

Vote 19

Sport and Recreation South Africa

2006/07				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	352 153	959 946	-	607 793
<i>of which:</i>				
Current payments	177 242	176 463	(779)	-
Transfers and subsidies	172 336	776 736	-	604 400
Payments for capital assets	2 575	6 747	-	4 172
Executive authority	Minister of Sport and Recreation			
Accounting officer	Head of Sport and Recreation South Africa			

Aim

The aim of Sport and Recreation South Africa is to improve the quality of life of all South Africans by promoting participation in sport and recreation in the country, and through the participation of South African sportspersons and teams in international sporting events.

Changes to programme purposes and measurable objectives

There were no changes to programme purposes or measurable objectives.

Adjusted Estimates of National Expenditure 2006

Table 19.1: Sport and Recreation South Africa

Programme		2006/07					
R thousand	Main appropriation	Additional appropriation				Adjusted appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		Total additional appropriation
1. Administration	81 784	7 793	-	(6 400)	-	1 393	83 177
2. Client Support Services	79 746	-	-	6 400	-	6 400	86 146
3. Mass Participation	166 970	-	-	-	-	-	166 970
4. International Liaison and Events	18 053	-	-	500	600 000	600 500	618 553
5. Facilities Co-ordination	5 600	-	-	(500)	-	(500)	5 100
Total	352 153	7 793	-	-	600 000	607 793	959 946
Economic classification							
Current payments	177 242	3 621	-	(4 400)	-	(779)	176 463
Compensation of employees	51 126	-	-	(10 900)	-	(10 900)	40 226
Goods and services	126 116	3 621	-	6 500	-	10 121	136 237

Table 19.1: Sport and Recreation South Africa (continued)

2006/07							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
Transfers and subsidies	172 336	-	-	4 400	600 000	604 400	776 736
Provinces and municipalities	119 029	-	-	-	600 000	600 000	719 029
Departmental agencies and accounts	6 857	-	-	-	-	-	6 857
Public corporations and private enterprises	100	-	-	-	-	-	100
Non-profit institutions	26 350	-	-	4 400	-	4 400	30 750
Households	20 000	-	-	-	-	-	20 000
Payments for capital assets	2 575	4 172	-	-	-	4 172	6 747
Machinery and equipment	2 575	4 172	-	-	-	4 172	6 747
Total	352 153	7 793	-	-	600 000	607 793	959 946

Details of adjustments to Estimates of National Expenditure 2006

Roll-overs – R7,793 million

Programme 1: Administration

The following funds have been rolled over for relocating the department:

- R1,08 million budgeted for the Presidential Sports Awards, which did not take place
- R3,17 million budgeted for consultants and advisors, whose appointment was delayed due to the delay in signing the lease for the new building
- R1,453 million budgeted for travel and subsistence costs that were not incurred due to the delay in appointing staff members
- R2,09 million budgeted for consultants for the Building for Sport and Recreation projects, who were no longer required when funds were included in the municipal infrastructure grant and the role of the department changed.

R3,621 million will be spent under goods and services and R4,172 million under capital expenditure.

Other adjustments – R600 million

Expenditure already announced in the budget speech of the Minister of Finance but not allocated at that stage

Programme 4: International Liaison and Events

R600 million was allocated for the construction of 2010 FIFA World Cup stadia in host cities.

Virements

Table 19.2: Details on virements per programme and economic classification

Programme / Economic classification	R thousand		Motivation
	From	To	
1. Administration	(9 800)	3 400	
Current payments	(9 800)	3 400	
Compensation of employees	(9 800)	-	The placement process has not been finalised, so vacant posts cannot be filled. Senior management service level posts should be filled by December 2006 and other posts by March 2007.
Goods and services	-	3 400	Funds shifted from compensation of employees (in this programme) will be used for upgrading the new building, including plumbing and other structural repairs.
2. Client Support Services	-	6 400	
Current payments	-	2 000	
Compensation of employees	-	2 000	Funds shifted from compensation of employees (in this programme) will be used to accommodate the department's expanded establishment.
Transfers and subsidies	-	4 400	
Non-profit institutions	-	4 400	Savings from compensation of employees (in this programme) will be used for sport federations.
3. Mass Participation	(1 100)	1 100	
Current payments	(1 100)	1 100	
Compensation of employees	(1 100)	-	Savings arose because the placement process has not been finalised, so vacant posts cannot be filled.
Goods and services	-	1 100	Funds shifted from compensation of employees (in this programme) will be used for the Women and Sport national games as requested by the minister and to meet the increased demand for books and pamphlets from communities and stakeholders.
4. International Liaison and Events	(1 500)	2 000	
Current payments	(1 500)	2 000	
Compensation of employees	(1 500)	-	Savings arose because the placement process has not been finalised and the structure of the 2010 FIFA World Cup unit still has to be refined, so vacant posts cannot be filled.
Goods and services	-	2 000	Funds from compensation of employees (in this programme and programme 5) will be used for the 2010 FIFA World Cup programme.
5. Facilities Co-ordination	(500)	-	
Current payments	(500)	-	
Compensation of employees	(500)	-	Savings arose because the placement process has not been finalised, so vacant posts cannot be filled.
Total for vote	(12 900)	12 900	

Expenditure 2005/06 and preliminary expenditure 2006/07

Table 19.3: Sport and Recreation South Africa

Programme	2005/06				2006/07		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2005 - Sep 2005	Apr 2005 - Mar 2006	Apr 05 - Mar 06 % of adjusted appropriation	Adjusted appropriation	Apr 2006 - Sep 2006	% change 05/06 - 06/07 Apr - Sep
1. Administration	63 834	16 678	56 466	88,5	83 177	19 541	17,2
2. Client Support Services	83 499	29 877	82 898	99,3	86 146	36 749	23,0
3. Mass Participation	47 860	23 535	47 587	99,4	166 970	87 155	270,3
4. International Liaison and Events	263 719	2 778	249 930	94,8	618 553	2 940	5,8
5. Facilities Co-ordination	-	-	-	-	5 100	888	(100,0)
Total	458 912	72 868	436 881	95,2	959 946	147 273	102,1

Table 19.3: Sport and Recreation South Africa (continued)

R thousand	2005/06				2006/07		
	Expenditure outcome				Preliminary expenditure		
	Adjusted appropriation	Apr 2005 - Sep 2005	Apr 2005 - Mar 2006	Apr 05 - Mar 06 % of adjusted appropriation	Adjusted appropriation	Apr 2006 - Sep 2006	% change 05/06 - 06/07 Apr - Sep
Current payments	105 320	29 544	83 782	79,5	176 463	38 857	31,5
Compensation of employees	29 788	13 218	26 886	90,3	40 226	15 171	14,8
Goods and services	75 532	16 326	56 891	75,3	136 237	23 686	45,1
Financial transactions in assets and liabilities	-	-	5	-	-	-	(100,0)
Transfers and subsidies	342 311	42 717	342 302	100,0	776 736	108 220	153,3
Provinces and municipalities	24 090	16 126	24 082	100,0	719 029	73 957	358,6
Departmental agencies and accounts	6 530	3 544	6 529	100,0	6 857	3 572	0,8
Public corporations and private enterprises	241 593	-	241 593	100,0	100	45	(100,0)
Non-profit institutions	55 064	8 047	55 064	100,0	30 750	10 449	29,8
Households	15 034	15 000	15 034	100,0	20 000	20 197	34,6
Payments for capital assets	11 281	607	10 797	95,7	6 747	196	(67,7)
Machinery and equipment	10 880	607	10 396	95,6	6 747	196	(67,7)
Software and other intangible assets	401	-	401	100,0	-	-	(100,0)
Total	458 912	72 868	436 881	95,2	959 946	147 273	102,1

Selected expenditure trends for the first half of the 2006/07 financial year

Expenditure in the first six months of 2006/07 was R147,3 million or 15,3 per cent of the adjusted appropriation of R959,9 million for the year as a whole. Expenditure in the first six months of 2006/07 has increased by 102 per cent compared to the same period of the previous financial year.

The year-on-year increase in total expenditure is mainly due to increases under goods and services and under transfers to provinces and to non-profit institutions. Spending on goods and services increases by 45,1 per cent due to the absorption of the South African Sports Commission into the department and the establishment of the 2010 World Cup unit. The significant increase of 358,6 per cent under transfers to provinces is due to a substantial increase in the conditional grant for mass sport participation.

Summary of changes to transfers and subsidies, and conditional grants

Table 19.4: Summary of changes to transfers and subsidies per programme

R thousand	2006/07					
	Main appropriation	Additional appropriation				Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	
2. Client Support Services	53 152	-	-	4 400	-	57 552
Non-profit institutions						
Current	26 350	-	-	4 400	-	30 750
Sport federations	26 350	-	-	4 400	-	30 750

Table 19.4: Summary of changes to transfers and subsidies per programme (continued)

2006/07							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
4. International Liaison and Events	2	-	-	-	600 000	600 000	600 002
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	2	-	-	-	600 000	600 000	600 002
2010 FIFA World Cup stadia development	-	-	-	-	600 000	600 000	600 000

Table 19.6: Summary of changes to conditional grants: Local government (municipalities)¹

2006/07							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
4. International Liaison and Events							
2010 FIFA World Cup Stadia Development	-	-	-	-	600 000	600 000	600 000

¹ Main appropriation detail provided in the Division of Revenue Act, 2006

