

# Vote 27

## Communications

### Adjusted budget summary

R thousand	2012/13			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>1 712 339</b>	<b>1 655 024</b>	(57 315)	-
<b>of which:</b>				
Current payments	475 512	421 036	(54 476)	-
Transfers and subsidies	1 131 936	1 229 097	-	97 161
Payments for capital assets	104 891	4 891	(100 000)	-
Executive authority	Minister of Communications			
Accounting officer	Director-General of Communications			
Website address	www.doc.gov.za			

### Aim

*Develop information and communication technology (ICT) policies and legislation that create favourable conditions for accelerated and shared sustainable economic growth that positively impact on the wellbeing of all South Africans.*

### Mid-year performance status

Indicator	Programme	Annual performance		
		Projected for 2012/13 as published in the 2012 ENE	Achieved in the first six months of 2012/13 (April to September)	Changed estimate for 2012/13
As published in the 2012 ENE	Programme linked to the indicator			
Percentage of broadband penetration per year	Information and Communication Technology Infrastructure Development	7%	0	-
Percentage household coverage of digital television transmission infrastructure per year	Information and Communication Technology Infrastructure Development	80%	60%	-
Rand reduction in per minute cost of mobile phones (wholesale interconnection rate per minute) per year <sup>1</sup>	Information and Communication Technology Policy Development	R0.56	R0.56	-
Rand reduction in per minute cost for fixed line (public access) phones per year <sup>1</sup>	Information and Communication Technology Policy Development	R0.15	R0.15	-
Number of community radio stations provided with broadcasting infrastructure per year	Information and Communication Technology Policy Development	5	0	-
Number of ICT position papers developed for international engagement per year	Information and Communication Technology International Affairs and Trade	5	3	-
Number of young people participating in the national youth information society and development programme per year	Presidential National Commission	500	650	-
Number of e-cooperatives established to increase entry of youth owned small enterprise into the ICT sector per year	Presidential National Commission	60	0	-
Number of provinces for which provincial cultural heritage content is captured in the national digital repository per year	Presidential National Commission	3	4	-
Number of ICT SMME hubs created in each province per year	Information and Communication Technology Enterprise Development	2	0	-
Number of jobs created through ICT related projects per year	Information and Communication Technology Enterprise Development and Presidential National Commission	17 322 (20%)	150	-

<sup>1</sup> The reduction relates to interconnection rates, which are the fees the mobile operators charge each other and other network operators to carry calls onto their networks. The reduction of call charges for end-users depends solely on the competition between operators.

Mid-year progress

The targeted number of young people participating in the National Youth Information Society and Development Programme per year was exceeded due to a fruitful partnership with the University of Johannesburg's Centre of Small Enterprise Development. The University of Johannesburg managed to bring additional youth at no additional cost to the department. The number of provinces for which provincial cultural heritage content has been captured in the national digital repository has already exceeded the target due to inclusion of the Northern Cape Province as part of the National Digital Repository database.

No e-cooperatives were established within the first half of the year, which would have increased the entry of youth owned small enterprises into the ICT sector, due to reprioritisation within the Department, however funds have been shifted towards this function. No community radio stations were provided with broadcasting infrastructure to date due to tender documents delayed (unapproved) by the departmental Bid Adjudication Committee. There is a dispute regarding performance and payment for the services in terms of the contract between service providers and the Department for work done on Community Radio Stations. Negotiations have failed and the parties are proceeding with mediation. The lack of achievement in broadband penetration within the first six months of the financial year is due to delays in finalising the national broadband strategy. The Department is currently reviewing the broadband policy in consultation with all related industry stakeholders. Similarly, no ICT SMME Hubs have been created in the provinces due primarily to human resource capacity constraints.

Only 150 jobs were created through ICT related projects by mid-2012/13, against the annual target of 17 322, as funds were reprioritised away from these projects towards other spending pressures within the Department.

The Department has achieved 60 per cent household coverage of digital television transmission infrastructure thus far. Sentech has experienced project delays in rolling out infrastructure as a result of the Minister of Communications' announcement of the adoption of the DVBT2 technology as this meant that Sentech had to first upgrade the already rolled out infrastructure before they could continue with new infrastructure rollouts. The Digital Terrestrial Television (DTT) project rollout programme is being accelerated to be ready for the full switch-on by December 2013.

The rand reduction in per minute cost of mobile phones and fixed phones per year has been successfully achieved as set out in the call termination rates regulations, gazetted on 29 October 2010. This reduction relates to interconnection rates, which are the fees the mobile operators charge each other and other network operators to carry calls onto their networks.

## Adjusted Estimates of National Expenditure 2012

Programme	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
Administration	152 596	-	-	44 413	-	-	44 413	197 009
ICT International Affairs and Trade	38 046	-	-	3 000	-	-	3 000	41 046
ICT Policy Development	88 650	-	-	-	-	1 642	1 642	90 292
ICT Enterprise Development	1 122 855	-	-	91 000	-	-	91 000	1 213 855
ICT Infrastructure Development	280 240	-	-	(144 413)	(58 957)	-	(203 370)	76 870
Presidential National Commission	29 952	-	-	6 000	-	-	6 000	35 952
<b>Total</b>	<b>1 712 339</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(58 957)</b>	<b>1 642</b>	<b>(57 315)</b>	<b>1 655 024</b>

R thousand	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
<b>Economic classification</b>								
<b>Current payments</b>	<b>475 512</b>	–	–	<b>2 839</b>	<b>(58 957)</b>	<b>1 642</b>	<b>(54 476)</b>	<b>421 036</b>
Compensation of employees	182 875	–	–	–	–	1 642	1 642	184 517
Goods and services	292 637	–	–	2 839	(58 957)	–	(56 118)	236 519
<b>Transfers and subsidies</b>	<b>1 131 936</b>	–	–	<b>97 161</b>	–	–	<b>97 161</b>	<b>1 229 097</b>
Departmental agencies and accounts	759 427	–	–	16 000	–	–	16 000	775 427
Foreign governments and international organisations	–	–	–	16 161	–	–	16 161	16 161
Public corporations and private enterprises	368 624	–	–	65 000	–	–	65 000	433 624
Non-profit institutions	3 885	–	–	–	–	–	–	3 885
<b>Payments for capital assets</b>	<b>104 891</b>	–	–	<b>(100 000)</b>	–	–	<b>(100 000)</b>	<b>4 891</b>
Buildings and other fixed structures	100 000	–	–	(100 000)	–	–	(100 000)	–
Machinery and equipment	4 891	–	–	–	–	–	–	4 891
<b>Total</b>	<b>1 712 339</b>	–	–	–	<b>(58 957)</b>	<b>1 642</b>	<b>(57 315)</b>	<b>1 655 024</b>

**Programme 1: Administration**

Subprogramme	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
R thousand								
Ministry	3 669	–	–	–	–	–	–	3 669
Departmental Management	34 797	–	–	–	–	–	–	34 797
Internal Audit	3 557	–	–	–	–	–	–	3 557
Corporate Services	43 909	–	–	44 413	–	–	44 413	88 322
Financial Management Office	58 856	–	–	–	–	–	–	58 856
Accommodation	7 808	–	–	–	–	–	–	7 808
<b>Total</b>	<b>152 596</b>	–	–	<b>44 413</b>	–	–	<b>44 413</b>	<b>197 009</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>151 289</b>	–	–	<b>44 413</b>	–	–	<b>44 413</b>	<b>195 702</b>
Compensation of employees	74 486	–	–	–	–	–	–	74 486
Goods and services	76 803	–	–	44 413	–	–	44 413	121 216
<b>Transfers and subsidies</b>	<b>236</b>	–	–	–	–	–	–	<b>236</b>
Departmental agencies and accounts	236	–	–	–	–	–	–	236
<b>Payments for capital assets</b>	<b>1 071</b>	–	–	–	–	–	–	<b>1 071</b>
Machinery and equipment	1 071	–	–	–	–	–	–	1 071
<b>Total</b>	<b>152 596</b>	–	–	<b>44 413</b>	–	–	<b>44 413</b>	<b>197 009</b>

**Programme 2: ICT International Affairs and Trade**

Subprogramme	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared Savings	Other adjustments		
International Affairs	15 991	-	-	-	-	-	-	15 991
ICT Trade/Partnerships	22 055	-	-	3 000	-	-	3 000	25 055
<b>Total</b>	<b>38 046</b>	<b>-</b>	<b>-</b>	<b>3 000</b>	<b>-</b>	<b>-</b>	<b>3 000</b>	<b>41 046</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>33 652</b>	<b>-</b>	<b>-</b>	<b>(13 161)</b>	<b>-</b>	<b>-</b>	<b>(13 161)</b>	<b>20 491</b>
Compensation of employees	10 853	-	-	-	-	-	-	10 853
Goods and services	22 799	-	-	(13 161)	-	-	(13 161)	9 638
<b>Transfers and subsidies</b>	<b>3 885</b>	<b>-</b>	<b>-</b>	<b>16 161</b>	<b>-</b>	<b>-</b>	<b>16 161</b>	<b>20 046</b>
Foreign governments and international organisations	-	-	-	16 161	-	-	16 161	16 161
Non-profit institutions	3 885	-	-	-	-	-	-	3 885
<b>Payments for capital assets</b>	<b>509</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>509</b>
Machinery and equipment	509	-	-	-	-	-	-	509
<b>Total</b>	<b>38 046</b>	<b>-</b>	<b>-</b>	<b>3 000</b>	<b>-</b>	<b>-</b>	<b>3 000</b>	<b>41 046</b>

**Programme 3: ICT Policy Development**

Subprogramme	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared Savings	Other adjustments		
ICT Policy Development	46 694	-	-	-	-	-	-	46 694
Economic Analysis, Market Modelling and Research	9 278	-	-	-	-	1 642	1 642	10 920
ICT Uptake and Usage	4 617	-	-	-	-	-	-	4 617
Intergovernmental Relations	9 680	-	-	-	-	-	-	9 680
South African Broadcasting Corporation: Community radio stations	8 381	-	-	-	-	-	-	8 381
South African Broadcasting Corporation: Programme production	10 000	-	-	-	-	-	-	10 000
<b>Total</b>	<b>88 650</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 642</b>	<b>1 642</b>	<b>90 292</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>69 494</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 642</b>	<b>1 642</b>	<b>71 136</b>
Compensation of employees	35 252	-	-	-	-	1 642	1 642	36 894
Goods and services	34 242	-	-	-	-	-	-	34 242
<b>Transfers and subsidies</b>	<b>18 381</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18 381</b>
Public corporations and private enterprises	18 381	-	-	-	-	-	-	18 381
<b>Payments for capital assets</b>	<b>775</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>775</b>
Machinery and equipment	775	-	-	-	-	-	-	775
<b>Total</b>	<b>88 650</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 642</b>	<b>1 642</b>	<b>90 292</b>

**Programme 4: ICT Enterprise Development**

Subprogramme	2012/13								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments			
R thousand									
Public Entity Oversight	1 114 070	-	-	81 000	-	-	81 000	1 195 070	
Small Medium and Micro Enterprise Development	8 785	-	-	10 000	-	-	10 000	18 785	
<b>Total</b>	<b>1 122 855</b>	<b>-</b>	<b>-</b>	<b>91 000</b>	<b>-</b>	<b>-</b>	<b>91 000</b>	<b>1 213 855</b>	
<b>Economic classification</b>									
<b>Current payments</b>	<b>14 029</b>	<b>-</b>	<b>-</b>	<b>10 000</b>	<b>-</b>	<b>-</b>	<b>10 000</b>	<b>24 029</b>	
Compensation of employees	7 444	-	-	-	-	-	-	7 444	
Goods and services	6 585	-	-	10 000	-	-	10 000	16 585	
<b>Transfers and subsidies</b>	<b>1 107 934</b>	<b>-</b>	<b>-</b>	<b>81 000</b>	<b>-</b>	<b>-</b>	<b>81 000</b>	<b>1 188 934</b>	
Departmental agencies and accounts	757 691	-	-	16 000	-	-	16 000	773 691	
Public corporations and private enterprises	350 243	-	-	65 000	-	-	65 000	415 243	
<b>Payments for capital assets</b>	<b>892</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>892</b>	
Machinery and equipment	892	-	-	-	-	-	-	892	
<b>Total</b>	<b>1 122 855</b>	<b>-</b>	<b>-</b>	<b>91 000</b>	<b>-</b>	<b>-</b>	<b>91 000</b>	<b>1 213 855</b>	

**Programme 5: ICT Infrastructure Development**

Subprogramme	2012/13								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments			
R thousand									
Applications and Research	155 370	-	-	(80 000)	-	-	(80 000)	75 370	
112 Emergency Call Centre	123 370	-	-	(64 413)	(58 957)	-	(123 370)	-	
.za Domain Name Authority	1 500	-	-	-	-	-	-	1 500	
<b>Total</b>	<b>280 240</b>	<b>-</b>	<b>-</b>	<b>(144 413)</b>	<b>(58 957)</b>	<b>-</b>	<b>(203 370)</b>	<b>76 870</b>	
<b>Economic classification</b>									
<b>Current payments</b>	<b>177 678</b>	<b>-</b>	<b>-</b>	<b>(44 413)</b>	<b>(58 957)</b>	<b>-</b>	<b>(103 370)</b>	<b>74 308</b>	
Compensation of employees	35 493	-	-	-	-	-	-	35 493	
Goods and services	142 185	-	-	(44 413)	(58 957)	-	(103 370)	38 815	
<b>Transfers and subsidies</b>	<b>1 500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 500</b>	
Departmental agencies and accounts	1 500	-	-	-	-	-	-	1 500	
<b>Payments for capital assets</b>	<b>101 062</b>	<b>-</b>	<b>-</b>	<b>(100 000)</b>	<b>-</b>	<b>-</b>	<b>(100 000)</b>	<b>1 062</b>	
Buildings and other fixed structures	100 000	-	-	(100 000)	-	-	(100 000)	-	
Machinery and equipment	1 062	-	-	-	-	-	-	1 062	
<b>Total</b>	<b>280 240</b>	<b>-</b>	<b>-</b>	<b>(144 413)</b>	<b>(58 957)</b>	<b>-</b>	<b>(203 370)</b>	<b>76 870</b>	

**Programme 6: Presidential National Commission**

Subprogramme	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
Planning, Coordination and Evaluation	5 300	-	-	-	-	-	-	5 300
e-Applications	14 447	-	-	-	-	-	-	14 447
Information Society and Development Cluster	3 226	-	-	6 000	-	-	6 000	9 226
Presidential National Commission Operations	6 979	-	-	-	-	-	-	6 979
<b>Total</b>	<b>29 952</b>	<b>-</b>	<b>-</b>	<b>6 000</b>	<b>-</b>	<b>-</b>	<b>6 000</b>	<b>35 952</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>29 370</b>	<b>-</b>	<b>-</b>	<b>6 000</b>	<b>-</b>	<b>-</b>	<b>6 000</b>	<b>35 370</b>
Compensation of employees	19 347	-	-	-	-	-	-	19 347
Goods and services	10 023	-	-	6 000	-	-	6 000	16 023
<b>Payments for capital assets</b>	<b>582</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>582</b>
Machinery and equipment	582	-	-	-	-	-	-	582
<b>Total</b>	<b>29 952</b>	<b>-</b>	<b>-</b>	<b>6 000</b>	<b>-</b>	<b>-</b>	<b>6 000</b>	<b>35 952</b>

**Details of adjustments to Estimates of National Expenditure 2012****Virements and shifts****Programmes**

1. Administration
2. ICT International Affairs and Trade
3. ICT Policy Development
4. ICT Enterprise Development
5. ICT Infrastructure Development
6. Presidential National Commission

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 2</b>		<b>(16 161)</b>	<b>Programme 2</b>		<b>16 161</b>
Goods and services	Funds incorrectly classified in the 2012 ENE were reclassified <sup>1</sup>	(16 161)	Foreign governments and international organisations	To allocate membership fees to international organisations in accordance with the Standard Chart of Accounts classification	16 161
Shifts within the programme as percentage of programme budget		42.5%			
Virements to other programmes as percentage of programme budget		0.0%			

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 5</b>		<b>(144 413)</b>	<b>Programme 1</b>		<b>44 413</b>
Goods and services	Reprioritisation from 112 call centre <sup>2</sup>	(44 413)	Goods and services	To cater for DTT awareness	44 413
Buildings and other fixed structures	Reprioritisation from broadband infrastructure <sup>2</sup>	(3 000)	<b>Programme 2</b>		<b>3 000</b>
			Goods and services	For ICT Trade /Partnership	3 000
	Reprioritisation from broadband infrastructure <sup>2</sup>	(10 000)	<b>Programme 4</b>		<b>91 000</b>
			Goods and services	For small medium and micro enterprise development	10 000
	Reprioritisation from broadband infrastructure <sup>2</sup>	(16 000)	Departmental agencies and accounts	For Independent Communications Authority of South Africa (ICASA) and South African Broadcasting Corporation (SABC) for Africa Cup of Nations (AFCON) 2013, to fund the complaints and compliance committee at ICASA and for small medium and micro enterprise development	16 000
		(65 000)	Public corporations and private enterprises	For SABC for AFCON 2013	65 000
		(6 000)	<b>Programme 6</b>		<b>6 000</b>
			Goods and services	For information society and development cluster	6 000
Shifts within the programme as percentage of programme budget		0.0%			
<b>Virements to other programmes as percentage of programme budget</b>		<b>51.5%</b>			
<b>Total</b>		<b>(160 574)</b>	<b>160 574</b>		

1. National Treasury approval has been obtained.

2. Only the legislature may approve this virement in terms of the Public Finance Management Act (Act 1 of 1999).

## Declared savings – R58.957 million

Programme 5: ICT Infrastructure Development

Savings of R58.957 million have been declared due to delayed procurement processes in respect of the 112 call centre.

## Other adjustments – R1.642 million

### Adjustments due to significant and unforeseeable economic and financial events

An additional of R1.642 million has been allocated for higher personnel increases than the main budget provided for, as follows:

Programme 3: ICT Policy Development

R1.642 million

## Expenditure for 2011/12 and preliminary expenditure for 2012/13

Programme	2011/12 Expenditure outcome				2012/13 Preliminary expenditure			
	Adjusted appropriation	Apr 11- Sep 11	Apr 11- Sep 11 % of adjusted appropriation	Apr 11- Mar 12	Apr 11 - Mar 12 % of adjusted appropriation	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation
R thousand								
Administration	149 685	73 888	49.4	156 192	104.3	197 009	95 769	48.6
ICT International Affairs and Trade	41 390	22 514	54.4	41 612	100.5	41 046	19 944	48.6
ICT Policy Development	95 739	28 542	29.8	81 124	84.7	90 292	42 328	46.9

Programme	2011/12 Expenditure outcome					2012/13 Preliminary expenditure		
	Adjusted appropriation	Apr 11 - Sep 11	Apr 11 - Sep 11 % of adjusted appropriation	Apr 11 - Mar 12	Apr 11 - Mar 12 % of adjusted appropriation	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation
R thousand								
ICT Enterprise Development	1 399 316	408 810	29.2	1 403 801	100.3	1 213 855	543 369	44.8
ICT Infrastructure Development	282 044	18 538	6.6	67 884	24.1	76 870	43 538	56.6
Presidential National Commission	34 691	11 403	32.9	41 341	119.2	35 952	18 680	52.0
<b>Total</b>	<b>2 002 865</b>	<b>563 695</b>	<b>28.1</b>	<b>1 791 954</b>	<b>89.5</b>	<b>1 655 024</b>	<b>763 628</b>	<b>46.1</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>589 090</b>	<b>156 363</b>	<b>26.5</b>	<b>377 114</b>	<b>64.0</b>	<b>421 036</b>	<b>235 217</b>	<b>55.9</b>
Compensation of employees	173 213	74 276	42.9	151 585	87.5	184 517	78 733	42.7
Goods and services	415 877	82 087	19.7	225 514	54.2	236 519	156 482	66.2
Interest and rent on land	–	–	0.0	15	0.0	–	2	0.0
<b>Transfers and subsidies</b>	<b>1 409 516</b>	<b>405 441</b>	<b>28.8</b>	<b>1 410 121</b>	<b>100.0</b>	<b>1 229 097</b>	<b>526 602</b>	<b>42.8</b>
Provinces and municipalities	–	3	0.0	7	0.0	–	2	0.0
Departmental agencies and accounts	692 674	236 327	34.1	692 674	100.0	775 427	253 084	32.6
Higher education institutions	–	100	0.0	100	0.0	–	100	0.0
Foreign governments and international organisations	–	6	0.0	6	0.0	16 161	–	0.0
Public corporations and private enterprises	713 142	168 991	23.7	713 191	100.0	433 624	272 817	62.9
Non-profit institutions	3 700	–	0.0	4 015	108.5	3 885	208	5.4
Households	–	14	0.0	128	0.0	–	391	0.0
<b>Payments for capital assets</b>	<b>4 259</b>	<b>1 884</b>	<b>44.2</b>	<b>2 598</b>	<b>61.0</b>	<b>4 891</b>	<b>1 756</b>	<b>35.9</b>
Machinery and equipment	4 259	1 698	39.9	2 412	56.6	4 891	1 756	35.9
Software and other intangible assets	–	186	0.0	186	0.0	–	–	0.0
<b>Payments for financial assets</b>	<b>–</b>	<b>7</b>	<b>–</b>	<b>2 121</b>	<b>–</b>	<b>–</b>	<b>53</b>	<b>–</b>
<b>Total</b>	<b>2 002 865</b>	<b>563 695</b>	<b>28.1</b>	<b>1 791 954</b>	<b>89.5</b>	<b>1 655 024</b>	<b>763 628</b>	<b>46.1</b>

### Main expenditure trends for the first half of 2012/13

Total expenditure for 2011/12 was 89.5 per cent of the 2011/12 adjusted appropriation. Expenditure in the first six months of 2012/13 was R763.628 million or 46.1 per cent of the adjusted appropriation of R1.655 billion for the year as a whole. In comparison, mid-year expenditure in 2011/12 was R563.695 million, or 28.1 per cent of the 2011/12 adjusted appropriation. Expenditure in the first six months of 2012/13 increased by R199.933 million or 35.5 per cent, compared to expenditure in the first six months of 2011/12.

The main expenditure increase compared to 2011/12 is due to outstanding invoices that were paid in the current financial year as well as payments for membership fees that were paid timeously in 2012/13.

### Departmental receipts

	2011/12 Audited outcome					2012/13 Actual receipts			
	Adjusted estimate	Apr 11 - Sep 11	Apr 11 - Sep 11 adjusted estimate	Apr 11 - Mar 12	Apr 11 - Mar 12 adjusted estimate	Budget estimate	Adjusted estimate	Apr 12 - Sep 12	Apr 12 - Sep 12 adjusted estimate
R thousand									
<b>Departmental receipts</b>	<b>1 424 527</b>	<b>1 338 193</b>	<b>93.9</b>	<b>2 321 086</b>	<b>162.9</b>	<b>2 376 490</b>	<b>2 181 585</b>	<b>1 306 024</b>	<b>59.9</b>
Sales of goods and services produced by department	541 835	456 767	84.3	899 729	166.1	884 403	1 060 136	372 475	35.1
Sales of scrap, waste, arms and other used current goods	–	–	–	–	–	–	61	36	59.0
Transfers received	15	–	–	–	–	–	–	–	–
Interest, dividends and rent on land	882 467	881 255	99.9	1 420 768	161.0	1 491 820	1 120 758	932 950	83.2
Transactions in financial assets and liabilities	210	171	81.4	589	280.5	267	630	563	89.4
<b>Extraordinary receipts</b>	<b>5 351</b>	<b>5 351</b>	<b>100.0</b>	<b>8 427</b>	<b>157.5</b>	<b>8 118</b>	<b>3 500</b>	<b>1 716</b>	<b>49.0</b>
Departmental agencies and accounts	5 351	5 351	100.0	8 427	157.5	8 118	3 500	1 716	49.0
<b>Total</b>	<b>1 429 878</b>	<b>1 343 544</b>	<b>94.0</b>	<b>2 329 513</b>	<b>162.9</b>	<b>2 384 608</b>	<b>2 185 085</b>	<b>1 307 740</b>	<b>59.8</b>



## Main departmental revenue trends for the first half of 2012/13

Departmental revenue collection in the first six months of 2012/13 was R1.308 billion, or 59.8 per cent of the adjusted revenue estimate of R2.185 billion for the year as a whole. In comparison, mid-year revenue collection in 2011/12 was R1.344 billion, or 94 per cent of the 2011/12 adjusted estimate. Departmental revenue collection in the first six months of 2012/13 decreased by R35.804 million or 2.7 per cent, compared to revenue in the first six months of 2011/12.

The decrease is mainly attributed to less revenue generated from sales of goods and services produced by the Department.

## Changes to transfers and subsidies, including conditional grants

### Summary of changes to transfers and subsidies per programme

R thousand	2012/13							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings	Other adjustments		
<b>ICT International Affairs and Trade</b>								
<b>Foreign governments and international organisations</b>								
<b>Current</b>	-	-	-	16 161	-	-	16 161	16 161
Universal Postal Union	-	-	-	3 555	-	-	3 555	3 555
International Telecommunications Union	-	-	-	10 826	-	-	10 826	10 826
African Telecommunications Union	-	-	-	710	-	-	710	710
Pan African Postal Union	-	-	-	680	-	-	680	680
Organisational Economic Corporation Development	-	-	-	109	-	-	109	109
Commonwealth Telecommunications Organisation	-	-	-	281	-	-	281	281
<b>ICT Enterprise Development</b>								
<b>Departmental agencies and accounts</b>								
<b>Departmental agencies (non-business entities)</b>								
<b>Current</b>	389 797	-	-	16 000	-	-	16 000	405 797
Independent Communications Authority of South Africa	389 797	-	-	16 000	-	-	16 000	405 797
<b>Public corporations and private enterprises</b>								
<b>Public corporations</b>								
<b>Other transfers</b>								
<b>Current</b>	89 152	-	-	65 000	-	-	65 000	154 152
South African Broadcasting Corporation: Public broadcaster	89 152	-	-	65 000	-	-	65 000	154 152

