

# Vote 19

## Social Development

### Adjusted budget summary

R thousand	2014/15			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>128 799 378</b>	<b>128 593 644</b>	(205 734)	–
<i>of which:</i>				
Current payments	679 369	762 352	–	82 983
Transfers and subsidies	128 113 311	127 813 481	(299 830)	–
Payments for capital assets	6 698	17 811	–	11 113
Executive authority	Minister of Social Development			
Accounting officer	Director-General of Social Development			
Website address	www.dsd.gov.za			

### Aim

*Ensure protection against vulnerability by creating an enabling environment for the provision of a comprehensive, integrated and sustainable social development service.*

### 2014 national macro organisation of the state

In accordance with the reorganisation of some national departments announced by the President in May 2014, certain functions from the former Department of Women, Children and People with Disabilities have shifted to the Department of Social Development. These are the functions related to children and people with disabilities.

The Children's Rights and Responsibilities and Rights for People with Disabilities programmes from the former Department of Women, Children and People with Disabilities are taken over by the Department of Social Development. The functions for these programmes are to be performed by the Children and People with Disabilities subprogrammes within the Welfare Services Policy Development and Implementation Support programme.

### Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2014/15 as published in the 2014 ENE	Achieved in the first six months of 2014/15 (April to September)	Changed target for 2014/15
Total number of old age grant beneficiaries	Social Assistance	Outcome 7: Vibrant, equitable and sustainable rural communities with food security for all	3.1 million	3.0 million	–
Total number of war veterans grant beneficiaries	Social Assistance		305	367	–
Total number of disability grant beneficiaries	Social Assistance		1.1 million	1.1 million	–
Total number of child support grant beneficiaries	Social Assistance		11.2 million	11.4 million	–
Total number of foster care grant beneficiaries	Social Assistance		553 885	545 944	–
Total number of care dependency grant beneficiaries	Social Assistance		135 285	134 364	–
Total number of grant-in-aid beneficiaries	Social Assistance		82 290	92 820	–
Percentage of appeals adjudicated within a period of 90 days	Social Security Policy and Administration	Outcome 12: An efficient, effective and development oriented public service and an empowered, fair and inclusive citizenship	60% (1 200)	36% (513)	–
Number of social work scholarship graduates per year	Welfare Services Policy Development and Implementation Support		1 534	0	–

Indicator	Programme	Outcome	Annual performance		
			Projected for 2014/15 as published in the 2014 ENE	Achieved in the first six months of 2014/15 (April to September)	Changed target for 2014/15
Number of youth reached through loveLife as mPintshis (mPs) to implement social and behaviour change programmes	Welfare Services Policy Development and Implementation Support	Outcome 2: A long and healthy life for all South Africans	2 700	0 <sup>2</sup>	–
Number of youth reached through loveLife as ground breakers to implement social and behaviour change programmes	Welfare Services Policy Development and Implementation Support		540	0 <sup>2</sup>	–
Total number of registered early childhood development centres captured on the national database	Welfare Services Policy Development and Implementation Support	Outcome 1: Improved quality of basic education	23 178	23 827	–
Percentage of applications for registration as non-profit organisation processed within 2 months	Social Policy and Integrated Service Delivery	Outcome 12: An efficient, effective and development oriented public service and an empowered, fair and inclusive citizenship	95% (18 901)	98% (13 604)	–
Number of people accessing food through food security programmes each year	Social Policy and Integrated Service Delivery	Outcome 7: Vibrant, equitable and sustainable rural communities with food security for all	1 million	363 033	–

1. This is an annual target, with graduation taking place at the end of the calendar year.

2. This is an annual target, with youth training taking place in January 2015.

### Mid-year progress

By the end of September 2014, 16.24 million grant beneficiaries had been reached. The number of children receiving the child support grant has exceeded the annual target due to the South African Social Security Agency's outreach programme.

Providing social grant applicants with an opportunity to appeal the outcome of their application remains a priority for the department. As a result, 513 (36 per cent) social grant appeals cases were adjudicated within 90 days of receipt in the first six months of the financial year.

In an effort to meet the longer term target of registering 90 per cent of early childhood development centres by 2018, the department has exceeded its annual target and has 23 827 registered centres captured on the national database.

The department received a total of 13 940 applications for the registration of non-profit organisations and processed 13 604 of received applications (98 per cent) within two months, thus exceeding its annual target. The improved performance is largely attributed to additional funding received to increase the capacity for this function.

363 033 people have accessed food through the department's food security programme in the first six months of the year. The number of people fed will increase once the department has finalised the establishment of the provincial food distribution centres and the community nutrition development centres. The department will fast track the process to meet the annual target.

## Adjusted Estimates of National Expenditure 2014

Programme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Administration	275 065	-	-	8 500	3 851	-	-	12 351	287 416
Social Assistance	120 952 101	-	-	-	-	(250 000)	-	(250 000)	120 702 101
Social Security Policy and Administration	6 662 596	-	-	(45 300)	-	-	-	(45 300)	6 617 296
Welfare Services Policy Development and Implementation	586 450	-	-	23 550	29 915	-	-	53 465	639 915
Support Social Policy and Integrated Service Delivery	323 166	10 500	-	13 250	-	-	-	23 750	346 916
<b>Total</b>	<b>128 799 378</b>	<b>10 500</b>	<b>-</b>	<b>-</b>	<b>33 766</b>	<b>(250 000)</b>	<b>-</b>	<b>(205 734)</b>	<b>128 593 644</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>679 369</b>	<b>-</b>	<b>-</b>	<b>49 830</b>	<b>33 153</b>	<b>-</b>	<b>-</b>	<b>82 983</b>	<b>762 352</b>
Compensation of employees	355 829	-	-	1 900	18 379	-	-	20 279	376 108
Goods and services	323 540	-	-	47 930	14 774	-	-	62 704	386 244
<b>Transfers and subsidies</b>	<b>128 113 311</b>	<b>-</b>	<b>-</b>	<b>(49 830)</b>	<b>-</b>	<b>(250 000)</b>	<b>-</b>	<b>(299 830)</b>	<b>127 813 481</b>
Provinces and municipalities	29 000	-	-	-	-	-	-	-	29 000
Departmental agencies and accounts	7 009 926	-	-	(50 000)	-	-	-	(50 000)	6 959 926
Higher education institutions	400	-	-	1 800	-	-	-	1 800	2 200
Foreign governments and international organisations	3 260	-	-	399	-	-	-	399	3 659
Non-profit institutions	77 624	-	-	(2 029)	-	-	-	(2 029)	75 595
Households	120 993 101	-	-	-	-	(250 000)	-	(250 000)	120 743 101
<b>Payments for capital assets</b>	<b>6 698</b>	<b>10 500</b>	<b>-</b>	<b>-</b>	<b>613</b>	<b>-</b>	<b>-</b>	<b>11 113</b>	<b>17 811</b>
Buildings and other fixed structures	-	-	-	300	-	-	-	300	300
Machinery and equipment	6 243	10 500	-	(300)	613	-	-	10 813	17 056
Software and other intangible assets	455	-	-	-	-	-	-	-	455
<b>Total</b>	<b>128 799 378</b>	<b>10 500</b>	<b>-</b>	<b>-</b>	<b>33 766</b>	<b>(250 000)</b>	<b>-</b>	<b>(205 734)</b>	<b>128 593 644</b>

## Programme 1: Administration

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Ministry	24 949	-	-	5 000	-	-	-	5 000	29 949
Department Management	61 158	-	-	-	3 851	-	-	3 851	65 009
Corporate Management	94 672	-	-	2 500	-	-	-	2 500	97 172
Finance	53 854	-	-	1 000	-	-	-	1 000	54 854
Internal Audit	10 810	-	-	-	-	-	-	-	10 810
Office Accommodation	29 622	-	-	-	-	-	-	-	29 622
<b>Total</b>	<b>275 065</b>	<b>-</b>	<b>-</b>	<b>8 500</b>	<b>3 851</b>	<b>-</b>	<b>-</b>	<b>12 351</b>	<b>287 416</b>

**Programme 1: Administration (continued)**

Economic classification	2014/15								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
<b>Current payments</b>	<b>272 424</b>	–	–	<b>8 500</b>	<b>3 821</b>	–	–	<b>12 321</b>	<b>284 745</b>
Compensation of employees	152 651	–	–	1 900	3 301	–	–	5 201	157 852
Goods and services	119 773	–	–	6 600	520	–	–	7 120	126 893
<b>Payments for capital assets</b>	<b>2 641</b>	–	–	–	<b>30</b>	–	–	<b>30</b>	<b>2 671</b>
Machinery and equipment	2 186	–	–	–	30	–	–	30	2 216
Software and other intangible assets	455	–	–	–	–	–	–	–	455
<b>Total</b>	<b>275 065</b>	–	–	<b>8 500</b>	<b>3 851</b>	–	–	<b>12 351</b>	<b>287 416</b>

**Programme 2: Social Assistance**

Subprogramme	2014/15								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Old Age	49 821 677	–	–	(250 000)	–	(150 000)	–	(400 000)	49 421 677
War Veterans	5 802	–	–	–	–	–	–	–	5 802
Disability	18 957 448	–	–	–	–	–	–	–	18 957 448
Foster Care	5 950 660	–	–	–	–	(100 000)	–	(100 000)	5 850 660
Care Dependency	2 259 346	–	–	–	–	–	–	–	2 259 346
Child Support	43 428 252	–	–	–	–	–	–	–	43 428 252
Grant-in-Aid	277 081	–	–	–	–	–	–	–	277 081
Social Relief	251 835	–	–	250 000	–	–	–	250 000	501 835
<b>Total</b>	<b>120 952 101</b>	–	–	–	–	<b>(250 000)</b>	–	<b>(250 000)</b>	<b>120 702 101</b>
<b>Economic classification</b>									
<b>Transfers and subsidies</b>	<b>120 952 101</b>	–	–	–	–	<b>(250 000)</b>	–	<b>(250 000)</b>	<b>120 702 101</b>
Households	120 952 101	–	–	–	–	(250 000)	–	(250 000)	120 702 101
<b>Total</b>	<b>120 952 101</b>	–	–	–	–	<b>(250 000)</b>	–	<b>(250 000)</b>	<b>120 702 101</b>

**Programme 3: Social Security Policy and Administration**

Subprogramme	2014/15								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Social Security Policy Development	46 282	–	–	5 040	–	–	–	5 040	51 322
Appeals Adjudication	43 322	–	–	(300)	–	–	–	(300)	43 022
Social Grants Administration	6 492 173	–	–	(50 000)	–	–	–	(50 000)	6 442 173
Social Grants Fraud Investigations	75 416	–	–	–	–	–	–	–	75 416
Programme Management	5 403	–	–	(40)	–	–	–	(40)	5 363
<b>Total</b>	<b>6 662 596</b>	–	–	<b>(45 300)</b>	–	–	–	<b>(45 300)</b>	<b>6 617 296</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>92 391</b>	–	–	<b>3 112</b>	–	–	–	<b>3 112</b>	<b>95 503</b>
Compensation of employees	49 103	–	–	–	–	–	–	–	49 103
Goods and services	43 288	–	–	3 112	–	–	–	3 112	46 400
<b>Transfers and subsidies</b>	<b>6 568 889</b>	–	–	<b>(48 112)</b>	–	–	–	<b>(48 112)</b>	<b>6 520 777</b>
Departmental agencies and accounts	6 567 589	–	–	(50 000)	–	–	–	(50 000)	6 517 589
Higher education institutions	–	–	–	1 800	–	–	–	1 800	1 800
Foreign governments and international organisations	1 300	–	–	68	–	–	–	68	1 368
Non-profit institutions	–	–	–	20	–	–	–	20	20
<b>Payments for capital assets</b>	<b>1 316</b>	–	–	<b>(300)</b>	–	–	–	<b>(300)</b>	<b>1 016</b>
Machinery and equipment	1 316	–	–	(300)	–	–	–	(300)	1 016
<b>Total</b>	<b>6 662 596</b>	–	–	<b>(45 300)</b>	–	–	–	<b>(45 300)</b>	<b>6 617 296</b>

**Programme 4: Welfare Services Policy Development and Implementation Support**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Service Standards	23 473	-	-	5 800	-	-	-	5 800	29 273
Substance Abuse	62 713	-	-	-	-	-	-	-	62 713
Older Persons	13 663	-	-	9 500	-	-	-	9 500	23 163
People with Disabilities	10 425	-	-	-	18 365	-	-	18 365	28 790
Children	57 721	-	-	(100)	11 550	-	-	11 450	69 171
Families	8 137	-	-	(50)	-	-	-	(50)	8 087
Social Crime Prevention and Victim Empowerment	47 308	-	-	2 300	-	-	-	2 300	49 608
Youth	9 135	-	-	6 050	-	-	-	6 050	15 185
HIV and AIDS	79 433	-	-	(50)	-	-	-	(50)	79 383
Social Worker Scholarships	264 000	-	-	-	-	-	-	-	264 000
Programme Management	10 442	-	-	100	-	-	-	100	10 542
<b>Total</b>	<b>586 450</b>	<b>-</b>	<b>-</b>	<b>23 550</b>	<b>29 915</b>	<b>-</b>	<b>-</b>	<b>53 465</b>	<b>639 915</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>217 037</b>	<b>-</b>	<b>-</b>	<b>23 374</b>	<b>29 332</b>	<b>-</b>	<b>-</b>	<b>52 706</b>	<b>269 743</b>
Compensation of employees	90 653	-	-	-	15 078	-	-	15 078	105 731
Goods and services	126 384	-	-	23 374	14 254	-	-	37 628	164 012
<b>Transfers and subsidies</b>	<b>367 410</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>126</b>	<b>367 536</b>
Provinces and municipalities	29 000	-	-	-	-	-	-	-	29 000
Departmental agencies and accounts	264 000	-	-	-	-	-	-	-	264 000
Foreign governments and international organisations	272	-	-	500	-	-	-	500	772
Non-profit institutions	74 138	-	-	(374)	-	-	-	(374)	73 764
<b>Payments for capital assets</b>	<b>2 003</b>	<b>-</b>	<b>-</b>	<b>50</b>	<b>583</b>	<b>-</b>	<b>-</b>	<b>633</b>	<b>2 636</b>
Buildings and other fixed structures	-	-	-	300	-	-	-	300	300
Machinery and equipment	2 003	-	-	(250)	583	-	-	333	2 336
<b>Total</b>	<b>586 450</b>	<b>-</b>	<b>-</b>	<b>23 550</b>	<b>29 915</b>	<b>-</b>	<b>-</b>	<b>53 465</b>	<b>639 915</b>

**Programme 5: Social Policy and Integrated Service Delivery**

Subprogramme	2014/15								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
R thousand									
Social Policy Research and Development	5 243	-	-	-	-	-	-	-	5 243
Special Projects and Innovation	8 375	-	-	1 040	-	-	-	1 040	9 415
Population Policy Promotion	27 898	-	-	200	-	-	-	200	28 098
Registration and Monitoring of Non-Profit Organisations	31 054	-	-	-	-	-	-	-	31 054
Substance Abuse Advisory Services and Oversight	6 369	-	-	-	-	-	-	-	6 369
Community Development	62 856	10 500	-	12 010	-	-	-	22 510	85 366
National Development Agency	178 337	-	-	-	-	-	-	-	178 337
Programme Management	3 034	-	-	-	-	-	-	-	3 034
<b>Total</b>	<b>323 166</b>	<b>10 500</b>	<b>-</b>	<b>13 250</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 750</b>	<b>346 916</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>97 517</b>	<b>-</b>	<b>-</b>	<b>14 844</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14 844</b>	<b>112 361</b>
Compensation of employees	63 422	-	-	-	-	-	-	-	63 422
Goods and services	34 095	-	-	14 844	-	-	-	14 844	48 939

## Programme 5: Social Policy and Integrated Service Delivery (continued)

R thousand	2014/15							Adjusted appropriation	
	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		Total adjustments appropriation
<b>Transfers and subsidies</b>	<b>224 911</b>	–	–	(1 844)	–	–	–	(1 844)	<b>223 067</b>
Departmental agencies and accounts	178 337	–	–	–	–	–	–	–	178 337
Higher education institutions	400	–	–	–	–	–	–	–	400
Foreign governments and international organisations	1 688	–	–	(169)	–	–	–	(169)	1 519
Non-profit institutions	3 486	–	–	(1 675)	–	–	–	(1 675)	1 811
Households	41 000	–	–	–	–	–	–	–	41 000
<b>Payments for capital assets</b>	<b>738</b>	<b>10 500</b>	–	<b>250</b>	–	–	–	<b>10 750</b>	<b>11 488</b>
Machinery and equipment	738	10 500	–	250	–	–	–	10 750	11 488
<b>Total</b>	<b>323 166</b>	<b>10 500</b>	–	<b>13 250</b>	–	–	–	<b>23 750</b>	<b>346 916</b>

## Details of adjustments to the Estimates of National Expenditure 2014

## Roll-overs – R10.5 million

Programme 5: Social Policy and Integrated Service Delivery

R10.5 million has been rolled over to provide for the final phase of the setting up of provincial distribution centres and community nutrition development centres in all nine provinces for the implementation of the household food nutrition and security programme.

## Virements and shifts

## Programmes

- Administration
- Social Assistance
- Social Security Policy and Administration
- Welfare Services Policy Development and Implementation Support
- Social Policy and Integrated Service Delivery

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
<b>Programme 3</b>		<b>(52 100)</b>	<b>Programme 3</b>		<b>1 800</b>
Goods and services	Reduced spending on consultants, who were used less	(1 800)	Higher education institutions	Training and technical support in various social security research and policy initiatives <sup>1</sup>	1 800
Machinery and equipment	Unspent funds on office equipment in the appeals adjudication unit	(50)	<b>Programme 4</b>		<b>50</b>
			Buildings and other fixed structures	Establishment of green door facilities, where victims of crime and violence can access basic emotional containment services	50
	Unspent funds realised from office equipment in the appeals adjudication unit	(250)	<b>Programme 5</b>		<b>250</b>
			Machinery and equipment	Computer equipment and office furniture to support the population policy promotion unit	250
Departmental agencies and accounts	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(1 900)	<b>Programme 1</b>		<b>8 500</b>
			Compensation of employees	Remuneration of additional personnel in the new deputy-minister's office <sup>1</sup>	1 900
	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(6 600)	Goods and services	Travel and accommodation for ministerial outreach programmes, security services and funding shortfalls in the supply chain	6 600

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
			<b>Programme 3</b>		<b>5 000</b>
	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(4 912)	Goods and services	Travel, venue hire, catering and advertising for the social security summit	4 912
	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(68)	Foreign governments and international organisations	Increase in the exchange rate for the transfer payment to the International Social Security Association <sup>1</sup>	68
	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(20)	Non-profit institutions	Donation to Somerset West school for participation in the African Union expert consultation meeting <sup>1</sup>	20
			<b>Programme 4</b>		<b>23 500</b>
	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(23 000)	Goods and services	Travel, venue hire, advertising and catering for hosting of the Social Work Indaba, 16 Days of Activism for No Violence Against Women and Children, youth camps, and the Golden Games for older persons	23 000
	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(500)	Foreign governments and international organisations	Walvis Bay agreement <sup>1</sup>	500
			<b>Programme 5</b>		<b>13 000</b>
	Reduced transfer payment to the South African Social Security Agency due to its accumulated surplus <sup>2</sup>	(13 000)	Goods and services	Travel, venue and catering for the Mikondzo project for service delivery monitoring at ward level	13 000
Shifts within the programme as a percentage of the programme budget		0.1%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.7%</b>			
<b>Programme 4</b>		<b>(624)</b>	<b>Programme 4</b>		<b>624</b>
Machinery and equipment	Unspent funds on office equipment	(250)	Buildings and other fixed structures	Establishment of green door facilities, where victims of crime and violence can access basic emotional containment services	250
Non-profit institutions	Reallocation of funds for transfers to the National Association of People Living with HIV and AIDS due to non-compliance <sup>2</sup>	(374)	Goods and services	Training of home and community based care organisations	374
Shifts within the programme as a percentage of the programme budget		0.1%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.0%</b>			
<b>Programme 5</b>		<b>(2 106)</b>	<b>Programme 5</b>		<b>2 106</b>
Goods and services	Unspent funds due to fewer training sessions on population planning	(131)	Foreign governments and international organisations	Higher transfer payment to Partners in Population and Development due to the depreciation of the Rand <sup>1</sup>	131
Foreign governments and international organisations	Unspent funds due to the partnership with the Organisation for Economic Cooperation and Development coming to an end <sup>2</sup>	(300)	Goods and services	Travel, venues and catering for departmental community outreach programmes	300
Non-profit institutions	Reallocation of funds for transfers to the National Association of People Living with HIV and AIDS and the National Association of Burial Societies of South Africa due to non-compliance <sup>2</sup>	(1 675)	Goods and services	Travel, venues and catering for the training of community based organisations and for the community mobilisation programme	1 675
Shifts within the programme as a percentage of the programme budget		0.7%			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>0.0%</b>			
<b>Total</b>		<b>(54 830)</b>			<b>54 830</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).

### Funds shifted between votes following the transfer of a function – R33.766 million

In accordance with the national macro organisation of the state, funds for the following functions have been transferred from the former Department of Women, Children and People with Disabilities:

Programme 1: Administration – R3.851 million

R3.851 million has been transferred from the former Department of Women, Children and People with Disabilities to fund personnel and operational costs related to the additional core functions being transferred.

Programme 4: Welfare Services Policy Development and Implementation Support – R29.915 million

The Children's Rights and Responsibilities and Rights of People with Disabilities programmes have been shifted from the former Department of Women, Children and People with Disabilities to the Department of Social Development. R11.550 million has been shifted to the Children subprogramme and R18.365 million has been shifted to the People with Disabilities subprogramme.

### Declared unspent funds – R250 million

Programme 2: Social Assistance

Savings of R250 million on social grants have been declared due to a slower than anticipated increase in the number of newly eligible old age grant beneficiaries as a result of the means test adjustment.

### Expenditure outcome for 2013/14 and actual expenditure for 2014/15

Programme	2013/14					2014/15				
	Audited outcome					Actual expenditure				
R thousand	Adjusted appropriation	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation	Apr 13 - Mar 14	Apr 13 - Mar 14 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted appropriation	
Administration	270 443	135 907	50.3	265 226	98.1	287 416	0.2	150 215	52.3	
Social Assistance	111 006 841	56 535 637	50.9	109 596 591	98.7	120 702 101	93.9	59 324 136	49.1	
Social Security	6 394 015	3 179 637	49.7	6 376 560	99.7	6 617 296	5.1	3 315 048	50.1	
Policy and Administration										
Welfare Services	577 653	275 627	47.7	566 392	98.1	639 915	0.5	287 221	44.9	
Policy Development and Implementation Support										
Social Policy and Integrated Service Delivery	289 731	143 930	49.7	304 482	105.1	346 916	0.3	229 041	66.0	
<b>Total</b>	<b>118 538 683</b>	<b>60 270 738</b>	<b>50.8</b>	<b>117 109 251</b>	<b>98.8</b>	<b>128 593 644</b>	<b>100.0</b>	<b>63 305 661</b>	<b>49.2</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>684 983</b>	<b>314 165</b>	<b>45.9</b>	<b>679 513</b>	<b>99.2</b>	<b>762 352</b>	<b>0.6</b>	<b>334 848</b>	<b>43.9</b>	
Compensation of employees	345 475	163 101	47.2	337 813	97.8	376 108	0.3	183 825	48.9	
Goods and services	339 508	151 064	44.5	341 700	100.6	386 244	0.3	151 023	39.1	
<b>Transfers and subsidies</b>	<b>117 846 780</b>	<b>59 953 677</b>	<b>50.9</b>	<b>116 413 348</b>	<b>98.8</b>	<b>127 813 481</b>	<b>99.4</b>	<b>62 969 643</b>	<b>49.3</b>	
Departmental agencies and accounts	6 732 761	3 386 074	50.3	6 732 761	100.0	6 959 926	5.4	3 614 945	51.9	
Higher education institutions	–	–	0.0	–	0.0	2 200	0.0	1 800	81.8	
Foreign governments and international organisations	2 881	2 654	92.1	2 897	100.6	3 659	0.0	81	2.2	
Non-profit institutions	73 297	29 143	39.8	89 884	122.6	75 595	0.1	26 918	35.6	
Households	111 037 841	56 535 806	50.9	109 587 806	98.7	120 743 101	93.9	59 325 899	49.1	



R thousand	2013/14 Audited outcome					2014/15 Actual expenditure			
	Adjusted appropriation	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation	Apr 13 - Mar 14	Apr 13 - Mar 14 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted appropriation
<b>Payments for capital assets</b>	6 920	2 896	41.8	6 726	97.2	17 811	0.0	1 170	6.6
Machinery and equipment	6 515	2 515	38.6	5 235	80.4	17 056	0.0	1 160	6.8
Software and other intangible assets	405	381	94.1	1 491	368.1	455	0.0	10	2.2
<b>Payments for financial assets</b>	–	–	0.0	9 664	0.0	–	0.0	–	0.0
<b>Total</b>	<b>118 538 683</b>	<b>60 270 738</b>	<b>50.8</b>	<b>117 109 251</b>	<b>98.8</b>	<b>128 593 644</b>	<b>100.0</b>	<b>63 305 661</b>	<b>49.2</b>

### Expenditure trends for the first half of 2014/15

Total expenditure in 2013/14 was 98.8 per cent of the 2013/14 adjusted appropriation. Expenditure in the first six months of 2014/15 was R63.306 billion, or 49.2 per cent of the adjusted appropriation of R128.594 billion for the year. In comparison, mid-year expenditure in 2013/14 was R60.271 billion, or 50.8 per cent of the 2013/14 adjusted appropriation. Compared to the first six months of 2013/14, expenditure over the same period in 2014/15 increased by R3.035 billion, or 5.0 per cent. This was mainly due to increases in the value of social grants to keep them in line with inflation, as well as additional social grant beneficiaries.

### Departmental receipts

R thousand	2013/14 Audited outcome					2014/15 Actual receipts				
	Adjusted estimate	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate	Apr 13 - Mar 14	Apr 13 - Mar 14 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 14 - Sep 14	Apr 14 - Sep 14 % of adjusted estimate
<b>Departmental receipts</b>	<b>7 964</b>	<b>540</b>	<b>6.8</b>	<b>88 996</b>	<b>1 117.5</b>	<b>17 991</b>	<b>18 000</b>	<b>100.0</b>	<b>363</b>	<b>2.0</b>
Sales of goods and services produced by department	233	119	51.1	2	0.9	225	234	1.3	128	54.7
Sales of scrap, waste, arms and other used current goods	4	–	0.0	–	0.0	5	5	0.0	1	20.0
Interest, dividends and rent on land	2 647	115	4.3	9 415	355.7	2 649	2 649	14.7	20	0.8
Sales of capital assets	–	–	0.0	192	0.0	–	–	0.0	–	0.0
Transactions in financial assets and liabilities	5 080	306	6.0	79 387	1 562.7	15 112	15 112	84.0	214	1.4
<b>Total</b>	<b>7 964</b>	<b>540</b>	<b>6.8</b>	<b>88 996</b>	<b>1 117.5</b>	<b>17 991</b>	<b>18 000</b>	<b>100.0</b>	<b>363</b>	<b>2.0</b>

### Revenue trends for the first half of 2014/15

Revenue in the first six months of 2014/15 was R363 000, or 2 per cent of the adjusted revenue estimate of R18 million for the year. In comparison, mid-year revenue in 2013/14 was R540 000, or 6.8 per cent of the 2013/14 adjusted estimate. Compared to the first six months of 2013/14, revenue over the same period in 2014/15 decreased by R177 000, or 32.8 per cent. This was mainly due to a reduction in interest earned from social grant payments to the payment contractor and fewer funds recovered from grant debtors. The department and the South African Social Security Agency are increasing their efforts to recover social grant debt through a focused debt recovery programme as well as reviewing their processes to ensure that all interest accrued on social grants is collected.

## Changes to transfers and subsidies, including conditional grants

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

R thousand	2014/15							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
<b>Social Assistance Households</b>								
<b>Social benefits</b>								
<b>Current</b>	<b>56 024 172</b>	-	-	-	<b>(250 000)</b>	-	<b>(250 000)</b>	<b>55 774 172</b>
Old age	49 821 677	-	-	(250 000)	(150 000)	-	(400 000)	49 421 677
Foster care	5 950 660	-	-	-	(100 000)	-	(100 000)	5 850 660
Social relief	251 835	-	-	250 000	-	-	250 000	501 835
<b>Social Security Policy and Administration</b>								
<b>Departmental agencies and accounts</b>								
<b>Departmental agencies (non-business entities)</b>								
<b>Current</b>	<b>6 567 589</b>	-	-	<b>(50 000)</b>	-	-	<b>(50 000)</b>	<b>6 517 589</b>
South African Social Security Agency	6 567 589	-	-	(50 000)	-	-	(50 000)	6 517 589
<b>Higher education institutions</b>								
<b>Current</b>	-	-	-	<b>1 800</b>	-	-	<b>1 800</b>	<b>1 800</b>
University of Witwatersrand: Research	-	-	-	1 800	-	-	1 800	1 800
<b>Foreign governments and international organisations</b>								
<b>Current</b>	<b>1 250</b>	-	-	<b>68</b>	-	-	<b>68</b>	<b>1 318</b>
International Social Security Association	1 250	-	-	68	-	-	68	1 318
<b>Non-profit institutions</b>								
<b>Current</b>	-	-	-	<b>20</b>	-	-	<b>20</b>	<b>20</b>
Gifts and donations	-	-	-	20	-	-	20	20
<b>Welfare Services Policy</b>								
<b>Development and Implementation Support</b>								
<b>Foreign governments and international organisations</b>								
<b>Current</b>	-	-	-	<b>500</b>	-	-	<b>500</b>	<b>500</b>
Walvis Bay	-	-	-	500	-	-	500	500
<b>Non-profit institutions</b>								
<b>Current</b>	<b>374</b>	-	-	<b>(374)</b>	-	-	<b>(374)</b>	-
National Association of People Living with HIV and AIDS	374	-	-	(374)	-	-	(374)	-
<b>Social Policy and Integrated Service Delivery</b>								
<b>Foreign governments and international organisations</b>								
<b>Current</b>	<b>840</b>	-	-	<b>(169)</b>	-	-	<b>(169)</b>	<b>671</b>
Organisation for Economic Corporation and Development	300	-	-	(300)	-	-	(300)	-
Partners in Population and Development	540	-	-	131	-	-	131	671
<b>Non-profit institutions</b>								
<b>Current</b>	<b>1 675</b>	-	-	<b>(1 675)</b>	-	-	<b>(1 675)</b>	-
National Association of Burial Societies of South Africa	1 113	-	-	(1 113)	-	-	(1 113)	-
National Association of People Living with HIV and AIDS	562	-	-	(562)	-	-	(562)	-