current Commission; and United Nations programmes
 - reviewing the department's environmental management plan
 - reviewing and amending 6 legislative instruments
 - rehabilitating and closing 129 derelict and ownerless mines.

Subprogrammes

- Management* provides overall management for the programme.
- Mineral Policy* develops new policies, reviews existing policies, and amends legislation to promote investment and achieve transformation in the mining, minerals and upstream petroleum sectors. This entails conducting research, organising consultations with stakeholders, attending parliamentary hearings on related bills, and gazetting the bills once they are assented to. This subprogramme also represents the

department in international and regional forums such as the Kimberley Process certification scheme, the African Diamond Producers Association, and the Pan African Mineral Development Company.

- *Mineral Promotion and International Coordination* promotes mineral development and advises on trends in the mining industry to attract additional investment. This subprogramme produces various publications, participates in mining conferences, and supports the implementation of national initiatives for mineral beneficiation.
- *Assistance to Mines* prevents the uncontrolled movement of water into and out of underground mine openings and holdings. This entails providing subsidies to marginal mines to pump extraneous water from underground mine openings; and researching, developing and implementing strategic solutions for mine water management, including managing the decanting of contaminated water.
- *Council for Geoscience* transfers funds annually to the Council for Geoscience.
- *Mintek* transfers funds annually to Mintek.
- *Economic Advisory Services* undertakes macroeconomic research to analyse economic trends and produce departmental reports that inform and advise the minister and departmental management; and participates in activities to transform the mining and minerals industry and enhance competitiveness. This entails leading and convening meetings of the mining industry growth, development and employment task team stakeholder forum, which researches and analyses the economic impact of the regulatory and legislative framework of the mining and minerals sector through regulatory impact assessments.
- *Mine Environmental Management* provides strategic guidance on the environmental management and closure of mines. This entails managing the rehabilitation of derelict and ownerless mines; and conducting research on the impact of mining on water, air quality and the environment in general.

Expenditure trends and estimates

Table 29.15 Mineral Policy and Promotion expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
R thousand					2015/16 - 2018/19		2019/20	2020/21	2021/22	2018/19 - 2021/22	
Management	18 143	26 409	23 935	22 294	7.1%	2.6%	23 327	24 407	25 951	5.2%	2.5%
Mineral Policy	19 219	28 087	18 223	20 007	1.3%	2.4%	21 628	23 072	24 478	7.0%	2.3%
Mineral Promotion and International Coordination	53 085	48 769	43 869	63 806	6.3%	6.0%	76 695	82 050	86 952	10.9%	7.9%
Assistance to Mines	–	–	–	–	–	–	6 206	6 547	6 907	–	0.5%
Council for Geoscience	342 914	378 598	366 988	405 983	5.8%	42.6%	414 062	435 734	251 402	-14.8%	38.5%
Mintek	414 742	356 416	367 256	420 368	0.5%	44.4%	436 022	460 401	485 405	4.9%	46.1%
Economic Advisory Services	3 958	4 019	3 388	4 491	4.3%	0.5%	4 866	5 214	5 543	7.3%	0.5%
Mine Environmental Management	9 611	9 438	16 795	20 069	27.8%	1.6%	14 726	15 274	16 251	-6.8%	1.7%
Total	861 672	851 736	840 454	957 018	3.6%	100.0%	997 532	1 052 699	902 889	-1.9%	100.0%
Change to 2018				(8 000)			(38 350)	(41 639)	(43 826)		
Budget estimate											
Economic classification											
Current payments	92 735	115 796	105 399	115 528	7.6%	12.2%	116 387	123 383	131 076	4.3%	12.4%
Compensation of employees	61 001	65 319	66 800	71 224	5.3%	7.5%	77 633	82 870	88 336	7.4%	8.2%
Goods and services ¹	31 734	50 477	38 599	44 304	11.8%	4.7%	38 754	40 513	42 740	-1.2%	4.3%
of which:											
Administrative fees	1 024	1 522	778	3 558	51.5%	0.2%	3 795	4 007	4 231	5.9%	0.4%
Advertising	380	2 547	5 092	566	14.2%	0.2%	2 793	2 853	3 011	74.6%	0.2%
Contractors	4	7	3 939	7 654	1141.5%	0.3%	2 479	2 577	2 721	-29.2%	0.4%
Rental and hiring	475	29	905	2 000	61.5%	0.1%	2 310	2 353	2 483	7.5%	0.2%
Travel and subsistence	11 986	11 908	8 531	11 055	-2.7%	1.2%	12 025	12 647	13 333	6.4%	1.3%
Operating payments	6 224	20 080	6 809	6 686	2.4%	1.1%	7 353	7 757	8 183	7.0%	0.8%

Table 29.15 Mineral Policy and Promotion expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation 2018/19	Average growth rate (%) 2015/16 - 2018/19	Average: Expenditure/ Total (%) 2015/16 - 2018/19	Medium-term expenditure estimate			Average growth rate (%) 2018/19 - 2021/22	Average: Expenditure/ Total (%) 2018/19 - 2021/22
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22		
R thousand											
Transfers and subsidies¹	767 397	735 214	734 244	841 327	3.1%	87.7%	880 973	929 135	771 622	-2.8%	87.5%
Departmental agencies and accounts	342 914	378 598	366 988	405 983	5.8%	42.6%	414 062	435 734	251 402	-14.8%	38.5%
Public corporations and private enterprises	423 735	356 616	367 256	435 344	0.9%	45.1%	466 911	493 401	520 220	6.1%	49.0%
Households	748	-	-	-	-100.0%	-	-	-	-	-	-
Payments for capital assets	770	652	811	163	-40.4%	0.1%	172	181	191	5.4%	-
Machinery and equipment	770	652	811	163	-40.4%	0.1%	172	181	191	5.4%	-
Payments for financial assets	770	74	-	-	-100.0%	-	-	-	-	-	-
Total	861 672	851 736	840 454	957 018	-	100.0%	997 532	1 052 699	902 889	-	100.0%
Proportion of total programme expenditure to vote expenditure	52.6%	51.3%	47.3%	50.6%	-	-	49.7%	49.6%	44.2%	-	-
Details of transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	307 881	341 708	331 574	402 660	-	39.4%	410 553	432 032	247 496	-	38.2%
Council for Geoscience	307 881	341 708	330 574	311 613	5.8%	36.8%	410 553	432 032	247 496	-14.8%	35.8%
Council for Geoscience: Economic competitiveness and support package	-	-	-	90 000	-	2.6%	-	-	-	-	2.3%
Council for Geoscience: Expanded public works programme	-	-	1 000	1 047	-	0.1%	-	-	-	-	-
Capital	35 033	36 890	35 414	3 323	0.9%	3.2%	3 509	3 702	3 906	6.1%	0.4%
Council for Geoscience	35 033	36 890	35 414	3 323	-	3.2%	3 509	3 702	3 906	-	0.4%
Households											
Other transfers to households											
Current	748	-	-	-	-	-	-	-	-	-	-
Other transfers to households	748	-	-	-	-40.4%	-	-	-	-	5.4%	-
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	362 145	315 152	310 705	389 213	-	39.2%	372 840	393 743	415 082	-	40.2%
Mintek	362 145	315 152	310 705	319 213	-	37.2%	370 208	390 968	412 155	-	38.2%
Mintek: Economic competitiveness and support package	-	-	-	70 000	-100.0%	2.0%	-	-	-	-	1.8%
Mintek: Expanded public works programme	-	-	-	-	3.6%	-	2 632	2 775	2 927	-1.9%	0.2%
Capital	52 597	41 264	56 551	31 155	-1.3%	5.2%	63 182	66 658	70 323	-4.4%	5.9%
Mintek	52 597	41 264	56 551	31 155	-	5.2%	63 182	66 658	70 323	-	5.9%
Public corporations and private enterprises											
Private enterprises											
Private enterprises (subsidies on products and production)											
Current	-	-	-	-	-	-	6 206	6 547	6 907	-	0.5%
Various institutions: Water management solutions subsidies for marginal mines	-	-	-	-	9.4%	-	6 206	6 547	6 907	-15.0%	0.5%
Public corporations and private enterprises											
Public corporations											
Public corporations (subsidies on products and production)											
Current	8 993	200	-	14 976	-54.4%	0.7%	24 683	26 453	27 908	5.5%	2.4%
Industrial Development Corporation	8 893	-	-	14 976	-54.4%	0.7%	24 683	26 453	27 908	5.5%	2.4%
State Diamond Trader	100	200	-	-	-	-	-	-	-	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 29.16 Mineral Policy and Promotion personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2019		Number and cost ² of personnel posts filled/planned for on funded establishment												Number					
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)				
		2017/18		2018/19		2019/20		2020/21		2021/22		2018/19 - 2021/22							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number		Cost			Unit cost			
Mineral Policy and Promotion																			
Salary level	113	–	107	66.8	0.6	105	71.2	0.7	106	77.6	0.7	104	82.9	0.8	103	88.3	0.9	-0.6%	100.0%
1 – 6	9	–	10	2.6	0.3	9	2.2	0.2	9	2.4	0.3	7	2.1	0.3	7	2.3	0.3	-8.0%	7.7%
7 – 10	57	–	53	27.2	0.5	53	30.0	0.6	53	32.3	0.6	53	34.8	0.7	52	36.9	0.7	-0.6%	50.5%
11 – 12	33	–	32	28.5	0.9	32	30.7	1.0	32	32.9	1.0	32	35.3	1.1	32	37.7	1.2	–	30.6%
13 – 16	14	–	12	8.5	0.7	11	8.3	0.8	12	9.9	0.8	12	10.7	0.9	12	11.4	1.0	2.9%	11.2%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Entities

Council for Geoscience

Mandate

The Council for Geoscience was established in terms of the Geoscience Act (1993). Its principal mandate is to develop and publish world-class geoscience knowledge products, including maps, and provide geoscience-related services to the South African public and industry. The Geoscience Amendment Act (2010) extends the council's functions to include advisory services relating to geohazards and geo-environmental pollution; and to be the custodian of all geoscience information related to the South African mining industry.

Selected performance indicators

Table 29.17 Council for Geoscience performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Annual customer satisfaction index	Administration	Outcome 5: A skilled and capable workforce to support an inclusive growth path	58%	84%	70%	86%	88%	92%	95%
Annual technical programme performance index	Statutory projects	Outcome 4: Decent employment through inclusive growth	85%	77%	100%	100%	100%	100%	100%
Number of innovation projects reports completed per year	Statutory projects		2	3	2	3	4	4	5
Number of digital maps produced per year	Statutory projects		–1	–1	–1	45	95	150	210
Number of agreements implemented with stakeholders per year	Statutory projects		–1	–1	5	12	18	24	30

1. No historical data available.

Expenditure analysis

Over the medium term, the Council for Geoscience will focus on gathering, processing and providing high-quality geoscientific data, and assessing the environmental impact of shale gas exploration in South Africa.

The council plans to invest in technology to increase its geoscientific mapping capabilities through more efficient data acquisition, processing and interpretation. To digitise its data operations, the council is expected to receive R188 million in 2019/20 and R198.3 million in 2020/21 through the economic competitiveness and support package. These funds will also assist in the acquisition of geoscientific equipment and scientific infrastructure aimed at improving analytical and research work in the council's geoscience laboratory.

To facilitate the exploration of mining and petroleum resources, the council expects to spend R92.4 million over the medium term on the Karoo deep drilling and geo-environmental baseline programme. The programme will

monitor groundwater in the area to identify the potential and impact of exploration activities on the Karoo environment, and advise government accordingly on shale gas mining activities.

The council's total revenue over the medium term is expected to be R1.2 billion. Of this amount, an estimated 92.1 per cent is generated through transfers from the department, and R90.4 million through fees for geoscientific mapping and research services.

Programmes/Objectives/Activities

Table 29.18 Council for Geoscience expenditure trends and estimates by programme/objective/activity

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18	2018/19	2015/16 - 2018/19		2019/20	2020/21	2021/22	2018/19 - 2021/22	
Administration	184 871	219 787	249 808	267 960	13.2%	52.0%	237 242	230 643	192 274	-10.5%	55.0%
Statutory projects	134 786	159 243	188 364	236 848	20.7%	40.2%	180 698	209 163	63 404	-35.6%	38.0%
Foreign commercial	10 352	6 921	8 053	13 277	8.6%	2.2%	13 239	14 073	12 958	-0.8%	3.2%
Local commercial	45 736	15 003	21 429	10 923	-38.0%	5.6%	13 381	15 209	19 252	20.8%	3.8%
Total	375 745	400 954	467 654	529 008	12.1%	100.0%	444 560	469 088	287 888	-18.4%	100.0%

Statements of historical financial performance and position

Table 29.19 Council for Geoscience statements of historical financial performance and position

Statement of financial performance									
R thousand	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	Average: Outcome/ Budget (%)
	2015/16	2016/17	2016/17	2017/18	2017/18	2018/19	2018/19	2015/16 - 2018/19	
Revenue									
Non-tax revenue	43 191	84 135	63 036	82 931	40 831	73 427	27 894	27 894	153.4%
Sale of goods and services other than capital assets	40 380	36 883	44 388	27 713	22 396	44 248	24 636	24 636	101.3%
<i>of which:</i>									
<i>Sales by market establishment</i>	40 380	36 883	44 388	27 713	22 396	44 248	24 636	24 636	101.3%
Other non-tax revenue	2 811	47 252	18 648	55 218	18 435	29 179	3 258	3 258	312.6%
Transfers received	451 511	342 914	509 825	378 598	459 044	366 988	386 306	520 791	89.1%
Total revenue	494 702	427 049	572 861	461 529	499 875	440 415	414 200	548 685	94.8%
Expenses									
Current expenses	494 702	375 745	572 861	400 954	499 875	467 654	414 200	529 008	89.5%
Compensation of employees	196 148	201 794	227 526	222 281	226 777	255 941	244 919	244 919	103.3%
Goods and services	278 314	157 485	324 084	157 422	247 954	163 275	147 182	261 990	74.2%
Depreciation	20 198	16 424	21 207	21 207	25 098	24 013	22 051	22 051	94.5%
Interest, dividends and rent on land	42	42	44	44	46	24 425	48	48	13 643.9%
Total expenses	494 702	375 745	572 861	400 954	499 875	467 654	414 200	529 008	89.5%
Surplus/(Deficit)	-	51 304	-	60 575	-	(27 239)	-	19 677	
Statement of financial position									
Carrying value of assets	236 417	228 358	259 131	276 637	287 649	279 588	292 952	292 952	100.1%
<i>of which:</i>									
<i>Acquisition of assets</i>	(35 033)	(40 565)	(36 890)	(75 535)	(35 415)	(29 653)	(17 400)	(17 400)	130.8%
Inventory	5	5	5	5	5	5	5	5	100.0%
Receivables and prepayments	19 590	30 247	21 550	19 391	24 897	21 456	27 398	27 398	105.4%
Cash and cash equivalents	173 453	312 519	157 475	317 364	258 907	264 606	228 093	228 093	137.2%
Total assets	429 465	571 129	438 161	613 397	571 458	565 655	548 448	548 448	115.7%
Accumulated surplus/(deficit)	352 675	387 546	352 675	447 657	445 420	384 418	427 468	427 468	104.4%
Capital reserve fund	9 943	35 449	8 943	26 452	8 974	29 955	8 647	8 647	275.3%
Deferred income	51 198	125 188	61 371	113 072	102 369	121 984	98 321	98 321	146.4%
Trade and other payables	9 943	35 449	8 943	26 452	8 974	29 955	8 647	8 647	275.3%
Provisions	15 649	22 946	15 172	26 216	14 695	29 298	14 012	14 012	155.3%
Total equity and liabilities	439 408	606 578	447 104	639 849	580 432	595 610	557 095	557 095	118.5%

Statements of estimates of financial performance and position

Table 29.20 Council for Geoscience statements of estimates of financial performance and position

Statement of financial performance		Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
Revised estimate	2018/19	2015/16 - 2018/19		2019/20	2020/21	2021/22	2018/19 - 2021/22	
R thousand								
Revenue								
Non-tax revenue	27 894	-30.8%	14.9%	69 268	75 357	78 667	41.3%	14.5%
Sale of goods and services other than capital assets	24 636	-12.6%	7.3%	66 033	72 074	75 219	45.1%	13.8%
<i>of which:</i>								
<i>Sales by market establishment</i>	<i>24 636</i>	<i>-12.6%</i>	<i>7.3%</i>	<i>66 033</i>	<i>72 074</i>	<i>75 219</i>	<i>45.1%</i>	<i>13.8%</i>
Other non-tax revenue	3 258	-59.0%	7.6%	3 235	3 283	3 448	1.9%	0.7%
Transfers received	520 791	14.9%	85.1%	414 062	435 734	251 402	-21.6%	85.5%
Total revenue	548 685	8.7%	100.0%	483 330	511 091	330 069	-15.6%	100.0%
Expenses								
Current expenses	529 008	12.1%	100.0%	444 559	469 088	287 888	-18.4%	100.0%
Compensation of employees	244 919	6.7%	52.5%	309 027	330 721	227 487	-2.4%	66.3%
Goods and services	261 990	18.5%	41.4%	112 196	113 917	38 559	-47.2%	28.1%
Depreciation	22 051	10.3%	4.7%	23 286	24 450	21 842	-0.3%	5.6%
Interest, dividends and rent on land	48	4.6%	1.3%	51	–	–	-100.0%	0.0%
Total expenses	529 008	12.1%	100.0%	444 559	469 088	287 888	-18.4%	100.0%
Surplus/(Deficit)	19 677			38 771	42 003	42 181		
Statement of financial position								
Carrying value of assets	292 952	8.7%	47.0%	324 527	337 947	353 952	6.5%	59.7%
<i>of which:</i>								
<i>Acquisition of assets</i>	<i>(17 400)</i>	<i>-24.6%</i>	<i>-7.0%</i>	<i>(24 750)</i>	<i>(24 750)</i>	<i>(15 500)</i>	<i>-3.8%</i>	<i>-3.8%</i>
Inventory	5	–	0.0%	5	5	5	–	0.0%
Receivables and prepayments	27 398	-3.2%	4.3%	27 115	32 005	33 600	7.0%	5.5%
Cash and cash equivalents	228 093	-10.0%	48.7%	190 056	180 100	165 400	-10.2%	34.8%
Total assets	548 448	-1.3%	100.0%	541 703	550 057	552 957	0.3%	100.0%
Accumulated surplus/(deficit)	427 468	3.3%	68.8%	426 859	432 630	454 261	2.0%	77.9%
Capital reserve fund	8 647	-37.5%	4.1%	9 517	12 058	10 698	7.4%	1.8%
Deferred income	98 321	-7.7%	19.1%	90 214	89 354	71 148	-10.2%	15.6%
Trade and other payables	8 647	-37.5%	4.1%	9 517	12 058	10 698	7.4%	1.8%
Provisions	14 012	-15.2%	3.8%	15 113	16 015	16 850	6.3%	2.8%
Total equity and liabilities	557 095	-2.8%	100.0%	551 220	562 115	563 655	0.9%	100.0%

Personnel information

Table 29.21 Council for Geoscience personnel numbers and cost by salary level

Number of posts estimated for 31 March 2019		Number and cost ¹ of personnel posts filled/planned for on funded establishment												Number					
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)				
		2017/18		Unit cost	2018/19		Unit cost	2019/20		Unit cost	2020/21		Unit cost			2021/22		Unit cost	
Council for Geoscience		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	480	480	463	255.9	0.6	463	244.9	0.5	531	309.0	0.6	536	330.7	0.6	353	227.5	0.6	-2.4%	100.0%
1 – 6	137	137	134	21.6	0.2	134	29.0	0.2	197	65.0	0.3	202	76.1	0.4	62	13.5	0.2	-22.6%	30.3%
7 – 10	226	226	226	102.7	0.5	226	97.1	0.4	227	112.9	0.5	227	116.6	0.5	193	93.9	0.5	-1.1%	47.1%
11 – 12	38	38	35	29.4	0.8	35	29.2	0.8	37	37.3	1.0	37	38.5	1.0	30	30.3	1.0	1.1%	7.5%
13 – 16	78	78	67	75.3	1.1	67	86.5	1.3	69	90.7	1.3	69	96.4	1.4	67	86.6	1.3	0.0%	14.8%
17 – 22	1	1	1	26.9	26.9	1	3.1	3.1	1	3.1	3.1	1	3.2	3.2	1	3.3	3.3	2.2%	0.2%

1. Rand million.

Mintek

Mandate

As set out in the Mineral Technology Act (1989), Mintek is mandated to maximise the value derived from South Africa's mineral resources. To this end, Mintek develops appropriate, innovative technology for transfer to industry, and provides industry with test work, consultancy, analytical and mineralogical services.

Selected performance indicators

Table 29.22 Mintek performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Number of discoveries in terms of the Intellectual Property Rights from Publicly Financed Research and Development Act (2008) per year	Enhance visibility and credibility to all stakeholders	Outcome 10: Protect and enhance our environmental assets and natural resources	14	16	15	19	18	19	19
Number of new technologies developed through state grant funding evidenced through number of internal reports per year	Research and develop efficient mineral processing technologies and value-added products and services		91	128	148	72 ¹	72	72	72
Number of new technologies developed through state grant funding per year	Research and develop efficient mineral processing technologies and value-added products and services		8	5	6	4	4	4	4
Number of prototypes developed for commercial products per year	Research and develop efficient mineral processing technologies and value-added products and services		5	2	6	2	2	2	2
Number of applications developed for various metals per year	Research and develop efficient mineral processing technologies and value-added products and services	Outcome 2: A long and healthy life for all South Africans	17	26	20	15	20	20	20
Number of technologies adapted or developed relevant to small-scale operators in rural and marginalised communities per year	Promote the mineral-based economies of rural and marginalised communities	Outcome 7: Comprehensive rural development and land reform	2	2	2	2	2	2	2
Number of people trained in value-added beneficiation training relevant to rural and marginalised communities per year	Promote the mineral-based economies of rural and marginalised communities	Outcome 5: A skilled and capable workforce to support an inclusive growth path	67	312 ²	100	120	140	140	140
Number of external reports on water efficient processes and flow sheets to optimise water consumption and enable the processing of ore bodies in water-stricken areas per year	Research and develop efficient mineral processing technologies and value-added products and services	Outcome 10: Protect and enhance our environmental assets and natural resources	5	7	6	4	5	5	5

1. An expected decrease in commercial activity will result in the production of fewer reports.

2. Target exceeded due to the provision of training by the Mining Qualifications Authority in Mpumalanga.

Expenditure analysis

Over the medium term, Mintek aims to conduct research in a number of fields that include renewable energy, water efficiency and e-waste. The output of this research will be contained in 216 research reports over the medium term. Major projects over the medium term include the design, procurement and construction of a modular test to incubate commercially viable methods of gold removal and rehabilitate gold mine dumps; and research on energy efficiency in slag and underground ore processing.

As a research organisation, Mintek is reliant on personnel with highly specialised skills. As a result, 59.6 per cent (R971.4 million) of the entity's budget over the medium term is allocated towards compensation of employees.

The entity's total budget is R1.8 billion over the medium term, with transfers from the department amounting to 1.4 billion of its projected revenue over this period. Revenue generated through commercial activities, such as commercially funded feasibility studies and the sale of products and consulting services to the mining sector, is expected to increase at an average annual rate of 0.4 per cent, from R196.5 million in 2019/20 to R204.5 million in 2021/22. This sluggish growth is attributable to an expected slowdown in global commodity demand and prices, as well as a slowdown in project activity. The entity is set to receive an additional allocation of R8.3 million through the expanded public works programme to support the department's goal of rehabilitating 129 derelict and ownerless mines over the medium term.

Programmes/Objectives/Activities

Table 29.23 Mintek expenditure trends and estimates by programme/objective/activity

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
Administration	25 650	23 664	25 378	27 675	2.6%	5.0%	28 584	29 702	30 788	3.6%	5.0%
Enhance visibility and credibility to all stakeholders	25 650	23 664	25 378	27 675	2.6%	5.0%	28 584	29 702	30 788	3.6%	5.0%
Research and develop efficient mineral processing technologies and value added products and services	256 502	236 637	253 779	276 749	2.6%	50.0%	285 844	297 017	307 876	3.6%	50.0%
Promote the mineral based economies of rural and marginalised communities	76 950	70 991	76 134	83 025	2.6%	15.0%	85 753	89 105	92 363	3.6%	15.0%
Uphold good governance practices	51 300	47 327	50 756	55 350	2.6%	10.0%	57 169	59 403	61 575	3.6%	10.0%
Develop human capital and organisational skills to build world class research and development excellence	76 950	70 991	76 134	83 025	2.6%	15.0%	85 753	89 105	92 363	3.6%	15.0%
Total	513 003	473 274	507 558	553 499	2.6%	100.0%	571 688	594 033	615 752	3.6%	100.0%

Statements of historical financial performance and position

Table 29.24 Mintek statements of historical financial performance and position

Statement of financial performance									
R thousand	Audited outcome		Audited outcome		Audited outcome		Budget estimate	Revised estimate	Average: Outcome/ Budget (%)
	Budget	2015/16	Budget	2016/17	Budget	2017/18			
Revenue									
Non-tax revenue	242 910	231 274	249 223	194 674	248 005	206 706	238 167	243 215	89.5%
Sale of goods and services other than capital assets	222 342	191 677	222 216	156 604	211 402	170 943	200 832	207 085	84.8%
<i>of which:</i>									
<i>Sales by market establishment</i>	222 342	191 677	222 216	156 604	211 402	170 943	200 832	207 085	84.8%
Other non-tax revenue	20 568	39 597	27 007	38 070	36 603	35 763	37 335	36 130	123.1%
Transfers received	289 543	295 526	288 096	284 618	291 543	302 998	323 868	318 820	100.7%
Total revenue	532 453	526 800	537 319	479 292	539 548	509 704	562 035	562 035	95.7%
Expenses									
Current expenses	519 760	513 003	526 030	473 274	533 033	507 558	553 499	553 499	96.0%
Compensation of employees	307 507	312 225	335 354	279 905	311 705	289 337	330 407	316 612	93.2%
Goods and services	198 521	184 692	172 875	181 174	204 248	204 290	212 418	220 294	100.3%
Depreciation	13 732	12 657	15 501	8 593	15 079	10 602	8 593	14 593	87.8%
Interest, dividends and rent on land	–	3 429	2 300	3 602	2 000	3 329	2 080	2 000	193.7%
Total expenses	519 760	513 003	526 030	473 274	533 033	507 558	553 499	553 499	96.0%
Surplus/(Deficit)	12 693	13 797	11 289	6 018	6 516	2 146	8 536	8 536	
Statement of financial position									
Carrying value of assets	197 565	231 895	231 895	250 464	260 760	274 053	268 909	281 768	108.2%
<i>of which:</i>									
<i>Acquisition of assets</i>	(45 375)	(59 696)	(39 082)	(55 559)	(46 060)	(52 040)	(47 442)	(54 714)	124.8%
Investments	446 927	457 658	467 592	413 675	391 171	408 654	413 675	402 731	97.9%
Inventory	5 517	7 002	7 002	7 970	7 970	9 573	7 002	9 862	125.2%
Receivables and prepayments	53 922	40 308	40 308	35 359	29 386	34 023	29 386	35 359	94.8%
Cash and cash equivalents	7 652	18 590	18 590	48 301	48 301	20 034	18 590	13 210	107.5%
Total assets	711 583	755 454	765 388	755 770	737 589	746 337	737 563	742 930	101.6%
Accumulated surplus/(deficit)	339 351	341 809	353 097	349 357	355 873	353 034	364 409	363 101	99.6%
Capital and reserves	126 174	149 837	148 483	148 306	146 775	146 776	145 244	145 245	104.1%
Deferred income	157 981	169 870	169 870	175 448	154 452	169 118	148 519	166 842	108.0%
Trade and other payables	58 241	67 135	67 135	57 488	57 488	56 491	57 488	48 174	95.4%
Provisions	29 835	26 803	26 803	25 171	23 000	20 919	21 903	19 569	91.1%
Total equity and liabilities	711 583	755 454	765 388	755 770	737 589	746 337	737 563	742 930	101.6%

Statements of estimates of financial performance and position

Table 29.25 Mintek statements of estimates of financial performance and position

Statement of financial performance		Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	Revised estimate							
R thousand	2018/19	2015/16 - 2018/19		2019/20	2020/21	2021/22	2018/19 - 2021/22	
Revenue								
Non-tax revenue	243 215	1.7%	42.1%	233 365	238 032	242 793	-0.1%	40.5%
Sale of goods and services other than capital assets	207 085	2.6%	34.9%	196 512	200 443	204 452	-0.4%	34.2%
<i>of which:</i>								
<i>Sales by market establishment</i>	<i>207 085</i>	<i>2.6%</i>	<i>34.9%</i>	<i>196 512</i>	<i>200 443</i>	<i>204 452</i>	<i>-0.4%</i>	<i>34.2%</i>
Other non-tax revenue	36 130	-3.0%	7.2%	36 853	37 590	38 341	2.0%	6.3%
Transfers received	318 820	2.6%	57.9%	343 989	363 878	386 146	6.6%	59.5%
Total revenue	562 035	2.2%	100.0%	577 354	601 910	628 939	3.8%	100.0%
Expenses								
Current expenses	553 499	2.6%	100.0%	571 688	594 033	615 752	3.6%	100.0%
Compensation of employees	316 612	0.5%	58.6%	313 270	325 801	332 317	1.6%	55.2%
Goods and services	220 294	6.1%	38.6%	241 679	251 346	266 400	6.5%	41.9%
Depreciation	14 593	4.9%	2.3%	14 739	14 887	15 035	1.0%	2.5%
Interest, dividends and rent on land	2 000	-16.5%	0.6%	2 000	2 000	2 000	-	0.3%
Total expenses	553 499	2.6%	100.0%	571 688	594 033	615 752	3.6%	100.0%
Surplus/(Deficit)	8 536			5 666	7 877	13 187		
Statement of financial position								
Carrying value of assets	281 768	6.7%	34.6%	285 064	300 733	300 733	2.2%	39.6%
<i>of which:</i>								
<i>Acquisition of assets</i>	<i>(54 714)</i>	<i>-2.9%</i>	<i>-7.4%</i>	<i>(48 865)</i>	<i>(50 331)</i>	<i>(51 841)</i>	<i>-1.8%</i>	<i>-7.0%</i>
Investments	402 731	-4.2%	56.1%	401 746	363 567	372 461	-2.6%	52.1%
Inventory	9 862	12.1%	1.1%	9 862	9 862	9 862	-	1.3%
Receivables and prepayments	35 359	-4.3%	4.8%	38 103	29 386	34 386	-0.9%	4.6%
Cash and cash equivalents	13 210	-10.8%	3.3%	18 590	18 590	18 590	12.1%	2.3%
Total assets	742 930	-0.6%	100.0%	753 365	722 137	736 031	-0.3%	100.0%
Accumulated surplus/(deficit)	363 101	2.0%	46.9%	370 514	341 807	356 525	-0.6%	48.5%
Capital and reserves	145 245	-1.0%	19.7%	143 714	142 183	141 359	-0.9%	19.4%
Deferred income	166 842	-0.6%	22.7%	160 789	160 789	160 789	-1.2%	22.0%
Trade and other payables	48 174	-10.5%	7.6%	57 488	57 488	57 488	6.1%	7.5%
Provisions	19 569	-10.0%	3.1%	20 861	19 870	19 870	0.5%	2.7%
Total equity and liabilities	742 930	-0.6%	100.0%	753 365	722 137	736 031	-0.3%	100.0%

Personnel information

Table 29.26 Mintek personnel numbers and cost by salary level

Number of posts estimated for 31 March 2019		Number and cost ¹ of personnel posts filled/planned for on funded establishment												Number					
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)				
		2017/18		Unit cost	2018/19		Unit cost	2019/20		2020/21		2021/22				Unit cost			
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Mintek																			
Salary level	721	721	695	289.3	0.4	721	316.6	0.4	695	313.3	0.5	695	325.8	0.5	692	332.3	0.5	1.6%	100.0%
1 – 6	259	259	243	35.4	0.1	259	40.9	0.2	247	39.5	0.2	247	41.1	0.2	247	42.2	0.2	1.0%	35.7%
7 – 10	345	345	339	142.7	0.4	345	150.6	0.4	330	146.8	0.4	330	152.7	0.5	327	155.3	0.5	1.0%	47.5%
11 – 12	65	65	65	51.4	0.8	65	53.0	0.8	65	53.5	0.8	65	55.6	0.9	65	57.0	0.9	2.4%	9.3%
13 – 16	51	51	48	59.8	1.2	51	69.1	1.4	52	70.5	1.4	52	73.3	1.4	52	74.7	1.4	2.7%	7.4%
17 – 22	1	1	-	-	-	1	3.0	3.0	1	3.0	3.0	1	3.1	3.1	1	3.2	3.2	1.3%	0.1%

1. Rand million.

Mine Health and Safety Council

Mandate

The Mine Health and Safety Council is mandated to advise the Minister of Mineral Resources on occupational health and safety at mines, develop legislation, conduct research, and liaise with other statutory bodies. The council operates through the tripartite partnership between organised labour, employers and the department.

Selected performance indicators**Table 29.27 Mine Health and Safety Council performance indicators by programme/objective/activity and related outcome**

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Number of council programmes to promote and improve occupational health and safety awareness per year	Promote a health and safety culture in the mining industry	Outcome 2: A long and healthy life for all South Africans	3	6	6	6	6	6	6
Number of occupational health and safety knowledge programmes to support staff per year	Become a knowledge leader in mine health and safety by conducting focused research	Outcome 12: An efficient, effective and development-oriented public service	10	9	9	6	6	6	6
Number of training programmes undertaken to upskill and build capacity per year	Promote mine health and safety council programmes in the mining industry	Outcome 5: A skilled and capable workforce to support an inclusive growth path	3	5	5	5	5	5	5
Number of advice notes provided to the minister on occupational health and safety matters in the mining industry per year	Provide advisory reports that influence performance in mining health and safety	Outcome 12: An efficient, effective and development-oriented public service	11	9	9	6	5	5	5
Number of council programmes promoted in the mining industry per year	Strengthen tripartite partnerships	Entity mandate	11	9	9	6	5	5	5

Expenditure analysis

The Mine Health and Safety Council is committed to ensuring that miners are safe at work. Over the medium term, the council will focus on implementing research outcomes from the Mining Centre of Excellence that aim to reduce injuries and fatalities, improve occupational health and safety standards, and promote initiatives to prevent HIV and AIDS and tuberculosis.

The council's total budget over the medium term is R410.3 million. Expenditure is set to increase at an average annual rate of 5.1 per cent, from 131.9 million in 2019/20 to R145 million in 2020/21, with 59.9 per cent (R245.2 million) of this amount expected to go towards goods and services, mainly for research activities in the Mining Centre of Excellence.

The council expects to generate 59.1 per cent (R236.6 million) of its revenue over the medium term through levies received from mining companies. Transfers from the department are set to comprise 2.7 per cent (R9.6 million) of revenue over the same period. The remainder of revenue is expected to be generated through subscriptions from mining companies.

Programmes/Objectives/Activities**Table 29.28 Mine Health and Safety Council expenditure trends and estimates by programme/objective/activity**

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2015/16	2016/17	2017/18				2018/19	2019/20	2020/21		
Administration	3 556	5 721	21 733	25 272	92.3%	11.8%	26 705	27 042	29 582	5.4%	20.3%
Promote a health and safety culture in the mining industry	18 904	27 702	20 624	20 120	2.1%	18.3%	21 228	21 277	22 488	3.8%	15.9%
Provide advice reports that influence performance in mining health and safety	18 903	27 702	17 572	19 873	1.7%	17.5%	20 981	21 030	23 241	5.4%	15.9%
Strengthen tripartite partnerships	18 904	27 270	17 572	19 873	1.7%	17.5%	20 981	21 030	23 241	5.4%	15.9%
Become a knowledge leader in mine health and safety by conducting focused research	18 904	27 270	17 572	19 873	1.7%	17.5%	20 981	21 030	23 241	5.4%	15.9%
Promote mine health and safety council programmes in the mining industry	18 904	27 270	17 572	19 873	1.7%	17.5%	20 981	22 030	23 241	5.4%	16.1%
Total	98 075	142 935	112 643	124 884	8.4%	100.0%	131 857	133 439	145 034	5.1%	100.0%

Statements of historical financial performance and position

Table 29.29 Mine Health and Safety Council statements of historical financial performance and position

Statement of financial performance									
	2015/16		2016/17		2017/18		2018/19		Average: Outcome/ Budget (%)
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	
R thousand	2015/16		2016/17		2017/18		2018/19		2015/16 - 2018/19
Revenue									
Non-tax revenue	140 226	89 144	83 608	91 573	83 005	95 011	120 082	120 081	92.7%
Sale of goods and services other than capital assets	75 108	75 305	75 108	74 877	75 108	78 875	78 864	78 864	101.2%
<i>of which:</i>									
<i>Sales by market establishment</i>	75 108	75 305	75 108	74 877	75 108	78 875	78 864	78 864	101.2%
Other non-tax revenue	65 118	13 839	8 500	16 696	7 897	16 136	41 218	41 217	71.6%
Transfers received	–	–	–	–	6 132	6 162	4 803	4 803	100.3%
Total revenue	140 226	89 144	83 608	91 573	89 137	101 173	124 885	124 884	92.9%
Expenses									
Current expenses	127 000	98 075	142 935	142 935	165 797	112 643	124 885	124 884	85.4%
Compensation of employees	31 526	30 009	34 985	34 985	37 782	38 844	44 244	44 244	99.7%
Goods and services	91 441	64 563	103 728	103 728	123 499	69 638	75 241	75 240	79.5%
Depreciation	4 033	3 503	4 222	4 222	4 516	4 161	5 400	5 400	95.1%
Total expenses	127 000	98 075	142 935	142 935	165 797	112 643	124 885	124 884	85.4%
Surplus/(Deficit)	13 226	(8 931)	(59 327)	(51 362)	(76 660)	(11 470)	–	–	
Statement of financial position									
Carrying value of assets	5 572	7 207	7 265	8 011	6 820	10 727	70 100	110 100	151.6%
<i>of which:</i>									
<i>Acquisition of assets</i>	(2 900)	(1 888)	(3 205)	(4 036)	(3 405)	(6 012)	(3 405)	(3 405)	118.8%
Inventory	78	168	150	259	45	56	259	259	139.5%
Receivables and prepayments	1 515	2 750	8 614	1 355	72 752	2 343	1 855	1 855	9.8%
Cash and cash equivalents	157 263	215 396	183 012	196 625	165 167	168 749	101 804	78 008	108.5%
Total assets	164 428	225 521	199 041	206 250	244 784	181 875	174 018	190 222	102.8%
Accumulated surplus/(deficit)	153 129	207 315	182 661	176 271	165 885	164 800	120 020	159 954	113.9%
Capital reserve fund	–	–	–	6 552	6 154	4 107	6 552	6 552	135.5%
Finance lease	–	–	–	–	–	428	80	580	173.8%
Trade and other payables	2 056	12 319	12 792	20 286	15 943	8 888	20 123	20 123	121.0%
Provisions	2 355	5 887	3 588	3 141	3 074	3 652	3 013	3 013	130.4%
Managed funds (e.g. poverty alleviation fund)	6 888	–	–	–	–	–	–	–	–
Total equity and liabilities	164 428	225 521	199 041	206 250	191 056	181 875	150 288	190 222	114.1%

Statements of estimates of financial performance and position

Table 29.30 Mine Health and Safety Council statements of estimates of financial performance and position

Statement of financial performance								
	Revised estimate	Average growth rate (%)	Average: Expen- diture/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expen- diture/ Total (%)
				2018/19	2019/20	2020/21		
R thousand	2018/19	2015/16 - 2018/19		2019/20	2020/21	2021/22	2018/19 - 2021/22	
Revenue								
Non-tax revenue	120 081	10.4%	97.5%	127 471	133 088	140 160	5.3%	97.3%
Sale of goods and services other than capital assets	78 864	1.6%	76.8%	78 864	78 864	78 864	–	59.1%
<i>of which:</i>								
<i>Sales by market establishment</i>	78 864	1.6%	76.8%	78 864	78 864	78 864	–	59.1%
Other non-tax revenue	41 217	43.9%	20.7%	48 607	54 224	61 296	14.1%	38.2%
Transfers received	4 803	–	2.5%	4 386	351	4 874	0.5%	2.7%
Total revenue	124 884	11.9%	100.0%	131 857	133 439	145 034	5.1%	100.0%
Expenses								
Current expenses	124 884	8.4%	100.0%	131 857	133 439	145 034	5.1%	100.0%
Compensation of employees	44 244	13.8%	31.2%	46 896	49 242	50 948	4.8%	35.8%
Goods and services	75 240	5.2%	65.1%	79 237	78 187	87 745	5.3%	59.9%
Depreciation	5 400	15.5%	3.6%	5 724	6 010	6 341	5.5%	4.4%
Total expenses	124 884	8.4%	100.0%	131 857	133 439	145 034	5.1%	100.0%
Surplus/(Deficit)	–			–	–	–		

Table 29.30 Mine Health and Safety Council statements of estimates of financial performance and position

Statement of financial position	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/Total (%)
				2018/19	2015/16 - 2018/19	2019/20		
R thousand								
Carrying value of assets	110 100	148.1%	17.7%	131 722	122 551	129 292	5.5%	87.8%
<i>of which:</i>								
Acquisition of assets	(3 405)	21.7%	-2.0%	(3 405)	(3 405)	(3 405)	–	-2.4%
Inventory	259	15.5%	0.1%	272	259	273	1.8%	0.2%
Receivables and prepayments	1 855	-12.3%	1.0%	1 947	1 850	1 952	1.7%	1.3%
Cash and cash equivalents	78 008	-28.7%	81.2%	1 350	850	–	-100.0%	10.7%
Total assets	190 222	-5.5%	100.0%	135 291	125 510	131 517	-11.6%	100.0%
Accumulated surplus/(deficit)	159 954	-8.3%	88.0%	98 096	84 438	88 185	-18.0%	72.7%
Capital reserve fund	6 552	–	2.2%	6 880	6 536	6 896	1.7%	4.7%
Finance lease	580	–	0.1%	609	579	611	1.8%	0.4%
Trade and other payables	20 123	17.8%	7.7%	26 543	30 952	32 654	17.5%	19.9%
Provisions	3 013	-20.0%	1.9%	3 163	3 005	3 171	1.7%	2.2%
Total equity and liabilities	190 222	-5.5%	100.0%	135 291	125 510	131 517	-11.6%	100.0%

Personnel information

Table 29.31 Mine Health and Safety Council personnel numbers and cost by salary level

Number of posts estimated for 31 March 2019		Number and cost ¹ of personnel posts filled/planned for on funded establishment												Number					
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)				
		2017/18	2018/19	2019/20	2020/21	2021/22	2018/19 - 2021/22												
Mine Health and Safety Council		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	63	63	75	38.8	0.5	72	44.2	0.6	72	46.9	0.7	72	49.2	0.7	72	50.9	0.7	4.8%	100.0%
1 – 6	2	2	14	0.7	0.0	14	1.3	0.1	14	1.2	0.1	14	1.3	0.1	14	1.3	0.1	0.2%	19.4%
7 – 10	28	28	28	10.0	0.4	28	11.7	0.4	28	12.1	0.4	28	12.6	0.5	28	13.3	0.5	4.2%	38.9%
11 – 12	12	12	12	6.3	0.5	11	7.9	0.7	11	8.4	0.8	11	8.9	0.8	11	9.2	0.8	5.2%	15.3%
13 – 16	20	20	20	19.3	1.0	18	20.9	1.2	18	22.4	1.2	18	23.5	1.3	18	24.5	1.4	5.5%	25.0%
17 – 22	1	1	1	2.6	2.6	1	2.5	2.5	1	2.8	2.8	1	2.9	2.9	1	2.7	2.7	2.6%	1.4%

1. Rand million.

South African Diamond and Precious Metals Regulator

Mandate

The South African Diamond and Precious Metals Regulator is a schedule 3A public entity in terms of the Public Finance Management Act (1999). The regulator was established in terms of section 3 of the Diamonds Act (1986). Its mandate is to implement and enforce provisions of the Diamonds Act (1986), the Precious Metals Act (2005), the Diamond Export Levy (Administration) Act (2007), and the Diamond Export Levy Act (2007).

Selected performance indicators

Table 29.32 South African Diamond and Precious Metals Regulator performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Number of human resource plan pillars implemented per year	Administration	Outcome 12: An efficient, effective and development-oriented public service	5	5	5	5	5	5	5
Number of engagements with internal and external stakeholders per year	Administration		12	12	12	15	17	21	25
Number of clients accessing the Diamond Exchange and Export Centre per year	Diamond trade	Outcome 4: Decent employment through inclusive growth	2 845	2 873	3 570	2 880	2 895	2 900	3 100

Table 29.32 South African Diamond and Precious Metals Regulator performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Number of beneficiators accessing Diamond Exchange and Export Centre tenders per year	Diamond trade	Outcome 4: Decent employment through inclusive growth	131	103	103	103	103	103	103
Number of new licences issued within 60 days based on completeness of applications issued per year	Regulatory compliance		154	180	196	100	100	100	100
Number of entrepreneurs assisted per year	Regulatory compliance		8	9	10	12	14	16	19
Number of skills initiatives facilitated for the mining industry per year	Regulatory compliance		3	3	10	12	14	16	19
Number of beneficiation licences received and issued per year	Regulatory compliance		63	56	61	65	65	65	65

Expenditure analysis

The South African Diamond and Precious Metals Regulator ensures regulatory management in respect of issuing trading and beneficiation licences for diamonds and precious metals, conducting diamond valuations, carrying out compliance inspections and audits, and facilitating tenders for rough and polished diamonds. These activities ensure competitiveness, sustainable development and job creation in the diamond and precious metals industry while also fostering compliance with legislative requirements.

Transfers from the department account for a projected 50.5 per cent (R195 million) of the regulator's total revenue of R395 million over the medium term. The regulator expects to generate revenue of R178.5 million over the same period through issuing permits, certifications and beneficiation licences, and exporting diamonds and precious metals.

Programmes/Objectives/Activities**Table 29.33 South African Diamond and Precious Metals Regulator expenditure trends and estimates by programme/objective/activity**

	Audited outcome				Revised estimate	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2015/16	2016/17	2017/18	2018/19		2015/16 - 2018/19	2019/20	2020/21	2021/22	2018/19 - 2021/22		
R thousand												
Administration	56 597	62 445	62 424	72 892		8.8%	64.1%	76 789	77 743	82 042	4.0%	64.2%
Diamond trade	10 840	12 835	14 529	16 140		14.2%	13.6%	16 331	17 229	18 177	4.0%	14.1%
Regulatory compliance	19 367	21 562	23 415	23 681		6.9%	22.2%	25 620	27 029	28 516	6.4%	21.7%
Total	86 804	96 842	100 368	112 713		9.1%	100.0%	118 740	122 001	128 734	4.5%	100.0%

Statements of historical financial performance and position

Table 29.34 South African Diamond and Precious Metals Regulator statements of historical financial performance and position

Statement of financial performance										Average: Outcome/ Budget (%)
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate		
R thousand	2015/16		2016/17		2017/18		2018/19		2015/16 - 2018/19	
Revenue										
Non-tax revenue	38 147	42 568	41 398	49 062	46 068	46 804	53 385	53 385		107.2%
Sale of goods and services other than capital assets	36 353	36 302	37 653	42 899	40 290	40 875	47 855	47 855		103.6%
<i>of which:</i>										
<i>Sales by market establishment</i>	36 353	36 302	37 653	42 899	40 290	40 875	47 855	47 855		103.6%
Other non-tax revenue	1 794	6 266	3 745	6 163	5 778	5 929	5 530	5 530		141.8%
Transfers received	50 527	50 527	53 205	54 038	55 865	59 198	59 105	62 426		103.4%
Total revenue	88 674	93 095	94 603	103 100	101 933	106 002	112 490	115 811		105.1%
Expenses										
Current expenses	88 318	86 676	93 215	96 721	98 633	100 368	109 247	112 713		101.8%
Compensation of employees	67 574	64 608	70 535	68 707	75 919	73 557	84 231	84 231		97.6%
Goods and services	20 719	22 031	19 852	25 186	20 375	25 060	23 080	27 585		118.8%
Depreciation	–	–	2 828	2 828	2 339	1 751	1 936	897		77.1%
Interest, dividends and rent on land	25	37	–	–	–	–	–	–		148.0%
Transfers and subsidies	121	128	121	121	135	–	145	–		47.7%
Total expenses	88 439	86 804	93 336	96 842	98 768	100 368	109 392	112 713		101.7%
Surplus/(Deficit)	235	6 291	1 267	6 258	3 165	5 634	3 098	3 098		
Statement of financial position										
Carrying value of assets	13 258	12 454	14 396	14 396	13 174	8 610	12 904	12 904		90.0%
<i>of which:</i>										
<i>Acquisition of assets</i>	(3 061)	(733)	(1 055)	(275)	(1 740)	(334)	(1 844)	(1 844)		41.4%
Inventory	450	318	558	558	470	568	580	580		98.3%
Receivables and prepayments	2 970	6 645	3 262	3 262	3 520	5 185	3 391	3 391		140.6%
Cash and cash equivalents	17 450	29 347	19 273	19 273	20 550	40 471	19 911	19 911		141.2%
Non-current assets held for sale	23 426	14 574	24 731	24 731	23 251	26 853	20 355	20 355		94.3%
Total assets	57 554	63 338	62 220	62 220	60 965	81 687	57 141	57 141		111.1%
Accumulated surplus/(deficit)	50 143	49 589	55 763	55 763	53 499	60 046	50 625	50 625		102.9%
Finance lease	634	57	542	542	375	–	397	397		51.1%
Deferred income	17	–	19	19	21	5 834	22	22		7 436.7%
Trade and other payables	4 760	4 789	3 890	3 890	4 870	6 587	3 765	3 765		110.1%
Provisions	2 000	8 682	2 006	2 006	2 200	3 300	2 332	2 332		191.1%
Derivatives financial instruments	–	221	–	–	–	5 920	–	–		–
Total equity and liabilities	57 554	63 338	62 220	62 220	60 965	81 687	57 141	57 141		111.1%

Statements of estimates of financial performance and position

Table 29.35 South African Diamond and Precious Metals Regulator statements of estimates of financial performance and position

Statement of financial performance		Average growth rate (%)	Average: Expen- diture/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expen- diture/ Total (%)
	Revised estimate			2019/20	2020/21	2021/22		
R thousand	2018/19	2015/16 - 2018/19		2019/20 - 2021/22			2018/19 - 2021/22	
Revenue								
Non-tax revenue	53 385	7.8%	45.9%	63 128	66 600	70 263	9.6%	49.5%
Sale of goods and services other than capital assets	47 855	9.6%	40.1%	56 346	59 445	62 715	9.4%	44.2%
<i>of which:</i>								
<i>Sales by market establishment</i>	47 855	9.6%	40.1%	56 346	59 445	62 715	9.4%	44.2%
Other non-tax revenue	5 530	-4.1%	5.8%	6 782	7 155	7 549	10.9%	5.3%
Transfers received	62 426	7.3%	54.1%	61 544	64 929	68 501	3.1%	50.5%
Total revenue	115 811	7.5%	100.0%	124 672	131 529	138 764	6.2%	100.0%

Table 29.35 South African Diamond and Precious Metals Regulator statements of estimates of financial performance and position

Statement of financial performance		Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
					2018/19	2015/16 - 2018/19	2019/20		
R thousand									
Expenses									
Current expenses		112 713	9.2%	99.9%	118 740	122 002	128 735	4.5%	100.0%
Compensation of employees		84 231	9.2%	73.3%	89 347	94 261	99 445	5.7%	76.1%
Goods and services		27 585	7.8%	25.2%	27 863	26 126	27 586	0.0%	22.7%
Depreciation		897	–	1.4%	1 530	1 614	1 703	23.8%	1.2%
Total expenses		112 713	9.1%	100.0%	118 740	122 002	128 735	4.5%	100.0%
Surplus/(Deficit)		3 098			5 932	9 527	10 029		
Statement of financial position									
Carrying value of assets		12 904	1.2%	19.0%	13 084	12 200	7 114	-18.0%	18.7%
<i>of which:</i>									
Acquisition of assets		(1 844)	36.0%	-1.3%	(1 956)	(1 990)	(2 099)	4.4%	-3.2%
Inventory		580	22.2%	0.8%	350	420	350	-15.5%	0.7%
Receivables and prepayments		3 391	-20.1%	7.0%	3 477	3 300	4 684	11.4%	5.9%
Cash and cash equivalents		19 911	-12.1%	40.4%	20 337	20 000	38 000	24.0%	38.0%
Non-current assets held for sale		20 355	11.8%	32.8%	22 286	22 100	28 000	11.2%	36.7%
Total assets		57 141	-3.4%	100.0%	59 534	58 020	78 148	11.0%	100.0%
Accumulated surplus/(deficit)		50 625	0.7%	82.5%	52 416	50 950	69 046	10.9%	88.2%
Finance lease		397	91.0%	0.4%	382	350	–	-100.0%	0.5%
Deferred income		22	–	1.8%	21	20	15	-12.0%	0.0%
Trade and other payables		3 765	-7.7%	7.1%	4 471	4 500	5 587	14.1%	7.3%
Provisions		2 332	-35.5%	6.3%	2 244	2 200	3 500	14.5%	4.0%
Total equity and liabilities		57 141	-3.4%	100.0%	59 534	58 020	78 148	11.0%	100.0%

Personnel information**Table 29.36 South African Diamond and Precious Metals Regulator personnel numbers and cost by salary level**

Number of posts estimated for 31 March 2019		Number and cost ¹ of personnel posts filled/planned for on funded establishment												Number					
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate					Average growth rate (%)	Average: Salary level/Total (%)					
		2017/18	2018/19		2019/20			2020/21		2021/22		2018/19 - 2021/22							
South African Diamond and Precious Metals Regulator		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	147	147	147	73.6	0.5	147	84.2	0.6	147	89.3	0.6	147	94.3	0.6	147	99.4	0.7	5.7%	100.0%
1 – 6	11	11	11	1.3	0.1	11	1.3	0.1	11	1.4	0.1	11	1.4	0.1	11	1.5	0.1	4.0%	7.5%
7 – 10	81	81	81	30.7	0.4	81	34.4	0.4	81	36.6	0.5	81	38.5	0.5	81	40.5	0.5	5.6%	55.1%
11 – 12	38	38	38	20.6	0.5	38	23.7	0.6	38	25.3	0.7	38	27.4	0.7	38	28.7	0.8	6.5%	25.9%
13 – 16	16	16	16	19.0	1.2	16	22.4	1.4	16	23.5	1.5	16	24.5	1.5	16	26.1	1.6	5.2%	10.9%
17 – 22	1	1	1	1.9	1.9	1	2.5	2.5	1	2.6	2.6	1	2.6	2.6	1	2.8	2.8	4.0%	0.7%

1. Rand million.

State Diamond Trader**Mandate**

The State Diamond Trader's mandate is defined in the Diamonds Amendment Act (2005). The trader facilitates equitable access to South Africa's rough diamond resources, promotes local beneficiation, undertakes research, develops a client base, contributes to the growth of the local diamond beneficiation industry, and develops efficient means to market diamonds not suitable for local beneficiation.

Selected performance indicators**Table 29.37 State Diamond Trader performance indicators by programme/objective/activity and related outcome**

Indicator	Programme/Objective/Activity	MTSF outcome	Past			Current	Projections		
			2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
Number of diamond producers selling rough diamonds to the trader per year	Administration	Outcome 4: Decent employment through inclusive growth	14	19	19	19	19	19	19
Number of trader clients per year	Administration		47	98	116	116	116	116	116
Number of diamond production inspections per year	Administration		136	130	130	130	130	130	130
Number of trainees employed by the trader per year	Administration		4	10	10	10	10	10	10

Expenditure analysis

The State Diamond Trader will continue to grow the diamond beneficiation industry by providing equitable access to the country's diamonds. The trader will aim to do this by accessing the Industrial Development Corporation's revolving loan facility to increase its access to rough diamonds, and thereby increase the sale of rough diamonds to historically disadvantaged South Africans.

Total expenditure is estimated at R1.7 billion over the medium term. This is mainly driven by spending on goods and services, which accounts for 96.9 per cent (R1.6 billion) of the entity's budget due to its participation in local and international diamond trade shows, and conducting 390 planned diamond production inspections. The trader anticipates engaging with an estimated 348 clients over the medium term.

The trader has a total budget of R2.5 billion over the medium term. The purchase of rough diamonds is expected to amount to R832 million over this period. Total revenue generated is expected to increase at an average annual rate of 5.4 per cent, from R715 million in 2018/19 to R836.3 million in 2021/22.

Programmes/Objectives/Activities**Table 29.38 State Diamond Trader expenditure trends and estimates by programme/objective/activity**

	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2015/16	2016/17	2017/18	2018/19	2015/16 - 2018/19	2019/20	2020/21	2021/22	2018/19 - 2021/22	2018/19 - 2021/22	
R thousand											
Administration	560 852	719 118	768 233	563 310	0.1%	100.0%	594 855	531 120	531 120	-1.9%	100.0%
Total	560 852	719 118	768 233	563 310	0.1%	100.0%	594 855	531 120	531 120	-1.9%	100.0%

Statements of historical financial performance and position**Table 29.39 State Diamond Trader statements of historical financial performance and position**

Statement of financial performance										Average: Outcome/Budget (%)
	Audited outcome		Audited outcome		Audited outcome		Budget estimate	Revised estimate	2015/16 - 2018/19	
	Budget	2015/16	Budget	2016/17	Budget	2017/18	2018/19	2018/19		
R thousand										
Revenue										
Non-tax revenue	571 056	557 724	611 652	726 266	652 807	776 739	715 061	715 061		108.8%
Sale of goods and services other than capital assets	566 871	552 514	610 377	722 723	650 743	769 096	712 653	712 653		108.5%
of which:										
Administrative fees	—	92 096	—	—	—	—	—	—		—
Sales by market establishment	566 871	460 418	610 377	722 723	650 743	769 096	712 653	712 653		104.9%
Other non-tax revenue	4 185	5 210	1 275	3 543	2 064	7 643	2 408	2 408		189.3%
Total revenue	571 056	557 724	611 652	726 266	652 807	776 739	715 061	715 061		108.8%

Table 29.39 State Diamond Trader statements of historical financial performance and position

Statement of financial performance									
R thousand	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	Average: Outcome/Budget (%)
	2015/16		2016/17		2017/18		2018/19		2015/16 - 2018/19
Expenses									
Current expenses	562 716	560 852	611 652	719 118	561 210	768 233	563 310	563 310	113.6%
Compensation of employees	11 708	9 774	13 036	10 957	14 028	14 235	14 730	14 730	92.9%
Goods and services	550 643	549 557	597 223	705 600	545 761	753 518	547 238	547 238	114.1%
Depreciation	–	300	–	284	–	268	–	–	–
Interest, dividends and rent on land	365	1 221	1 393	2 277	1 421	212	1 342	1 342	111.7%
Total expenses	562 716	560 852	611 652	719 118	561 210	768 233	563 310	563 310	113.6%
Surplus/(Deficit)	8 340	(3 128)	–	7 148	91 597	8 506	151 751	151 751	
Statement of financial position									
Carrying value of assets	3 621	1 071	3 621	937	3 621	750	3 831	3 831	44.8%
<i>of which:</i>									
Acquisition of assets	(240)	–	(254)	(151)	(269)	(81)	(301)	(301)	50.1%
Inventory	31 352	24 095	20 786	20 320	20 786	20 972	20 786	20 786	92.0%
Receivables and prepayments	186	437	186	723	186	3 581	197	197	654.2%
Cash and cash equivalents	45 246	22 444	25 098	32 476	20 279	38 709	24 047	24 047	102.6%
Taxation	4 952	104	4 934	804	4 934	7	5 220	5 220	30.6%
Total assets	85 357	48 151	54 625	55 260	49 806	64 019	54 081	54 081	90.8%
Accumulated surplus/(deficit)	38 683	46 113	26 015	53 261	45 665	61 768	48 314	48 314	132.0%
Capital reserve fund	2 953	2 038	2 953	1 999	2 953	2 251	3 124	3 124	78.5%
Borrowings	43 721	–	25 657	–	1 188	–	2 643	2 643	3.6%
Trade and other payables	2 953	2 038	2 953	1 999	2 953	2 251	3 124	3 124	78.5%
Total equity and liabilities	88 310	50 189	57 578	57 259	52 759	66 270	57 205	57 205	90.3%

Statements of estimates of financial performance and position**Table 29.40 State Diamond Trader statements of estimates of financial performance and position**

Statement of financial performance									
R thousand	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/Total (%)	
	2018/19	2015/16 - 2018/19		2019/20	2020/21	2021/22	2018/19 - 2021/22		
Revenue									
Non-tax revenue	715 061	8.6%	100.0%	786 759	865 697	836 285	5.4%	100.0%	
Sale of goods and services other than capital assets	712 653	8.9%	99.3%	783 919	862 311	831 918	5.3%	99.6%	
<i>of which:</i>									
Sales by market establishment	712 653	15.7%	95.2%	783 919	862 311	831 918	5.3%	99.6%	
Other non-tax revenue	2 408	-22.7%	0.7%	2 840	3 386	4 367	21.9%	0.4%	
Total revenue	715 061	8.6%	100.0%	786 759	865 697	836 285	5.4%	100.0%	
Expenses									
Current expenses	563 310	0.1%	100.0%	594 855	531 120	531 120	-1.9%	100.0%	
Compensation of employees	14 730	14.7%	1.9%	14 859	17 080	17 080	5.1%	2.9%	
Goods and services	547 238	-0.1%	97.8%	578 741	513 093	513 093	-2.1%	96.9%	
Interest, dividends and rent on land	1 342	3.2%	0.2%	1 255	947	947	-11.0%	0.2%	
Total expenses	563 310	0.1%	100.0%	594 855	531 120	531 120	-1.9%	100.0%	
Surplus/(Deficit)	151 751			191 904	334 577	305 165			
Statement of financial position									
Carrying value of assets	3 831	52.9%	3.0%	3 831	3 831	3 831	-0.0%	7.1%	
<i>of which:</i>									
Acquisition of assets	(301)	–	-0.2%	(301)	(301)	(301)	0.0%	-0.6%	
Inventory	20 786	-4.8%	39.5%	20 786	20 786	20 786	–	38.4%	
Receivables and prepayments	197	-23.4%	2.0%	197	197	197	0.0%	0.4%	
Cash and cash equivalents	24 047	2.3%	52.6%	24 047	24 047	24 047	–	44.5%	
Taxation	5 220	268.9%	2.8%	5 220	5 220	5 220	-0.0%	9.7%	
Total assets	54 081	3.9%	100.0%	54 081	54 081	54 081	0.0%	100.0%	

Table 29.40 State Diamond Trader statements of estimates of financial performance and position

Statement of financial position	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/Total (%)
				2018/19	2015/16 - 2018/19	2019/20		
R thousand								
Accumulated surplus/(deficit)	48 314	1.6%	90.6%	48 314	48 314	48 314	0.0%	84.5%
Capital reserve fund	3 124	15.3%	4.1%	3 124	3 124	3 124	-0.0%	5.5%
Borrowings	2 643	–	1.2%	2 643	2 643	2 643	–	4.6%
Trade and other payables	3 124	15.3%	4.1%	3 124	3 124	3 124	-0.0%	5.5%
Total equity and liabilities	57 205	4.5%	100.0%	57 205	57 205	57 205	1.9%	100.0%

Personnel information**Table 29.41 State Diamond Trader personnel numbers and cost by salary level**

Number of posts estimated for 31 March 2019		Number and cost ¹ of personnel posts filled/planned for on funded establishment												Number					
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)				
		2017/18		2018/19		2019/20		2020/21		2021/22		2018/19 - 2021/22							
State Diamond Trader		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	22	22	14.2	0.6	22	14.7	0.7	22	14.9	0.7	22	17.1	0.8	22	17.1	0.8	5.1%	100.0%	
7 – 10	15	15	15	5.6	0.4	15	5.6	0.4	15	5.9	0.4	15	7.1	0.5	15	7.1	0.5	7.8%	68.2%
11 – 12	3	3	3	3.0	1.0	3	2.7	0.9	3	2.6	0.9	3	2.8	0.9	3	2.8	0.9	0.7%	13.6%
13 – 16	3	3	3	4.0	1.3	3	4.4	1.5	3	4.2	1.4	3	4.9	1.6	3	4.9	1.6	4.3%	13.6%
17 – 22	1	1	1	1.6	1.6	1	2.0	2.0	1	2.1	2.1	1	2.3	2.3	1	2.3	2.3	4.6%	4.5%

1. Rand million.

Additional tables

Table 29.A Summary of expenditure on infrastructure

Project name	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
R thousand										
Departmental infrastructure										
Small projects (total project cost of less than R250 million over the project life cycle)										
Maintenance of building	Maintenance of buildings of various branches	On-going	–	1 140	153	263	1 954	2 056	2 169	2 332
Total			–	1 140	153	263	1 954	2 056	2 169	2 332

Table 29.B Summary of donor funding

Donor	Project	Programme	Period of commitment	Amount committed	Main economic classification	Spending focus	Audited outcome			Estimate	Medium-term expenditure estimate		
							2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22
R thousand													
Foreign In cash													
European Union	Microzonation model of Johannesburg for seismic risk prediction	Mineral Policy and Promotion	3 years	22 063	Compensation of employees	Carry out a seismic hazard assessment of Johannesburg at bedrock; investigate the surface geology of Johannesburg to identify its soil layer distribution; and calculate the seismic hazard of Johannesburg at the surface	10 008	9 045	–	–	–	–	–
European Union	Microzonation model of Johannesburg for seismic risk prediction	Mineral Policy and Promotion	3 years	1 047	Goods and services	Carry out a seismic hazard assessment of Johannesburg at bedrock; investigate the surface geology of Johannesburg to identify its soil layer distribution; and calculate the seismic hazard of Johannesburg at the surface	887	100	–	–	–	–	–
European Union	Microzonation model of Johannesburg for seismic risk prediction	Mineral Policy and Promotion	3 years	6 890	Machinery and equipment	Carry out a seismic hazard assessment of Johannesburg at bedrock; investigate the surface geology of Johannesburg to identify its soil layer distribution; and calculate the seismic hazard of Johannesburg at the surface	3 905	2 355	–	–	–	–	–
Total				30 000			14 800	11 500	–	–	–	–	–



2019 BUDGET

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