

Vote 38

Human Settlements

Adjusted budget summary

| R thousand | 2015/16 | | | |
|----------------------------------|---------------------------------------|------------------------|------------------|----------|
| | Main appropriation | Adjusted appropriation | Decrease | Increase |
| Amount to be appropriated | 30 943 381 | 30 543 381 | (400 000) | - |
| of which: | | | | |
| Current payments | 686 958 | 674 756 | (12 202) | - |
| Transfers and subsidies | 30 252 440 | 29 692 705 | (559 735) | - |
| Payments for capital assets | 3 983 | 14 826 | - | 10 843 |
| Payments for financial assets | - | 161 094 | - | 161 094 |
| Executive authority | Minister of Human Settlements | | | |
| Accounting officer | Director-General of Human Settlements | | | |
| Website address | www.dhs.gov.za | | | |

Vote purpose

Facilitate the creation of sustainable human settlements and the improvement to household quality of life.

Mid-year performance status

| Indicator | Programme | Outcome | Annual performance | | |
|--|---|---|--|--|----------------------------|
| | | | Projected for 2015/16 as published in the 2015 ENE | Achieved in the first six months of 2015/16 (April to September) | Changed target for 2015/16 |
| Number of municipalities assessed for accreditation per year | Human Settlements Policy, Strategy and Planning | Outcome 8: Sustainable human settlements and improved quality of household life | 6 | 0 | - |
| Total number of municipalities provided with technical assistance for informal settlement upgrading | Human Settlements Delivery Support | | 53 | 62 | - |
| Number of informal settlements with settlement upgrading plans per year | Human Settlements Delivery Support | | 400 | 9 | - |
| Number of additional People's Housing Process subsidies allocated to approved beneficiaries per year | Human Settlements Delivery Support | | 6 500 | 4 210 | - |
| Number of additional units in the housing subsidy submarket completed per year | Housing Development Finance | | 103 983 | 39 975 | - |
| Number of additional affordable rental housing units completed per year | Housing Development Finance | | 4 987 | 315 | - |
| Number of additional households living in informal settlements upgraded to level 2 in terms of the informal settlements programme per year | Housing Development Finance | | 138 521 | 6 700 | - |
| Number of finance linked individual subsidy programme subsidies allocated to approved beneficiaries per year | Housing Development Finance | | 12 929 | 1 038 | - |
| Total value of finance linked Individual subsidy programme subsidies allocated to approved beneficiaries per year | Housing Development Finance | | R34m | R47.4m | - |
| Number of catalytic projects initiated per year | Housing Development Finance | | 10 | 51 | - |

Mid-year progress

In the first six months of 2015/16, no new municipalities were assessed for accreditation. This is because of the uncertainty regarding the accreditation process after it was put on hold by the human settlements minister and members of executive councils in June 2014. 62 municipalities were provided with technical assistance for settlement upgrading, which is higher than the annual target. However, only 9 settlement

upgrading plans were developed, which is 2.3 per cent of the annual target of 400. This is supported by lower than expected delivery figures related to the number of additional households living in informal settlements upgraded to level 2 which currently stands at 6 700, or 4.8 per cent of the annual target. An additional 4 210 People's Housing Process subsidies were approved in the first half of the year. This shows good progress to date and significant improvement from the previous financial year.

By the end of September 2015, 39 975 fully subsidised houses had been delivered, equivalent to 38.4 per cent of the annual target. For the same period, only 315 affordable rental units had been delivered, against a target of 4 987. This is largely due to institutional challenges in the social housing sector, which have resulted in slower delivery over the past two financial years. An additional 1 038 finance linked individual subsidies, or 8 per cent of the annual target, have been allocated to qualifying beneficiaries, amounting to R47.4 million.

The department has initiated 51 catalytic projects against the annual target of 10. Most of these projects are at the concept stage and are expected to undergo rigorous financial and socioeconomic feasibility and impact assessment before projects are started and budgets are allocated.

Adjusted Estimates of National Expenditure 2015

| Programme | 2015/16 | | | | | | | |
|---|--------------------|---------------------------|---------------------------|----------------------|------------------------|-------------------|---------------------------------|------------------------|
| | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
| | | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | | |
| R thousand | | | | | | | | |
| Administration | 435 116 | - | - | 5 500 | - | - | 5 500 | 440 616 |
| Human Settlements Policy, Strategy and Planning | 74 338 | - | - | (800) | - | - | (800) | 73 538 |
| Human Settlements Delivery Support | 169 800 | - | - | (4 200) | - | - | (4 200) | 165 600 |
| Housing Development Finance | 30 264 127 | - | - | (500) | (400 000) | - | (400 500) | 29 863 627 |
| Total | 30 943 381 | - | - | - | (400 000) | - | (400 000) | 30 543 381 |
| Economic classification | | | | | | | | |
| Current payments | 686 958 | - | - | (12 202) | - | - | (12 202) | 674 756 |
| Compensation of employees | 322 239 | - | - | (1 479) | - | - | (1 479) | 320 760 |
| Goods and services | 364 719 | - | - | (10 727) | - | - | (10 727) | 353 992 |
| Interest and rent on land | - | - | - | 4 | - | - | 4 | 4 |
| Transfers and subsidies | 30 252 440 | - | - | (159 735) | (400 000) | - | (559 735) | 29 692 705 |
| Provinces and municipalities | 28 857 020 | - | - | 100 000 | - | - | 100 000 | 28 957 020 |
| Departmental agencies and accounts | 1 385 507 | - | - | (261 000) | (400 000) | - | (661 000) | 724 507 |
| Foreign governments and international organisations | 1 150 | - | - | - | - | - | - | 1 150 |
| Households | 8 763 | - | - | 1 265 | - | - | 1 265 | 10 028 |
| Payments for capital assets | 3 983 | - | - | 10 843 | - | - | 10 843 | 14 826 |
| Buildings and other fixed structures | - | - | - | 245 | - | - | 245 | 245 |
| Machinery and equipment | 3 728 | - | - | 10 798 | - | - | 10 798 | 14 526 |
| Software and other intangible assets | 255 | - | - | (200) | - | - | (200) | 55 |
| Payments for financial assets | - | - | - | 161 094 | - | - | 161 094 | 161 094 |
| Total | 30 943 381 | - | - | - | (400 000) | - | (400 000) | 30 543 381 |

Programme 1: Administration

| Subprogramme | 2015/16 | | | | | | | |
|-------------------------|--------------------|---------------------------|---------------------------|----------------------|------------------------|-------------------|---------------------------------|------------------------|
| | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
| | | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | | |
| R thousand | | | | | | | | |
| Ministry | 47 868 | - | - | 13 495 | - | - | 13 495 | 61 363 |
| Departmental Management | 103 768 | - | - | (4 995) | - | - | (4 995) | 98 773 |
| Corporate Services | 198 316 | - | - | (3 000) | - | - | (3 000) | 195 316 |
| Property Management | 37 677 | - | - | - | - | - | - | 37 677 |
| Financial Management | 47 487 | - | - | - | - | - | - | 47 487 |
| Total | 435 116 | - | - | 5 500 | - | - | 5 500 | 440 616 |

Programme 1: Administration (continued)

| Economic classification | 2015/16 | | | | | | | |
|--------------------------------------|--------------------|---------------------------|---------------------------|----------------------|------------------------|-------------------|---------------------------------|------------------------|
| | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
| | | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | | |
| R thousand | | | | | | | | |
| Current payments | 432 361 | – | – | (4 478) | – | – | (4 478) | 427 883 |
| Compensation of employees | 198 090 | – | – | (1 027) | – | – | (1 027) | 197 063 |
| Goods and services | 234 271 | – | – | (3 455) | – | – | (3 455) | 230 816 |
| Interest and rent on land | – | – | – | 4 | – | – | 4 | 4 |
| Transfers and subsidies | 44 | – | – | 813 | – | – | 813 | 857 |
| Households | 44 | – | – | 813 | – | – | 813 | 857 |
| Payments for capital assets | 2 711 | – | – | 9 083 | – | – | 9 083 | 11 794 |
| Buildings and other fixed structures | – | – | – | 245 | – | – | 245 | 245 |
| Machinery and equipment | 2 456 | – | – | 9 038 | – | – | 9 038 | 11 494 |
| Software and other intangible assets | 255 | – | – | (200) | – | – | (200) | 55 |
| Payments for financial assets | – | – | – | 82 | – | – | 82 | 82 |
| Total | 435 116 | – | – | 5 500 | – | – | 5 500 | 440 616 |

Programme 2: Human Settlements Policy, Strategy and Planning

| Subprogramme | 2015/16 | | | | | | | |
|---|--------------------|---------------------------|---------------------------|----------------------|------------------------|-------------------|---------------------------------|------------------------|
| | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
| | | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | | |
| R thousand | | | | | | | | |
| Management for Policy, Strategy and Planning | 6 263 | – | – | (1) | – | – | (1) | 6 262 |
| Human Settlements Policy Frameworks | 28 174 | – | – | – | – | – | – | 28 174 |
| Human Settlements Strategy and Planning | 39 901 | – | – | (799) | – | – | (799) | 39 102 |
| Total | 74 338 | – | – | (800) | – | – | (800) | 73 538 |
| Economic classification | | | | | | | | |
| Current payments | 72 592 | – | – | (1 272) | – | – | (1 272) | 71 320 |
| Compensation of employees | 48 533 | – | – | – | – | – | – | 48 533 |
| Goods and services | 24 059 | – | – | (1 272) | – | – | (1 272) | 22 787 |
| Transfers and subsidies | 1 150 | – | – | – | – | – | – | 1 150 |
| Foreign governments and international organisations | 1 150 | – | – | – | – | – | – | 1 150 |
| Payments for capital assets | 596 | – | – | 472 | – | – | 472 | 1 068 |
| Machinery and equipment | 596 | – | – | 472 | – | – | 472 | 1 068 |
| Total | 74 338 | – | – | (800) | – | – | (800) | 73 538 |

Programme 3: Human Settlements Delivery Support

| Subprogramme | 2015/16 | | | | | | | |
|---|--------------------|---------------------------|---------------------------|----------------------|------------------------|-------------------|---------------------------------|------------------------|
| | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
| | | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | | |
| R thousand | | | | | | | | |
| Management for Human Settlements Delivery Support | 7 551 | – | – | (200) | – | – | (200) | 7 351 |
| Programme Management Unit | 116 401 | – | – | (11 500) | – | – | (11 500) | 104 901 |
| Chief of Operations | 45 848 | – | – | 7 500 | – | – | 7 500 | 53 348 |
| Total | 169 800 | – | – | (4 200) | – | – | (4 200) | 165 600 |
| Economic classification | | | | | | | | |
| Current payments | 160 583 | – | – | (5 252) | – | – | (5 252) | 155 331 |
| Compensation of employees | 60 329 | – | – | (452) | – | – | (452) | 59 877 |
| Goods and services | 100 254 | – | – | (4 800) | – | – | (4 800) | 95 454 |
| Transfers and subsidies | 8 719 | – | – | 452 | – | – | 452 | 9 171 |
| Households | 8 719 | – | – | 452 | – | – | 452 | 9 171 |
| Payments for capital assets | 498 | – | – | 588 | – | – | 588 | 1 086 |
| Machinery and equipment | 498 | – | – | 588 | – | – | 588 | 1 086 |
| Payments for financial assets | – | – | – | 12 | – | – | 12 | 12 |
| Total | 169 800 | – | – | (4 200) | – | – | (4 200) | 165 600 |

Programme 4: Housing Development Finance

| Subprogramme | 2015/16 | | | | | | | Adjusted appropriation |
|--|--------------------|------------|---------------------------|----------------------|------------------------|-------------------|---------------------------------|------------------------|
| | Main appropriation | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | Total adjustments appropriation | |
| R thousand | | | | | | | | |
| Management for Housing Development Finance | 3 517 | - | - | (500) | - | - | (500) | 3 017 |
| Chief Investment Officer | 18 083 | - | - | - | - | - | - | 18 083 |
| Human Settlements Development Grant | 18 202 675 | - | - | 100 000 | - | - | 100 000 | 18 302 675 |
| Contributions | 1 385 507 | - | - | (100 000) | (400 000) | - | (500 000) | 885 507 |
| Urban Settlements Development Grant | 10 554 345 | - | - | - | - | - | - | 10 554 345 |
| Municipal Human Settlements Capacity Grant | 100 000 | - | - | - | - | - | - | 100 000 |
| Total | 30 264 127 | - | - | (500) | (400 000) | - | (400 500) | 29 863 627 |
| Economic classification | | | | | | | | |
| Current payments | 21 422 | - | - | (1 200) | - | - | (1 200) | 20 222 |
| Compensation of employees | 15 287 | - | - | - | - | - | - | 15 287 |
| Goods and services | 6 135 | - | - | (1 200) | - | - | (1 200) | 4 935 |
| Transfers and subsidies | 30 242 527 | - | - | (161 000) | (400 000) | - | (561 000) | 29 681 527 |
| Provinces and municipalities | 28 857 020 | - | - | 100 000 | - | - | 100 000 | 28 957 020 |
| Departmental agencies and accounts | 1 385 507 | - | - | (261 000) | (400 000) | - | (661 000) | 724 507 |
| Payments for capital assets | 178 | - | - | 700 | - | - | 700 | 878 |
| Machinery and equipment | 178 | - | - | 700 | - | - | 700 | 878 |
| Payments for financial assets | - | - | - | 161 000 | - | - | 161 000 | 161 000 |
| Total | 30 264 127 | - | - | (500) | (400 000) | - | (400 500) | 29 863 627 |

Details of adjustments to the Estimates of National Expenditure 2015**Virements and shifts**

| Programmes | | | | | |
|---|---|-----------------|--------------------------------------|--|--------------|
| 1. Administration | | | | | |
| 2. Human Settlements Policy, Strategy and Planning | | | | | |
| 3. Human Settlements Delivery Support | | | | | |
| 4. Housing Development Finance | | | | | |
| FROM: | | | TO: | | |
| Programme by economic classification | Motivation | R thousand | Programme by economic classification | Motivation | R thousand |
| Programme 1 | | (12 201) | Programme 1 | | 7 501 |
| Compensation of employees | Vacant posts | (813) | Households | Leave payouts on retirements | 813 |
| | Vacant posts | (214) | Buildings and other fixed structures | Refurbishments of minister's offices | 214 |
| Goods and services | Reallocation of funds from various non-core goods and services items | (6 357) | Machinery and equipment | IT equipment, furniture and minister's vehicle | 6 357 |
| | Reallocation of funds from various non-core goods and services items | (31) | Buildings and other fixed structures | Refurbishments of minister's offices | 31 |
| | Reallocation of funds from various non-core goods and services items | (82) | Payments for financial assets | Approved losses due to vehicle damages and loss of equipment | 82 |
| | Reallocation of funds from various non-core goods and services items | (4) | Interest and rent on land | Interest on overdue account | 4 |
| | Reallocation of funds from various non-core goods and services items ¹ | (4 500) | Programme 3 | | 4 500 |
| | | | Goods and services | Youth brigade programme ¹ | 4 500 |
| | | | Programme 1 | | 200 |
| Software and other intangible assets | Reallocation of funds from software licences | (200) | Machinery and equipment | IT equipment | 200 |
| Shifts within the programme as a percentage of the programme budget | | 1.8% | | | |
| Virements to other programmes as a percentage of the programme budget | | 1.0% | | | |

| FROM: | | | TO: | | |
|--|---|------------------|--------------------------------------|---|----------------|
| Programme by economic classification | Motivation | R thousand | Programme by economic classification | Motivation | R thousand |
| Programme 2 | | (1 272) | Programme 2 | | 472 |
| Goods and services | Reallocation of funds from equipment less than R5 000 | (472) | Machinery and equipment | IT equipment | 472 |
| | Reallocation of funds from various non-core goods and services items ¹ | (800) | Programme 3 | | 800 |
| | | | Goods and services | Youth brigade programme ¹ | 800 |
| Shifts within the programme as a percentage of the programme budget | | 0.6% | | | |
| Virements to other programmes as a percentage of the programme budget | | 1.1% | | | |
| Programme 3 | | (11 052) | Programme 3 | | 452 |
| Compensation of employees | Vacant posts | (452) | Households | Leave payouts on retirements | 452 |
| | | | Programme 1 | | 10 000 |
| Goods and services | Reallocation of uncommitted funds for consultants from the national upgrading support programme ¹ | (7 519) | Goods and services | Various goods and services shortages in the ministry ¹ | 7 519 |
| | Reallocation of uncommitted funds for consultants from the national upgrading support programme ¹ | (2 481) | Machinery and equipment | Rapid response task team in the ministry ¹ | 2 481 |
| | Reallocation of funds from equipment less than R5000 | (588) | Programme 3 | | 600 |
| | Reallocation of funds from various non-core goods and services items | (12) | Machinery and equipment | IT equipment | 588 |
| | | | Payments for financial assets | Approved losses due to motor vehicle damages and loss of equipment | 12 |
| Shifts within the programme as a percentage of the programme budget | | 0.6% | | | |
| Virements to other programmes as a percentage of the programme budget | | 5.9% | | | |
| Programme 4 | | (262 200) | Programme 3 | | 500 |
| Goods and services | Reallocation of funds from various non-core goods and services items ¹ | (500) | Goods and services | Youth Brigade ¹ | 500 |
| | Reallocation of funds from various non-core goods and services items | (700) | Programme 4 | | 261 700 |
| Departmental agencies and accounts | Reclassification of the National Housing Finance Corporation and the National Urban Reconstruction and Housing Agency recapitalisation allocations from current transfers: departmental agencies and accounts to payments for financial assets ² | (161 000) | Machinery and equipment | Procurement of furniture | 700 |
| | Reallocation of funds from the Social Housing Regulatory Authority restructuring capital grant ² | (100 000) | Payments for financial assets | Reclassification of the recapitalisation allocations for the National Housing Finance Corporation and the National Urban Reconstruction And Housing Agency from current transfers: departmental agencies and accounts to payments for financial assets ² | 161 000 |
| | | | Provinces and municipalities | Reallocation of funds to the human settlements development grant in Eastern Cape to fund the Nelson Mandela Bay intervention ² | 100 000 |
| Shifts within the programme as a percentage of the programme budget | | 0.9% | | | |
| Virements to other programmes as a percentage of the programme budget | | 0.0% | | | |
| Total | | (286 725) | | | 286 725 |

1. National Treasury approval has been obtained.

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

Declared unspent funds – R400 million

Programme 4: Housing Development Finance

R400 million in unspent funds has been declared on the Social Housing Regulatory Authority: restructuring capital grant. This represents unspent funds of 42.9 per cent of the original allocation of R932.3 million. Historically, expenditure on social housing has tended to be low, with expenditure of 22.1 per cent in

2013/14 and 6.7 per cent in 2014/15. Due to institutional challenges and uncertainties, it is unlikely that expenditure will improve in the current financial year. The state of affairs at the Social Housing Regulatory Authority is expected to improve over the medium term, and with this, delivery outputs too.

Expenditure outcome for 2014/15 and actual expenditure for 2015/16

| Programme | 2014/15 Audited outcome | | | | | 2015/16 Actual expenditure | | | |
|---|----------------------------|-------------------|------------------------|-------------------|------------------------|-----------------------------------|-----------------|------------------------|---|
| | Adjusted appropriation | Apr 14 - Sep 14 | adjusted appropriation | Apr 14 - Mar 15 | adjusted appropriation | Adjusted appropriation/ Total (%) | Apr 15 - Sep 15 | adjusted appropriation | Apr 15 - Sep 15 % of adjusted appropriation |
| R thousand | | | | | | | | | |
| Administration | 433 250 | 154 390 | 35.6 | 447 796 | 103.4 | 440 616 | 1.4 | 184 729 | 41.9 |
| Human Settlements | 86 988 | 37 638 | 43.3 | 78 765 | 90.5 | 73 538 | 0.2 | 34 678 | 47.2 |
| Policy, Strategy and Planning | | | | | | | | | |
| Human Settlements Delivery Support | 183 502 | 49 643 | 27.1 | 119 217 | 65.0 | 165 600 | 0.5 | 51 566 | 31.1 |
| Housing Development Finance | 28 713 865 | 11 181 108 | 38.9 | 28 712 737 | 100.0 | 29 863 627 | 97.8 | 12 855 933 | 43.0 |
| Total | 29 417 605 | 11 422 779 | 38.8 | 29 358 515 | 99.8 | 30 543 381 | 100.0 | 13 126 906 | 43.0 |
| Economic classification | | | | | | | | | |
| Current payments | 696 548 | 238 590 | 34.3 | 606 081 | 87.0 | 674 756 | 2.2 | 267 354 | 39.6 |
| Compensation of employees | 328 810 | 139 991 | 42.6 | 290 856 | 88.5 | 320 760 | 1.1 | 151 620 | 47.3 |
| Goods and services | 367 738 | 98 578 | 26.8 | 315 201 | 85.7 | 353 992 | 1.2 | 115 730 | 32.7 |
| Interest and rent on land | – | 21 | – | 24 | – | 4 | – | 4 | 100.0 |
| Transfers and subsidies | 28 710 891 | 11 180 965 | 38.9 | 28 737 594 | 100.1 | 29 692 705 | 97.2 | 12 753 953 | 43.0 |
| Provinces and municipalities | 27 669 053 | 10 859 165 | 39.2 | 27 669 053 | 100.0 | 28 957 020 | 94.8 | 12 596 574 | 43.5 |
| Departmental agencies and accounts | 1 023 241 | 314 003 | 30.7 | 1 028 009 | 100.5 | 724 507 | 2.4 | 150 588 | 20.8 |
| Higher education institutions | 4 499 | – | – | 4 499 | 100.0 | – | – | – | – |
| Foreign governments and international organisations | 1 113 | – | – | 1 269 | 114.0 | 1 150 | – | 1 368 | 119.0 |
| Public corporations and private enterprises | 4 000 | – | – | 4 000 | 100.0 | – | – | – | – |
| Households | 8 985 | 7 797 | 86.8 | 30 764 | 342.4 | 10 028 | – | 5 423 | 54.1 |
| Payments for capital assets | 10 156 | 3 180 | 31.3 | 14 717 | 144.9 | 14 826 | 0.0 | 5 507 | 37.1 |
| Buildings and other fixed structures | – | – | – | – | – | 245 | – | 236 | 96.3 |
| Machinery and equipment | 9 911 | 3 106 | 31.3 | 13 310 | 134.3 | 14 526 | – | 5 271 | 36.3 |
| Software and other intangible assets | 245 | 74 | 30.2 | 1 407 | 574.3 | 55 | – | – | – |
| Payments for financial assets | 10 | 44 | 440.0 | 123 | 1 230.0 | 161 094 | 0.5 | 100 092 | 62.1 |
| Total | 29 417 605 | 11 422 779 | 38.8 | 29 358 515 | 99.8 | 30 543 381 | 100.0 | 13 126 906 | 43.0 |

Expenditure trends for the first half of 2015/16

Total expenditure in 2014/15 was 99.8 per cent of the 2014/15 adjusted appropriation. Expenditure in the first six months of 2015/16 was R13.1 billion, or 43 per cent of the adjusted appropriation of R30.5 billion for the year. In comparison, mid-year expenditure in 2014/15 was R11.4 billion, or 38.8 per cent of the 2014/15 adjusted appropriation. Compared to the first six months of 2014/15, expenditure over the same period in 2015/16 increased by R1.7 billion, or 14.9 per cent. The increase in expenditure can mainly be attributed to the increase in grant allocations, with amounts transferred to provinces and, in particular, to municipalities through the urban settlements development grant being higher than in the same period in 2014/15.

Departmental receipts

| R thousand | 2014/15 | | | | | 2015/16 | | | | |
|--|-------------------|-----------------|--|-----------------|--|-----------------|-------------------|---------------------------------------|-----------------|--|
| | Adjusted estimate | Audited outcome | | | Actual receipts | | | | | |
| | | Apr 14 - Sep 14 | Apr 14 - Sep 14 % of adjusted estimate | Apr 14 - Mar 15 | Apr 14 - Mar 15 % of adjusted estimate | Budget estimate | Adjusted estimate | Adjusted receipts estimate/ Total (%) | Apr 15 - Sep 15 | Apr 15 - Sep 15 % of adjusted estimate |
| Departmental receipts | 1 141 | 618 | 54.2 | 1 014 | 88.9 | 789 | 1 035 | 100.0 | 615 | 59.4 |
| Sales of goods and services produced by department | 205 | 101 | 49.3 | 200 | 97.6 | 199 | 210 | 20.3 | 101 | 48.1 |
| Sales of scrap, waste, arms and other used current goods | 6 | 3 | 50.0 | 4 | 66.7 | 3 | 5 | 0.5 | 2 | 40.0 |
| Interest, dividends and rent on land | 430 | 211 | 49.1 | 286 | 66.5 | 200 | 400 | 38.6 | 211 | 52.8 |
| Transactions in financial assets and liabilities | 500 | 303 | 60.6 | 524 | 104.8 | 387 | 420 | 40.6 | 301 | 71.7 |
| Total | 1 141 | 618 | 54.2 | 1 014 | 88.9 | 789 | 1 035 | 100.0 | 615 | 59.4 |

Revenue trends for the first half of 2015/16

Revenue in the first six months of 2015/16 was R615 000, or 59.4 per cent of the adjusted revenue estimate of R1 million for the year. In comparison, mid-year revenue in 2014/15 was R618 000, or 54.2 per cent of the 2014/15 adjusted estimate. Compared to the first six months of 2014/15, revenue over the same period in 2015/16 decreased marginally by R3 000, or 0.5 per cent. Revenue generated by the department is largely driven by payments of debt owed to the department, interest on debt accrued from suppliers and staff, as well as costs recovered from staff, such as unearned leave gratuities.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

| R thousand | Main appropriation | 2015/16 Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
|--|--------------------|-----------------------------------|---------------------------|----------------------|------------------------|-------------------|---------------------------------|------------------------|
| | | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | | |
| Administration | | | | | | | | |
| Households | | | | | | | | |
| Other transfers to households | | | | | | | | |
| Current | - | - | - | 813 | - | - | 813 | 813 |
| Transfers to households | - | - | - | 813 | - | - | 813 | 813 |
| Human Settlements Delivery Support | | | | | | | | |
| Households | | | | | | | | |
| Other transfers to households | | | | | | | | |
| Current | - | - | - | 452 | - | - | 452 | 452 |
| Transfers to households | - | - | - | 452 | - | - | 452 | 452 |
| Housing Development Finance | | | | | | | | |
| Provinces and municipalities | | | | | | | | |
| Provinces | | | | | | | | |
| Provincial revenue funds | | | | | | | | |
| Capital | 18 202 675 | - | - | 100 000 | - | - | 100 000 | 18 302 675 |
| Human settlements development grant | 18 202 675 | - | - | 100 000 | - | - | 100 000 | 18 302 675 |
| Departmental agencies and accounts | | | | | | | | |
| Departmental agencies (non-business entities) | | | | | | | | |
| Current | 161 000 | - | - | (161 000) | - | - | (161 000) | - |
| National Urban Reconstruction and Housing Agency | 61 000 | - | - | (61 000) | - | - | (61 000) | - |
| National Housing Finance Corporation | 100 000 | - | - | (100 000) | - | - | (100 000) | - |
| Capital | 932 307 | - | - | (100 000) | (400 000) | - | (500 000) | 432 307 |
| Social Housing Regulatory Authority: Restructuring capital grant | 932 307 | - | - | (100 000) | (400 000) | - | (500 000) | 432 307 |

Summary of changes to conditional grants: Provinces

| | | 2015/16 | | | | | | | |
|------------|-------------------------------------|---------------------------|---------------------------|----------------------|------------------------|-------------------|---------------------------|------------------------|--|
| | | Adjustments appropriation | | | | | Total | Adjusted appropriation | |
| R thousand | Main appropriation | Roll-overs | Unforeseeable/unavoidable | Virements and shifts | Declared unspent funds | Other adjustments | adjustments appropriation | | |
| | Housing Development Finance | 18 202 675 | - | - | 100 000 | - | 100 000 | 18 302 675 | |
| | Human settlements development grant | 18 202 675 | - | - | 100 000 | - | 100 000 | 18 302 675 | |