

Water and Sanitation

Adjusted budget summary

R thousand	2014/15			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	–	13 647 401	–	13 647 401
of which:				
Current payments	–	3 058 458	–	3 058 458
Transfers and subsidies	–	4 563 949	–	4 563 949
Payments for capital assets	–	6 024 994	–	6 024 994
Executive authority	Minister of Water and Sanitation			
Accounting officer	Acting Director-General of Water and Sanitation			
Website address	www.dwa.gov.za			

Aim

Ensure the availability and supply of water at national level, facilitate equitable and sustainable social and economic development, and ensure the universal and efficient supply of water services and sanitation at local level.

2014 national macro organisation of the state

In accordance with the reorganisation of some national departments announced by the President in May 2014, the new Department of Water and Sanitation undertakes all the water functions from the previous Department of Water Affairs, and the sanitation functions from the Department of Human Settlements.

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
Number of new reconciliation strategies developed to ensure water security per year	Water Sector Management	Outcome 6: An efficient, competitive and responsive economic infrastructure network	3	0	–
Total number of gauging sites monitored	Water Sector Management	Outcome 10: Environmental assets and natural resources that are valued, protected and continually enhanced	500	500	–
Number of additional people provided with access to water per year	Regional Implementation and Support	Outcome 9: A responsive, accountable, effective and efficient local government system	1 million	591 405	–
Number of new bulk infrastructure schemes completed per year	Regional Implementation and Support	Outcome 6: An efficient, competitive and responsive economic infrastructure network	8	4	–
Number of rainwater harvesting tanks installed for access to water and food production per year	Regional Implementation and Support	Outcome 9: A responsive, accountable, effective and efficient local government system	1 790	474	–
Number of additional resource poor farmers supported with access to water per year	Regional Implementation and Support	Outcome 7: Vibrant, equitable and sustainable rural communities with food security for all	744	526	–
Number of municipalities supported to implement water conservation and water demand management per year	Regional Implementation and Support	Outcome 9: A responsive, accountable, effective and efficient local government system	35	33	–
Percentage completion on project Greater Letaba river water resources project: (raising of Tzaneen Dam)	Regional Implementation and Support	Outcome 6: An efficient, competitive and responsive economic infrastructure network	55%	23%	35%

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 wastewater treatment collector systems assessed for compliance with effluent standards	Water Sector Regulation	Outcome 10: Environmental assets and natural resources that are well protected and continually enhanced	1 028	224	-
Total number of water treatment supply systems assessed for compliance with drinking water quality standards	Water Sector Regulation		1 084	63	-
Number of strategic new partnerships established with countries in Africa per year	International Water Cooperation	Outcome 11: Create a better South Africa and contribute to a better and safer Africa and world	2	0	-
Number of additional households provided with onsite sanitation in rural areas per year	Regional Implementation and Support	Outcome 9: A responsive, accountable, effective and efficient local government system	11 858	6 138	12 569
Number of additional bucket sanitation systems removed from households per year	Regional Implementation and Support		131 092	16 988	88 127

Changes to indicators and targets published in the 2014 ENE

In an error in the wording of the performance indicator for the percentage of completion on the Greater Letaba river water resources project (the raising of Tzaneen Dam) when the 2014 ENE was compiled, the target of 55 per cent was set instead of 35 per cent. The indicator and the target have been corrected to reflect this, as published in the tabled 2014/15 annual performance plan of the department. The sanitation services function was shifted to the Department of Water and Sanitation from the Department of Human Settlements during the course of the year and the targets have subsequently been revised.

Mid-year progress

The department had planned to complete 3 reconciliation strategies: Luvuvhu-Letaba, Orange-Senqu River Basin Commission and Richards Bay. As delays were experienced in initiating the Richards Bay reconciliation strategy, only the Luvuvhu-Letaba and Orange-Senqu River Basin Commission will be completed in 2014/15. The Richards Bay strategy will be completed in 2015/16.

The total number of wastewater treatment collector systems assessed for compliance with effluent standards was lower than anticipated, due to limited participation by private institutions.

Through the municipal water infrastructure grant, up to 591 405 additional people were provided with interim / intermediate access to water within the 24 priority district municipalities.

526 resource poor farmers were assisted with various support packages in a number of provinces. 48 beneficiaries in North West were allocated with water, while 54 beneficiaries were provided with water pumps in Mpumalanga. In the Western Cape; 114 beneficiaries were provided with subsidies on water use charges, while in KwaZulu-Natal 306 beneficiaries were supported with bulk water infrastructure and subsidies on water use charges. 474 rainwater harvesting tanks were installed in Mpumalanga, Limpopo, Eastern Cape, Northern Cape, KwaZulu-Natal and in Western Cape. The rainwater harvesting tanks play a functional role of providing access to water and supporting food production, thus alleviating malnourishment within the respective households.

33 municipalities were supported in implementing water conservation and demand management. The success in the implementation of the water conservation programme is due to the department's effective demand management.

Regarding the construction of the Greater Letaba river water resources project, the design and drawings working document and the application for the emergency environmental management plan are being developed. In addition, the acquisition of land and the procurement of mechanical material are also in progress. Work is under way to finalise the establishment of the Sao-Tome and Principe strategic partnership following the feasibility study conducted in July 2014. The draft areas of cooperation to establish the Burundi strategic partnership will be finalised by the end of 2014/15.

Adjusted Estimates of National Expenditure 2014

Programme	2014/15							Adjusted appropriation	
	Main appropriation	Adjustments appropriation					Total adjustments appropriation		
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds		Other adjustments	
Administration	-	4 000	-	-	1 026 430	-	-	1 030 430	1 030 430
Water Sector Management	-	-	-	-	546 822	-	-	546 822	546 822
Water Infrastructure Management	-	-	-	-	2 919 422	-	-	2 919 422	2 919 422
Regional Implementation and Support	-	20 021	34 600	-	8 886 489	-	-	8 941 110	8 941 110
Water Sector Regulation	-	4 661	-	-	172 500	-	-	177 161	177 161
International Water Cooperation	-	-	-	-	32 456	-	-	32 456	32 456
Total	-	28 682	34 600	-	13 584 119	-	-	13 647 401	13 647 401
Economic classification									
Current payments	-	4 661	-	(6 721)	3 060 518	-	-	3 058 458	3 058 458
Compensation of employees	-	-	-	(13 207)	1 401 239	-	-	1 388 032	1 388 032
Goods and services	-	4 661	-	6 486	1 659 139	-	-	1 670 286	1 670 286
Interest and rent on land	-	-	-	-	140	-	-	140	140
Transfers and subsidies	-	1 458	-	991	4 561 500	-	-	4 563 949	4 563 949
Provinces and municipalities	-	1 458	-	377	1 031 872	-	-	1 033 707	1 033 707
Departmental agencies and accounts	-	-	-	-	2 737 823	-	-	2 737 823	2 737 823
Foreign governments and international organisations	-	-	-	-	185 186	-	-	185 186	185 186
Public corporations and private enterprises	-	-	-	-	580 000	-	-	580 000	580 000
Non-profit institutions	-	-	-	-	1 511	-	-	1 511	1 511
Households	-	-	-	614	25 108	-	-	25 722	25 722
Payments for capital assets	-	22 563	34 600	5 730	5 962 101	-	-	6 024 994	6 024 994
Buildings and other fixed structures	-	18 563	34 600	-	5 873 838	-	-	5 927 001	5 927 001
Machinery and equipment	-	4 000	-	5 730	82 105	-	-	91 835	91 835
Software and other intangible assets	-	-	-	-	6 158	-	-	6 158	6 158
Total	-	28 682	34 600	-	13 584 119	-	-	13 647 401	13 647 401

Programme 1: Administration

Subprogramme	2014/15							Adjusted appropriation	
	Main appropriation	Adjustments appropriation					Total adjustments appropriation		
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds		Other adjustments	
Ministry	-	-	-	-	49 493	-	-	49 493	49 493
Departmental Management	-	-	-	(511)	53 094	-	-	52 583	52 583
Internal Audit	-	-	-	-	26 439	-	-	26 439	26 439
Corporate Services	-	4 000	-	511	431 502	-	-	436 013	436 013
Financial Management	-	-	-	-	154 127	-	-	154 127	154 127
Office Accommodation	-	-	-	-	311 775	-	-	311 775	311 775
Total	-	4 000	-	-	1 026 430	-	-	1 030 430	1 030 430

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									
Current payments	-	-	-	(12)	987 929	-	-	987 917	987 917
Compensation of employees	-	-	-	(12)	362 447	-	-	362 435	362 435
Goods and services	-	-	-	-	625 482	-	-	625 482	625 482
Transfers and subsidies	-	-	-	12	17 238	-	-	17 250	17 250
Departmental agencies and accounts	-	-	-	-	2 645	-	-	2 645	2 645
Non-profit institutions	-	-	-	-	900	-	-	900	900
Households	-	-	-	12	13 693	-	-	13 705	13 705
Payments for capital assets	-	4 000	-	-	21 263	-	-	25 263	25 263
Machinery and equipment	-	4 000	-	-	17 467	-	-	21 467	21 467
Software and other intangible assets	-	-	-	-	3 796	-	-	3 796	3 796
Total	-	4 000	-	-	1 026 430	-	-	1 030 430	1 030 430

Programme 2: Water Sector Management

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									
Policy and Planning	-	-	-	-	6 344	-	-	6 344	6 344
Management and Support	-	-	-	(500)	159 049	-	-	158 549	158 549
Integrated Planning	-	-	-	920	21 488	-	-	22 408	22 408
Policy and Strategy	-	-	-	7 580	68 639	-	-	76 219	76 219
Water Services and Local	-	-	-	-	-	-	-	-	-
Water Management	-	-	-	(6 000)	65 308	-	-	59 308	59 308
Water Ecosystem	-	-	-	-	222 304	-	-	222 304	222 304
Water Information Management	-	-	-	(2 000)	3 690	-	-	1 690	1 690
Water Use Authorisation and Enabling	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	546 822	-	-	546 822	546 822
Economic classification									
Current payments	-	-	-	(770)	501 758	-	-	500 988	500 988
Compensation of employees	-	-	-	(845)	219 719	-	-	218 874	218 874
Goods and services	-	-	-	75	282 039	-	-	282 114	282 114
Transfers and subsidies	-	-	-	-	26	-	-	26	26
Provinces and municipalities	-	-	-	-	3	-	-	3	3
Non-profit institutions	-	-	-	-	23	-	-	23	23
Payments for capital assets	-	-	-	770	45 038	-	-	45 808	45 808
Buildings and other fixed structures	-	-	-	-	28 500	-	-	28 500	28 500
Machinery and equipment	-	-	-	770	16 040	-	-	16 810	16 810
Software and other intangible assets	-	-	-	-	498	-	-	498	498
Total	-	-	-	-	546 822	-	-	546 822	546 822

Programme 3: Water Infrastructure Management

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									
Infrastructure Development and Rehabilitation	-	-	-	-	2 755 177	-	-	2 755 177	2 755 177
Operation of Water Resources	-	-	-	-	164 245	-	-	164 245	164 245
Total	-	-	-	-	2 919 422	-	-	2 919 422	2 919 422

Programme 3: Water Infrastructure Management (continued)

Economic classification		2014/15							Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation		
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds		Other adjustments	
Transfers and subsidies	-	-	-	-	2 919 422	-	-	2 919 422	2 919 422
Departmental agencies and accounts	-	-	-	-	2 735 154	-	-	2 735 154	2 735 154
Foreign governments and international organisations	-	-	-	-	184 268	-	-	184 268	184 268
Total	-	-	-	-	2 919 422	-	-	2 919 422	2 919 422

Programme 4: Regional Implementation and Support

Subprogramme		2014/15							Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation		
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds		Other adjustments	
Regional Management and Support	-	-	-	(6 421)	8 526	-	-	2 105	2 105
Water Sector Support	-	1 458	34 600	(763)	1 513 038	-	-	1 548 333	1 548 333
Water Use Regulation	-	-	-	28 404	342 240	-	-	370 644	370 644
Institutional Establishment	-	-	-	(20 735)	58 621	-	-	37 886	37 886
Regional Bulk	-	18 563	-	-	4 656 012	-	-	4 674 575	4 674 575
Transfer of Water Schemes	-	-	-	(15 308)	612 864	-	-	597 556	597 556
Support Services	-	-	-	4 823	379 432	-	-	384 255	384 255
Water Services Projects	-	-	-	-	202 233	-	-	202 233	202 233
Integrated Catchment Management	-	-	-	-	8 736	-	-	8 736	8 736
Water Use Authorisation and Administration	-	-	-	10 000	1 000	-	-	11 000	11 000
National Sanitation Services	-	-	-	-	1 103 787	-	-	1 103 787	1 103 787
Total	-	20 021	34 600	-	8 886 489	-	-	8 941 110	8 941 110
Economic classification									
Current payments	-	-	-	(5 939)	1 368 915	-	-	1 362 976	1 362 976
Compensation of employees	-	-	-	(6 338)	699 878	-	-	693 540	693 540
Goods and services	-	-	-	399	669 037	-	-	669 436	669 436
Transfers and subsidies	-	1 458	-	979	1 623 893	-	-	1 626 330	1 626 330
Provinces and municipalities	-	1 458	-	377	1 031 869	-	-	1 033 704	1 033 704
Departmental agencies and accounts	-	-	-	-	21	-	-	21	21
Public corporations and private enterprises	-	-	-	-	580 000	-	-	580 000	580 000
Non-profit institutions	-	-	-	-	588	-	-	588	588
Households	-	-	-	602	11 415	-	-	12 017	12 017
Payments for capital assets	-	18 563	34 600	4 960	5 893 681	-	-	5 951 804	5 951 804
Buildings and other fixed structures	-	18 563	34 600	-	5 845 338	-	-	5 898 501	5 898 501
Machinery and equipment	-	-	-	4 960	46 479	-	-	51 439	51 439
Software and other intangible assets	-	-	-	-	1 864	-	-	1 864	1 864
Total	-	20 021	34 600	-	8 886 489	-	-	8 941 110	8 941 110

Programme 5: Water Sector Regulation

Subprogramme		2014/15							Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation		
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds		Other adjustments	
Regulation Management and Support	-	-	-	1 700	6 952	-	-	8 652	8 652
Economic and Social Regulation	-	-	-	(2 200)	6 140	-	-	3 940	3 940
Water Use Authorisation	-	-	-	(4 232)	14 670	-	-	10 438	10 438
Water Supply Services and Sanitation Regulations	-	4 661	-	6 670	23 905	-	-	35 236	35 236
Water Resource Regulation	-	-	-	-	33 757	-	-	33 757	33 757
Compliance Monitoring	-	-	-	(2 014)	19 393	-	-	17 379	17 379
Enforcement	-	-	-	76	16 697	-	-	16 773	16 773
Institutional Oversight	-	-	-	-	50 986	-	-	50 986	50 986
Total	-	4 661	-	-	172 500	-	-	177 161	177 161

Programme 5: Water Sector Regulation (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									
Current payments	-	4 661	-	-	171 204	-	-	175 865	175 865
Compensation of employees	-	-	-	(5 157)	96 441	-	-	91 284	91 284
Goods and services	-	4 661	-	5 157	74 687	-	-	84 505	84 505
Interest and rent on land	-	-	-	-	76	-	-	76	76
Payments for capital assets	-	-	-	-	1 296	-	-	1 296	1 296
Machinery and equipment	-	-	-	-	1 296	-	-	1 296	1 296
Total	-	4 661	-	-	172 500	-	-	177 161	177 161

Programme 6: International Water Cooperation

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									
International Relation Management and Support	-	-	-	(2 832)	8 165	-	-	5 333	5 333
Africa Cooperation	-	-	-	-	11 457	-	-	11 457	11 457
Global Cooperation	-	-	-	2 832	12 834	-	-	15 666	15 666
Total	-	-	-	-	32 456	-	-	32 456	32 456
Economic classification									
Current payments	-	-	-	-	30 712	-	-	30 712	30 712
Compensation of employees	-	-	-	(855)	22 754	-	-	21 899	21 899
Goods and services	-	-	-	855	7 894	-	-	8 749	8 749
Interest and rent on land	-	-	-	-	64	-	-	64	64
Transfers and subsidies	-	-	-	-	921	-	-	921	921
Departmental agencies and accounts	-	-	-	-	3	-	-	3	3
Foreign governments and international organisations	-	-	-	-	918	-	-	918	918
Payments for capital assets	-	-	-	-	823	-	-	823	823
Machinery and equipment	-	-	-	-	823	-	-	823	823
Total	-	-	-	-	32 456	-	-	32 456	32 456

Details of adjustments to the Estimates of National Expenditure 2014**Roll-overs – R28.682 million**

Programme 1: Administration

R4 million has been rolled over for the upgrading of data storage infrastructure.

Programme 4: Regional Implementation and Support

R18.563 million has been rolled over for regional bulk water infrastructure.

R1.458 million has been rolled over for the municipal water infrastructure grant.

Programme 5: Water Sector Regulation

R4.661 million has been rolled over for scientific and technical support in relation to drinking water quality, waste water and water use efficiency.

Unforeseeable and unavoidable expenditure – R34.6 million

Programme 4: Regional Implementation and Support

R15 million has been allocated for an emergency intervention to provide 16 additional boreholes to augment water supply in 59 villages in Limpopo and in the town of Giyani in the same province.

R19.6 million has been allocated for the Bloemhof waste water treatment works that require urgent repair and upgrading following a raw sewerage leakage.

Virements and shifts

Programmes					
1. Administration					
2. Water Sector Management					
3. Water Infrastructure Management					
4. Regional Implementation and Support					
5. Water Sector Regulation					
6. International Water Cooperation					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(12)	Programme 1		12
Compensation of employees	Movement of personnel	(12)	Households	Movement of personnel	12
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(1 615)	Programme 2		1 615
Goods and services	Cost containment measures effected on various items	(770)	Machinery and equipment	Furniture and equipment for newly appointed officials and defrayment of over-expenditure on capital assets	770
Compensation of employees	Vacant posts	(845)	Goods and services	International travel; office furniture and equipment; information system application development maintenance and support	845
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 4		(17 230)	Programme 4		17 230
Goods and services	Unspent funds from vacant posts, office furniture and equipment due to departmental restructuring	(3 870)	Compensation of employees	Contractual workers for water use licensing	3 870
	Vacant posts and staff resignations due to departmental restructuring	(602)	Households	Leave gratuities	602
	Reallocation of funds from consultant and professional services: business and advisory services	(1 973)	Machinery and equipment	Hydro measurement equipment and other machinery and equipment for the licensing of water use in all 9 provinces	1 973
	Unspent funds from vacant posts, office furniture and equipment due to departmental restructuring	(377)	Provinces and municipalities	Municipal rates, and taxes and vehicle licences	377
Compensation of employees	Vacant posts	(7 221)	Goods and services	Consultants and professional services for strengthening the regulatory functions in all 9 provinces	7 221
	Vacant posts	(3 087)	Machinery and equipment	Hydro measurement equipment and photocopier	3 087
Machinery and equipment	Reallocation of funds from office furniture that costs more than the R5 000 threshold	(100)	Compensation of employees	New organisational structure	100
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 5		(5 157)	Programme 5		5 157
Compensation of employees	Vacant posts	(5 157)	Goods and services	Blue drop and green drop project	5 157
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 6		(855)	Programme 6		855
Compensation of employees	Vacant posts	(855)	Goods and services	Travel, accommodation and communication services	855
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Total		(24 869)			24 869

Funds shifted between votes following the transfer of a function – R13.584 billion

In accordance with the national macro organisation of the state, funds for the sanitation function have been transferred from the Department of Human Settlements:

Programme 4: Regional Implementation and Support

R1.104 billion

In accordance with the national macro organisation of the state, funds for the following functions have been transferred from the former Department of Water Affairs:

Programme 1: Administration

R1.026 billion

Programme 2: Water Sector Management

R597.808 million

Programme 3: Water Infrastructure Management

R2.919 billion

Programme 4: Regional Implementation and Support

R7.782 billion

Programme 5: Water Sector Regulation

R121.514 million

Programme 6: International Water Cooperation

R32.456 million

Funds shifted within a vote following a function shift – R50.986 million

Programme 5: Water Sector Regulation

R50.986 million has been received from the Water Sector Management programme to ensure alignment to the departmental structural arrangements following the shift of the Institutional Oversight subprogramme to this programme.

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

Programme	2013/14 Audited outcome					2014/15 Actual expenditure				
	Adjusted appropriation	Apr 13 - Sep 13	adjusted % of appropriation	Apr 13 - Mar 14	adjusted % of appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 14 - Sep 14	adjusted % of appropriation	
R thousand										
Administration	978 606	448 943	45.9	907 440	92.7	1 030 430	7.6	425 093	41.3	
Water Sector Management	517 366	255 512	49.4	530 827	102.6	546 822	4.0	227 690	41.6	
Water Infrastructure Management	2 565 203	1 035 931	40.4	2 558 847	99.8	2 919 422	21.4	773 797	26.5	
Regional Implementation and Support	6 451 303	2 056 845	31.9	6 389 899	99.0	8 941 110	65.5	2 080 219	23.3	
Water Sector Regulation	117 691	40 621	34.5	92 023	78.2	177 161	1.3	44 873	25.3	
International Water Cooperation	25 413	12 709	50.0	26 880	105.8	32 456	0.2	13 973	43.1	
Total	10 655 582	3 850 561	36.1	10 505 916	98.6	13 647 401	100.0	3 565 645	26.1	

Economic classification	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	
Current payments	2 779 563	1 194 866	43.0	2 517 106	90.6	3 058 458	22.4	1 177 213	38.5	
Compensation of employees	1 217 427	563 851	46.3	1 139 732	93.6	1 388 032	10.2	628 526	45.3	
Goods and services	1 561 916	626 529	40.1	1 377 316	88.2	1 670 286	12.2	548 671	32.8	
Interest and rent on land	220	4 486	2039.1	58	26.4	140	0.0	16	11.4	
Transfers and subsidies	4 024 833	1 316 456	32.7	4 020 663	99.9	4 563 949	33.4	1 230 075	27.0	
Provinces and municipalities	1 130 827	195 346	17.3	1 129 494	99.9	1 033 707	7.6	184 125	17.8	
Departmental agencies and accounts	2 431 547	945 755	38.9	2 437 071	100.2	2 737 823	20.1	652 585	23.8	
Foreign governments and international organisations	188 624	118 557	62.9	182 254	96.6	185 186	1.4	121 715	65.7	
Public corporations and private enterprises	250 000	47 020	18.8	244 161	97.7	580 000	4.2	256 237	44.2	
Non-profit institutions	740	3	0.4	1 181	159.6	1 511	0.0	827	54.7	
Households	23 095	9 775	42.3	26 502	114.8	25 722	0.2	14 586	56.7	
Payments for capital assets	3 851 186	1 334 753	34.7	3 916 040	101.7	6 024 994	44.1	1 158 324	19.2	
Buildings and other fixed structures	3 742 616	1 316 439	35.2	3 859 681	103.1	5 926 658	43.4	1 123 711	19.0	
Machinery and equipment	100 929	16 703	16.5	55 678	55.2	92 178	0.7	26 329	28.6	
Software and other intangible assets	7 641	1 611	21.1	681	8.9	6 158	0.0	8 284	134.5	
Payments for financial assets	-	4 486	0.0	52 107	0.0	-	0.0	33	0.0	
Total	10 655 582	3 850 561	36.1	10 505 916	98.6	13 647 401	100.0	3 565 645	26.1	

Expenditure trends for the first half of 2014/15

Total expenditure in 2013/14 was 98.6 per cent of the 2013/14 adjusted appropriation. Expenditure in the first six months of 2014/15 was R3.566 billion, or 26.1 per cent of the adjusted appropriation of R13.647 billion for the year. In comparison, mid-year expenditure in 2013/14 was R3.851 billion, or 36.1 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 decreased by R284.916 million, or 7.4 per cent. This was mainly due to delays in the implementation of the new organisational structure, which further delayed the processing of payments and the filling of vacant positions within the department across all programmes.

Departmental receipts

Economic classification	2013/14					2014/15				
	Audited outcome					Actual receipts				
R thousand	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
Departmental receipts	24 678	10 325	41.8	65 950	267.2	25 557	57 020	100.0	39 608	69.5
Sales of goods and services produced by department	4 657	1 757	37.7	2 774	59.6	4 630	3 502	6.1	1 467	41.9
Sales of scrap, waste, arms and other used current goods	21	1	4.8	9	42.9	17	18	0.0	-	0.0
Interest, dividends and rent on land	8 000	4 562	57.0	4 612	57.7	2 910	8 500	14.9	7 660	90.1
Transactions in financial assets and liabilities	12 000	4 005	33.4	58 555	488.0	18 000	45 000	78.9	30 481	67.7
Total	24 678	10 325	41.8	65 950	267.2	25 557	57 020	100.0	39 608	69.5

Revenue trends for the first half of 2014/15

Revenue in the first six months of 2014/15 was R39.608 million, or 69.5 per cent of the adjusted revenue estimate of R57.020 million for the year. In comparison, mid-year revenue in 2013/14 was R10.325 million, or 41.8 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 increased by R29.283 million, or 283.6 per cent. This was mainly due to the department having accrued R29.343 million of revenue from 2013/14. The R29.343 million in revenue from 2013/14 relates to recoverable debt and receivables interest that the department had not anticipated when budgeting for the revenue estimates of R24.678 million for 2014/15.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	2014/15 Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments		
Administration									
Departmental agencies and accounts									
Departmental agencies (non-business entities)									
Current	-	-	-	-	2 645	-	-	2 645	2 645
Energy Sector Education and Training Authority	-	-	-	-	2 641	-	-	2 641	2 641
Communication	-	-	-	-	4	-	-	4	4
Non-profit institutions									
Current	-	-	-	-	900	-	-	900	900
Women in water awards	-	-	-	-	900	-	-	900	900
Households									
Social benefits									
Current	-	-	-	12	400	-	-	412	412
Employee social benefits	-	-	-	12	400	-	-	412	412
Households									
Other transfers to households									
Current	-	-	-	-	13 293	-	-	13 293	13 293
Bursaries for non-employees	-	-	-	-	13 293	-	-	13 293	13 293
Water Sector Management									
Provinces and municipalities									
Municipalities									
Municipal bank accounts									
Current	-	-	-	-	3	-	-	3	3
Vehicle licences	-	-	-	-	3	-	-	3	3
Non-profit institutions									
Current	-	-	-	-	23	-	-	23	23
South African Youth Water Prizes	-	-	-	-	23	-	-	23	23
Water Infrastructure Management									
Departmental agencies and accounts									
Departmental agencies (non-business entities)									
Current	-	-	-	-	164 245	-	-	164 245	164 245
Water trading entity	-	-	-	-	164 245	-	-	164 245	164 245
Capital	-	-	-	-	2 570 909	-	-	2 570 909	2 570 909
Water trading entity	-	-	-	-	2 570 909	-	-	2 570 909	2 570 909
Foreign governments and international organisations									
Current	-	-	-	-	184 268	-	-	184 268	184 268
Komati River Basin Water Authority	-	-	-	-	184 268	-	-	184 268	184 268
Regional Implementation and Support									
Provinces and municipalities									
Municipalities									
Municipal bank accounts									
Current	-	1 458	-	377	537	-	534 150	536 522	536 522
Vehicle licences	-	-	-	377	138	-	-	515	515
Women in Water awards	-	-	-	-	399	-	-	399	399
Municipal water infrastructure grant	-	1 458	-	-	-	-	534 150	535 608	535 608

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

		2014/15								
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments			
	Capital	-	-	-	-	-	449 558	449 558	449 558	
	Water services operating subsidy grant	-	-	-	-	-	449 558	449 558	449 558	
	Departmental agencies and accounts									
	Departmental agencies (non-business entities)									
	Current	-	-	-	21	-	-	21	21	
	Communication	-	-	-	21	-	-	21	21	
	Public corporations and private enterprises									
	Public corporations									
	Other transfers									
	Current	-	-	-	580 000	-	-	580 000	580 000	
	Amatola Water Board: Regional bulk infrastructure	-	-	-	150 000	-	-	150 000	150 000	
	Magalies Water Board: Regional bulk infrastructure	-	-	-	70 000	-	-	70 000	70 000	
	Umgeni Water Board: Regional bulk infrastructure	-	-	-	216 800	-	-	216 800	216 800	
	Sedibeng Water Board: Regional bulk infrastructure	-	-	-	143 200	-	-	143 200	143 200	
	Non-profit institutions									
	Current	-	-	-	588	-	-	588	588	
	Baswa le Meetse and South African youth water prizes	-	-	-	588	-	-	588	588	
	Households									
	Social benefits									
	Current	-	-	-	1 000	-	-	1 000	1 000	
	Water services operating subsidy: Indirect grant	-	-	-	1 000	-	-	1 000	1 000	
	Households									
	Other transfers to households									
	Current	-	-	-	602	10 415	-	11 017	11 017	
	Poor farmers	-	-	-	602	10 415	-	11 017	11 017	
	International Water Cooperation									
	Departmental agencies and accounts									
	Departmental agencies (non-business entities)									
	Current	-	-	-	3	-	-	3	3	
	Communication	-	-	-	3	-	-	3	3	
	Foreign governments and international organisations									
	Current	-	-	-	918	-	-	918	918	
	Orange-Senqu River Basin Commission	-	-	-	556	-	-	556	556	
	African Ministers' Council on Water	-	-	-	98	-	-	98	98	
	Limpopo River Basin Commission	-	-	-	264	-	-	264	264	

Summary of changes to conditional grants: Local government

		2014/15								
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Function shifts	Declared unspent funds	Other adjustments			
	Regional Implementation and Support	-	1 458	-	-	1 031 332	-	1 032 790	1 032 790	
	Water services operating subsidy grant	-	-	-	-	449 558	-	449 558	449 558	
	Municipal water infrastructure grant	-	1 458	-	-	534 150	-	535 608	535 608	
	Rural households infrastructure grant	-	-	-	-	47 624	-	47 624	47 624	

