

Vote 7

National Treasury

Adjusted budget summary

R thousand	2018/19			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	29 358 390	29 710 233	(34 122)	385 965
<i>of which:</i>				
Current payments	2 512 501	2 898 466	–	385 965
Transfers and subsidies	22 422 781	22 416 154	(6 627)	–
Payments for capital assets	45 839	42 606	(3 233)	–
Payments for financial assets	4 377 269	4 353 007	(24 262)	–
Direct charge against the National Revenue Fund	663 014 110	664 004 032	–	989 922
Executive authority	Minister of Finance			
Accounting officer	Director General of the National Treasury			
Website address	www.treasury.gov.za			

Vote purpose

Support economic growth and development, good governance, social progress and rising living standards through the accountable, economical, efficient, equitable and sustainable management of public finances, maintenance of macroeconomic and financial sector stability, and effective financial regulation of the economy.

Mid-year performance status

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2018/19 as published in the 2018 ENE	Achieved in the first six months of 2018/19 (April to September)	Changed target for 2018/19
Net loan debt as a percentage of GDP	Asset and Liability Management	Outcome 4: Decent employment through inclusive growth	50.3% (R2.5tr)	48.1% (R2.4tr)	50.5% (R2.5tr)
Value of government gross annual borrowing	Asset and Liability Management		R224.1bn	R164.4bn	R230.3bn
Cost to service debt as a percentage of GDP	Asset and Liability Management		3.6% (R180.1bn)	1.7% (R87.3bn)	3.6% (R181.1bn)
Number of municipal officials trained in financial management competencies per year	Financial Accounting and Supply Chain Management Systems	Outcome 12: An efficient, effective and development oriented public service	1 000	583	–
Number of transversal term contracts implemented per year	Financial Accounting and Supply Chain Management Systems		22	9	–
Number of tenders advertised on an electronic tendering platform for contracts	Financial Accounting and Supply Chain Management Systems		10 000 ¹	7 703	–
Number of investment plans completed per year	Technical Support and Development Finance	Outcome 8: Sustainable human settlements and improved quality of household life	4	2	–
Number of catalytic projects approved per year	Technical Support and Development Finance		20	20	–
Number of programmes in integration zones identified for planning per year	Technical Support and Development Finance		12 ¹	0	–
Number of programmes in integration zones identified under implementation per year	Technical Support and Development Finance		10 ¹	0	–

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2018/19 as published in the 2018 ENE	Achieved in the first six months of 2018/19 (April to September)	Changed target for 2018/19
Total number of new jobs contracted in the Jobs Fund across the term of project	Technical Support and Development Finance	Outcome 4: Decent employment through inclusive growth	150 000	150 027	–
Total number of placements contracted on the Jobs Fund across the term of project	Technical Support and Development Finance		105 000 ¹	72 156	–

1. Target changed to realign with the department's 2018/19 annual performance plan, which was finalised after the 2018 ENE was published.

Changes to indicators and targets published in the 2018 ENE

Government's gross borrowing requirement for 2018/19 is estimated to increase in line with the projected higher budget deficit. An increase in debt-service costs is expected due to changes to macroeconomic variables such as interest and foreign exchange rates.

Mid-year progress

In the first half of 2018/19, 7 703 tenders on an electronic tendering platform for contracts were advertised against a target of 10 000 for the year. The target will not be amended as it will self-regulate over the next two quarters and be achieved annually.

In the first half of 2018/19, 20 catalytic projects were approved against a target of 20 for the year. This overachievement was due to the finalisation of the intergovernmental project pipeline.

No programmes in integration zones were identified for planning and implementation due to memorandums of understanding with the targeted metropolitan municipalities still in the process of being finalised. The department expects to achieve the targets by the end of 2018/19.

In the first half of 2018/19, 150 027 new jobs were contracted in the Jobs Fund across the term of project against a target of 150 000. This overachievement was due to the contracting of 8 additional projects.

Adjusted Estimates of National Expenditure 2018

Programme	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Administration	484 733	–	–	(10 914)	–	–	(10 914)	473 819
Economic Policy, Tax, Financial Regulation and Research	141 009	–	–	11 761	–	–	11 761	152 770
Public Finance and Budget Management	290 101	–	–	7 946	–	–	7 946	298 047
Asset and Liability Management	110 418	–	–	(8 833)	–	–	(8 833)	101 585
Financial Accounting and Supply Chain Management Systems	1 196 622	–	–	(2 474)	–	–	(2 474)	1 194 148
International Financial Relations	5 402 120	–	–	140 656	–	–	140 656	5 542 776
Civil and Military Pensions, Contributions to Funds and Other Benefits	5 163 796	–	–	–	–	–	–	5 163 796
Technical Support and Development Finance	2 798 841	–	–	(138 142)	(17 473)	369 316	213 701	3 012 542
Revenue Administration	9 007 217	–	–	–	–	–	–	9 007 217
Financial Intelligence and State Security	4 763 533	–	–	–	–	–	–	4 763 533
Subtotal	29 358 390	–	–	–	(17 473)	369 316	351 843	29 710 233

		2018/19							
		Adjustments appropriation					Total	Adjusted	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	adjustments appropriation	appropriation	
Direct charge against the National Revenue Fund		663 014 110	–	–	–	–	989 922	989 922	664 004 032
Provincial equitable share	470 286 510	–	–	–	–	–	–	470 286 510	
Debt-service costs	180 123 990	–	–	–	–	975 044	975 044	181 099 034	
General fuel levy sharing with metropolitan municipalities	12 468 554	–	–	–	–	–	–	12 468 554	
National Revenue Fund payments	135 056	–	–	–	–	14 878	14 878	149 934	
Total	692 372 500	–	–	–	(17 473)	1 359 238	1 341 765	693 714 265	
Economic classification									
Current payments		182 636 491	–	–	(416)	(13 619)	1 375 044	1 361 009	183 997 500
Compensation of employees	807 760	–	–	–	–	–	–	807 760	
Goods and services	1 704 741	–	–	(416)	(13 619)	400 000	385 965	2 090 706	
Interest and rent on land	180 123 990	–	–	–	–	975 044	975 044	181 099 034	
Transfers and subsidies		505 177 845	–	–	27 911	(3 854)	(30 684)	(6 627)	505 171 218
Provinces and municipalities	484 296 598	–	–	–	–	–	–	484 296 598	
Departmental agencies and accounts	14 796 671	–	–	(138 074)	(3 854)	(30 684)	(172 612)	14 624 059	
Foreign governments and international organisations	975 501	–	–	162 404	–	–	162 404	1 137 905	
Public corporations and private enterprises	13 316	–	–	–	–	–	–	13 316	
Households	5 095 759	–	–	3 581	–	–	3 581	5 099 340	
Payments for capital assets		45 839	–	–	(3 233)	–	–	(3 233)	42 606
Machinery and equipment	34 563	–	–	(2 714)	–	–	(2 714)	31 849	
Software and other intangible assets	11 276	–	–	(519)	–	–	(519)	10 757	
Payments for financial assets		4 512 325	–	–	(24 262)	–	14 878	(9 384)	4 502 941
Total	692 372 500	–	–	–	(17 473)	1 359 238	1 341 765	693 714 265	

Programme 1: Administration

		2018/19							
		Adjustments appropriation					Total	Adjusted	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	adjustments appropriation	appropriation	
Ministry	4 144	–	–	715	–	–	715	4 859	
Departmental Management	60 028	–	–	(10 924)	–	–	(10 924)	49 104	
Corporate Services	147 745	–	–	(1 974)	–	–	(1 974)	145 771	
Enterprise Wide Risk Management	30 678	–	–	1 072	–	–	1 072	31 750	
Financial Administration	40 165	–	–	3 509	–	–	3 509	43 674	
Legal Services	20 760	–	–	1 833	–	–	1 833	22 593	
Internal Audit	25 588	–	–	5 278	–	–	5 278	30 866	
Communications	11 413	–	–	(184)	–	–	(184)	11 229	
Office Accommodation	144 212	–	–	(10 239)	–	–	(10 239)	133 973	
Total	484 733	–	–	(10 914)	–	–	(10 914)	473 819	

Programme 1: Administration (continued)

Economic classification	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Current payments	445 530	–	–	(6 061)	–	–	(6 061)	439 469
Compensation of employees	201 901	–	–	(5 998)	–	–	(5 998)	195 903
Goods and services	243 629	–	–	(63)	–	–	(63)	243 566
Transfers and subsidies	3 902	–	–	3 235	–	–	3 235	7 137
Departmental agencies and accounts	2 052	–	–	68	–	–	68	2 120
Households	1 850	–	–	3 167	–	–	3 167	5 017
Payments for capital assets	35 301	–	–	(8 088)	–	–	(8 088)	27 213
Machinery and equipment	24 643	–	–	(7 489)	–	–	(7 489)	17 154
Software and other intangible assets	10 658	–	–	(599)	–	–	(599)	10 059
Total	484 733	–	–	(10 914)	–	–	(10 914)	473 819

Programme 2: Economic Policy, Tax, Financial Regulation and Research

Subprogramme	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Programme Management for Economic Policy, Tax, Financial Regulation and Research	39 172	–	–	13 664	–	–	13 664	52 836
Financial Sector Policy	24 934	–	–	(1 327)	–	–	(1 327)	23 607
Tax Policy	30 038	–	–	30	–	–	30	30 068
Economic Policy	26 982	–	–	(606)	–	–	(606)	26 376
Cooperative Banks Development Agency	19 883	–	–	–	–	–	–	19 883
Total	141 009	–	–	11 761	–	–	11 761	152 770
Economic classification								
Current payments	106 925	–	–	11 507	–	–	11 507	118 432
Compensation of employees	78 682	–	–	–	–	–	–	78 682
Goods and services	28 243	–	–	11 507	–	–	11 507	39 750
Transfers and subsidies	33 199	–	–	234	–	–	234	33 433
Departmental agencies and accounts	19 883	–	–	–	–	–	–	19 883
Public corporations and private enterprises	13 316	–	–	–	–	–	–	13 316
Households	–	–	–	234	–	–	234	234
Payments for capital assets	885	–	–	20	–	–	20	905
Machinery and equipment	885	–	–	20	–	–	20	905
Total	141 009	–	–	11 761	–	–	11 761	152 770

Programme 3: Public Finance and Budget Management

Subprogramme	2018/19								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments			
R thousand									
Programme Management for Public Finance and Budget Management	26 613	–	–	(5 978)	–	–	(5 978)	20 635	
Public Finance	57 636	–	–	5 508	–	–	5 508	63 144	
Budget Office and Coordination	59 036	–	–	3 720	–	–	3 720	62 756	
Intergovernmental Relations	95 034	–	–	4 696	–	–	4 696	99 730	
Financial and Fiscal Commission	51 782	–	–	–	–	–	–	51 782	
Total	290 101	–	–	7 946	–	–	7 946	298 047	
Economic classification									
Current payments	236 133	–	–	7 369	–	–	7 369	243 502	
Compensation of employees	204 120	–	–	10 335	–	–	10 335	214 455	
Goods and services	32 013	–	–	(2 966)	–	–	(2 966)	29 047	
Transfers and subsidies	51 782	–	–	133	–	–	133	51 915	
Departmental agencies and accounts	51 782	–	–	–	–	–	–	51 782	
Households	–	–	–	133	–	–	133	133	
Payments for capital assets	2 186	–	–	444	–	–	444	2 630	
Machinery and equipment	2 186	–	–	444	–	–	444	2 630	
Total	290 101	–	–	7 946	–	–	7 946	298 047	

Programme 4: Asset and Liability Management

Subprogramme	2018/19								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments			
R thousand									
Programme Management for Asset and Liability Management	20 943	–	–	(8 918)	–	–	(8 918)	12 025	
State Owned Entity Financial Management and Governance	34 198	–	–	961	–	–	961	35 159	
Government Debt Management	19 365	–	–	291	–	–	291	19 656	
Financial Operations	24 336	–	–	341	–	–	341	24 677	
Strategy and Risk Management	11 576	–	–	(1 508)	–	–	(1 508)	10 068	
Total	110 418	–	–	(8 833)	–	–	(8 833)	101 585	
Economic classification									
Current payments	109 910	–	–	(8 881)	–	–	(8 881)	101 029	
Compensation of employees	78 692	–	–	–	–	–	–	78 692	
Goods and services	31 218	–	–	(8 881)	–	–	(8 881)	22 337	
Transfers and subsidies	–	–	–	47	–	–	47	47	
Households	–	–	–	47	–	–	47	47	
Payments for capital assets	508	–	–	1	–	–	1	509	
Machinery and equipment	508	–	–	1	–	–	1	509	
Total	110 418	–	–	(8 833)	–	–	(8 833)	101 585	

Programme 5: Financial Accounting and Supply Chain Management Systems

Subprogramme	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Programme Management for Financial Accounting and Supply Chain Management Systems	196 494	–	–	(831)	–	–	(831)	195 663
Office of the Chief Procurement Officer	70 339	–	–	(1 034)	–	–	(1 034)	69 305
Financial Systems	642 137	–	–	2 621	–	–	2 621	644 758
Financial Reporting for National Accounts	101 874	–	–	(52)	–	–	(52)	101 822
Financial Management Policy and Compliance Improvement	137 751	–	–	(3 178)	–	–	(3 178)	134 573
Audit Statutory Bodies	47 738	–	–	–	–	–	–	47 738
Service Charges: Commercial Banks	289	–	–	–	–	–	–	289
Total	1 196 622	–	–	(2 474)	–	–	(2 474)	1 194 148
Economic classification								
Current payments	1 085 873	–	–	(6 744)	–	–	(6 744)	1 079 129
Compensation of employees	208 210	–	–	(1 620)	–	–	(1 620)	206 590
Goods and services	877 663	–	–	(5 124)	–	–	(5 124)	872 539
Transfers and subsidies	104 330	–	–	–	–	–	–	104 330
Departmental agencies and accounts	102 666	–	–	–	–	–	–	102 666
Households	1 664	–	–	–	–	–	–	1 664
Payments for capital assets	6 419	–	–	4 270	–	–	4 270	10 689
Machinery and equipment	5 801	–	–	4 190	–	–	4 190	9 991
Software and other intangible assets	618	–	–	80	–	–	80	698
Total	1 196 622	–	–	(2 474)	–	–	(2 474)	1 194 148

Programme 6: International Financial Relations

Subprogramme	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Programme Management for International Financial Relations	12 283	–	–	(497)	–	–	(497)	11 786
International Economic Cooperation	39 762	–	–	3 011	–	–	3 011	42 773
African Integration and Support	816 818	–	–	161 956	–	–	161 956	978 774
International Development Funding Institutions	4 513 389	–	–	(24 262)	–	–	(24 262)	4 489 127
International Projects	19 868	–	–	448	–	–	448	20 316
Total	5 402 120	–	–	140 656	–	–	140 656	5 542 776
Economic classification								
Current payments	51 505	–	–	2 394	–	–	2 394	53 899
Compensation of employees	36 155	–	–	(2 717)	–	–	(2 717)	33 438
Goods and services	15 350	–	–	5 111	–	–	5 111	20 461

Programme 6: International Financial Relations (continued)

Economic classification	2018/19							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Transfers and subsidies	972 806	–	–	162 404	–	–	162 404	1 135 210
Foreign governments and international organisations	972 806	–	–	162 404	–	–	162 404	1 135 210
Payments for capital assets	540	–	–	120	–	–	120	660
Machinery and equipment	540	–	–	120	–	–	120	660
Payments for financial assets	4 377 269	–	–	(24 262)	–	–	(24 262)	4 353 007
Total	5 402 120	–	–	140 656	–	–	140 656	5 542 776

Programme 7: Civil and Military Pensions, Contributions to Funds and Other Benefits

Subprogramme	2018/19							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Government Pensions Administration Agency	68 856	–	–	–	–	–	–	68 856
Civil Pensions and Contributions to Funds	4 144 953	–	–	6 400	–	–	6 400	4 151 353
Military Pensions and Other Benefits	949 987	–	–	(6 400)	–	–	(6 400)	943 587
Total	5 163 796	–	–	–	–	–	–	5 163 796
Economic classification								
Current payments	68 856	–	–	–	–	–	–	68 856
Goods and services	68 856	–	–	–	–	–	–	68 856
Transfers and subsidies	5 094 940	–	–	–	–	–	–	5 094 940
Foreign governments and international organisations	2 695	–	–	–	–	–	–	2 695
Households	5 092 245	–	–	–	–	–	–	5 092 245
Total	5 163 796	–	–	–	–	–	–	5 163 796

Programme 8: Technical Support and Development Finance

Subprogramme	2018/19							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Local Government Financial Management Support	645 481	–	–	–	–	–	–	645 481
Urban Development and Support	924 829	–	–	–	–	–	–	924 829
Employment Creation Facilitation	875 299	–	–	(138 142)	(17 473)	(30 684)	(186 299)	689 000
Government Technical Advisory Centre	71 858	–	–	–	–	–	–	71 858
Infrastructure Development Support	281 374	–	–	–	–	400 000	400 000	681 374
Total	2 798 841	–	–	(138 142)	(17 473)	369 316	213 701	3 012 542

Programme 8: Technical Support and Development Finance (continued)

Economic classification	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Current payments	407 769	–	–	–	(13 619)	400 000	386 381	794 150
Goods and services	407 769	–	–	–	(13 619)	400 000	386 381	794 150
Transfers and subsidies	2 391 072	–	–	(138 142)	(3 854)	(30 684)	(172 680)	2 218 392
Provinces and municipalities	1 541 534	–	–	–	–	–	–	1 541 534
Departmental agencies and accounts	849 538	–	–	(138 142)	(3 854)	(30 684)	(172 680)	676 858
Total	2 798 841	–	–	(138 142)	(17 473)	369 316	213 701	3 012 542

Direct charge against the National Revenue Fund

Economic classification	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Provincial equitable share	470 286 510	–	–	–	–	–	–	470 286 510
Debt-service costs	180 123 990	–	–	–	–	975 044	975 044	181 099 034
General fuel levy sharing with metropolitan municipalities	12 468 554	–	–	–	–	–	–	12 468 554
National Revenue Fund payments	135 056	–	–	–	–	14 878	14 878	149 934
Total	663 014 110	–	–	–	–	989 922	989 922	664 004 032
Current payments	180 123 990	–	–	–	–	975 044	975 044	181 099 034
Interest and rent on land	180 123 990	–	–	–	–	975 044	975 044	181 099 034
Transfers and subsidies	482 755 064	–	–	–	–	–	–	482 755 064
Provinces and municipalities	482 755 064	–	–	–	–	–	–	482 755 064
Payments for financial assets	135 056	–	–	–	–	14 878	14 878	149 934
Total	663 014 110	–	–	–	–	989 922	989 922	664 004 032

Details of adjustments to Estimates of National Expenditure 2018**Virements and shifts within the vote****Programmes**

- Administration
- Economic Policy, Tax, Financial Regulation and Research
- Public Finance and Budget Management
- Asset and Liability Management
- Financial Accounting and Supply Chain Management Systems
- International Financial Relations
- Civil and Military Pensions, Contributions to Funds and Other Benefits
- Technical Support and Development Finance
- Revenue Administration
- Financial Intelligence and State Security

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(34 934)	Programme 3		5 998
Compensation of employees	Vacant posts	(5 998)	Compensation of employees	Personnel remuneration	5 998
Machinery and equipment	Network and infrastructure servers	(10 059)	Programme 1		13 362
			Software and other intangible assets	New software licenses	10 059
Households	External bursaries for non-employees ¹	(68)	Departmental agencies and accounts	Finance and Accounting Services, Sector Education and Training Authority ¹	68

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Goods and services	Catering, communications, consultants, personnel agency fees, stationery, and travel and subsistence	(3 235)	Households	Leave payouts	3 235
	Operating leases and property payments	(4 916)	Programme 6		4 916
			Goods and services	SADC Committee of Ministers of Finance and Investment, and Macroeconomic Convergence Peer Review Panel	4 916
			Programme 1		10 658
Software and other intangible assets	Software licences ¹	(8 088)	Goods and services	Software maintenance	8 088
	Software licences	(2 570)	Machinery and equipment	Equipment, security system upgrade and vehicles	2 570
Shifts within the programme as a percentage of the programme budget		5.0%			
Virements to other programmes as a percentage of the programme budget		2.3%			
Programme 2		(254)	Programme 2		254
Goods and services	Communications	(234)	Households	Leave payouts	234
	Communications	(20)	Machinery and equipment	Equipment	20
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 3		(2 966)	Programme 2		2 389
Goods and services	Communications, consultants and operating leases	(2 389)	Goods and services	Consultants (emolument attachment orders project)	2 389
	Communications	(133)	Programme 3		577
	Bursaries, communications, consultants, and travel and subsistence	(444)	Households	Leave payouts	133
			Machinery and equipment	Equipment	444
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		0.8%			
Programme 4		(8 881)	Programme 2		8 833
Goods and services	Consultants	(8 833)	Goods and services	Consultants (emolument attachment orders project)	8 833
	Communications	(47)	Programme 4		48
	Communications	(1)	Households	Leave payouts	47
			Machinery and equipment	Equipment	1
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		8.0%			
Programme 5		(6 744)	Programme 3		1 620
Compensation of employees	Vacant posts	(1 620)	Compensation of employees	Personnel remuneration	1 620
	Advertising and computer services	(539)	Programme 2		539
	Stationery, travel and subsistence, and venues and facilities	(80)	Goods and services	Consultants (emolument attachment orders project)	539
	Communications, computer services, consultants, and travel and subsistence	(4 190)	Programme 5		4 270
			Software and other intangible assets	Software licenses	80
			Machinery and equipment	Equipment and system servers	4 190

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
	Advertising, communications and consultants	(315)	Programme 6		315
			Goods and services	SADC Committee of Ministers of Finance and Investment, and Macroeconomic Convergence Peer Review Panel	315
Shifts within the programme as a percentage of the programme budget		0.4%			
Virements to other programmes as a percentage of the programme budget		0.2%			
Programme 6		(27 099)	Programme 3		2 717
Compensation of employees	Vacant posts	(2 717)	Compensation of employees	Personnel remuneration	2 717
Goods and services	Operating payments	(120)	Programme 6		24 382
Payments for financial assets	Transfer to World Bank Group ²	(24 262)	Machinery and equipment	Equipment	120
			Foreign governments and international organisations	Transfer to Common Monetary Area due to higher interest and foreign exchange rates ¹	24 262
Shifts within the programme as a percentage of the programme budget		0.5%			
Virements to other programmes as a percentage of the programme budget		0.1%			
Programme 8		(138 142)	Programme 6		138 142
Departmental agencies and accounts	Transfer to Employment Creation Facilitation Fund ¹	(138 142)	Foreign governments and international organisations	Transfer to Common Monetary Area due to higher interest and foreign exchange rates ¹	138 142
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		4.9%			
Total		(219 020)			219 020

1. National Treasury approval has been obtained.

2. Only the legislature may approve this virement.

Declared unspent funds – R17.473 million

Programme 8: Technical Support and Development Finance

R17.473 million of unspent funds was declared on the Jobs Fund due to the alignment of the approved projects with project partners to match the funding requirements.

Other adjustments – R369.316 million

Funds shifted between votes – R30.684 million

Programme 8: Technical Support and Development Finance

R30.684 million was transferred to the Department of Planning, Monitoring and Evaluation for the National Youth Development Agency. The additional funding will be disbursed through the National Youth Development Agency grant to young people whose business plans and ideas were approved.

Appropriation of expenditure earmarked in the 2018 Budget speech for future allocation – R400 million

Programme 8: Technical Support and Development Finance

An additional R400 million was allocated for the Development Bank of Southern Africa to assist public sector institutions to plan and appraise projects or programmes that will be considered for funding in support of the budget facility for infrastructure.

Expenditure outcome for 2017/18 and actual expenditure for 2018/19

Programme	2017/18					2018/19			
	Audited outcome					Actual expenditure			
R thousand	Adjusted appropriation	Apr 17 - Sep 17	Apr 17 - Sep 17 % of adjusted appropriation	Apr 17 - Mar 18	Apr 17 - Mar 18 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 18 - Sep 18	Apr 18 - Sep 18 % of adjusted appropriation
Administration	439 071	189 905	43.3	437 870	99.7	473 819	0.1	177 465	37.5
Economic Policy, Tax, Financial Regulation and Research	163 991	67 212	41.0	151 860	92.6	152 770	0.0	72 802	47.7
Public Finance and Budget Management	303 046	145 422	48.0	288 634	95.2	298 047	0.0	145 394	48.8
Asset and Liability Management	10 100 312	5 252 661	52.0	10 089 761	99.9	101 585	0.0	42 328	41.7
Financial Accounting and Supply Chain Management Systems	1 079 146	365 451	33.9	885 832	82.1	1 194 148	0.2	425 693	35.6
International Financial Relations	5 831 388	24 866	0.4	5 469 838	93.8	5 542 776	0.8	30 164	0.5
Civil and Military Pensions, Contributions to Funds and Other Benefits	4 835 002	1 908 797	39.5	4 618 089	95.5	5 163 796	0.7	2 100 208	40.7
Technical Support and Development Finance	2 558 513	1 449 626	56.7	2 526 350	98.7	3 012 542	0.4	1 376 483	45.7
Revenue Administration	10 168 198	5 109 096	50.2	10 218 198	100.5	9 007 217	1.3	4 503 617	50.0
Financial Intelligence and State Security	5 005 639	2 161 518	43.2	5 105 639	102.0	4 763 533	0.7	2 258 055	47.4
Subtotal	40 484 306	16 674 554	41.2	39 792 071	98.3	29 710 233	4.3	11 132 209	37.5
Direct charge against the National Revenue Fund	616 714 049	303 470 033	49.2	616 347 785	99.9	664 004 032	95.7	326 734 008	49.2
Provincial equitable share	441 331 122	220 665 568	50.0	441 331 122	100.0	470 286 510	67.8	235 143 271	50.0
Debt-service costs	163 347 935	78 626 155	48.1	162 644 586	99.6	181 099 034	26.1	87 284 619	48.2
General fuel levy sharing with metropolitan municipalities	11 785 023	3 928 341	33.3	11 785 023	100.0	12 468 554	1.8	4 156 184	33.3
National Revenue Fund payments	249 969	249 969	100.0	587 054	234.9	149 934	0.0	149 934	100.0
Total	657 198 355	320 144 587	48.7	656 139 856	99.8	693 714 265	100.0	337 866 217	48.7
Economic classification									
Current payments	165 692 380	79 549 075	48.0	164 569 638	99.3	183 997 500	26.5	88 262 996	48.0
Compensation of employees	823 276	411 558	50.0	803 733	97.6	807 760	0.1	407 017	50.4
Goods and services	1 521 169	511 362	33.6	1 121 319	73.7	2 090 706	0.3	571 360	27.3
Interest and rent on land	163 347 935	78 626 155	48.1	162 644 586	99.6	181 099 034	26.1	87 284 619	48.2
Transfers and subsidies	476 362 767	235 135 423	49.4	476 570 360	100.0	505 171 218	72.8	249 444 624	49.4
Provinces and municipalities	454 714 434	225 495 898	49.6	454 708 883	100.0	484 296 598	69.8	240 265 193	49.6
Departmental agencies and accounts	15 950 986	7 748 327	48.6	16 250 953	101.9	14 624 059	2.1	7 102 848	48.6
Foreign governments and international organisations	913 256	858	0.1	1 042 121	114.1	1 137 905	0.2	727	0.1
Public corporations and private enterprises	10 586	4 195	39.6	5 000	47.2	13 316	0.0	–	0.0
Households	4 773 505	1 886 145	39.5	4 563 403	95.6	5 099 340	0.7	2 075 856	40.7
Payments for capital assets	24 122	2 215	9.2	27 038	112.1	42 606	0.0	8 522	20.0
Machinery and equipment	19 392	2 180	11.2	26 997	139.2	31 849	0.0	7 844	24.6
Software and other intangible assets	4 730	35	0.7	41	0.9	10 757	0.0	678	6.3
Payments for financial assets	15 119 086	5 457 874	36.1	14 972 820	99.0	4 502 941	0.6	150 075	3.3
Total	657 198 355	320 144 587	48.7	656 139 856	99.8	693 714 265	100.0	337 866 217	48.7

Expenditure trends for the first half of 2018/19

Total expenditure in 2017/18 was R656.1 billion, 99.8 per cent of the adjusted appropriation. Mid-year expenditure in 2017/18 was R320.1 billion, 48.7 per cent of the 2017/18 adjusted appropriation, whereas expenditure in the first half of 2018/19 was R337.9 billion, 48.7 per cent of the adjusted appropriation of R693.7 billion. Compared to the first half of 2017/18, expenditure over the same period in 2018/19 increased by R17.7 billion, 5.5 per cent, mainly due to the direct charges against the National Revenue Fund, which includes debt-service costs, equitable share payments to provinces and municipalities, and the general fuel levy.

Departmental receipts

R thousand	2017/18					2018/19				
	Adjusted estimate	Audited outcome		Actual receipts			Adjusted receipts estimate/ Total (%)	Apr 18 - Sep 18	Apr 18 - Sep 18 % of adjusted estimate	
		Apr 17 - Sep 17	Apr 17 - Sep 17 % of adjusted estimate	Apr 17 - Mar 18	Apr 17 - Mar 18 % of adjusted estimate	Budget estimate				Adjusted estimate
Departmental receipts	4 111 329	2 416 840	58.8	4 430 772	107.8	3 835 469	3 640 640	26.0	1 555 518	42.7
Sales of goods and services produced by department	31 706	8 673	27.4	116 637	367.9	14 335	119 323	0.9	119 122	99.8
Sales of scrap, waste, arms and other used current goods	22	4	18.2	11	50.0	23	56	0.0	41	73.2
Interest, dividends and rent on land	2 988 602	1 490 777	49.9	3 325 439	111.3	3 560 761	3 260 761	23.3	1 302 955	40.0
Sales of capital assets	659	659	100.0	683	103.6	–	–	–	–	–
Transactions in financial assets and liabilities	1 090 340	916 727	84.1	988 002	90.6	260 350	260 500	1.9	133 400	51.2
National Revenue Fund receipts	16 710 000	8 196 187	49.0	16 600 255	99.3	6 185 000	10 367 392	74.0	4 697 392	45.3
<i>Of which:</i>										
Revaluation of profits on foreign currency transactions	13 316 000	6 013 939	45.2	13 115 597	98.5	6 185 000	9 346 228	66.7	4 126 228	44.1
Premiums on loan transactions	1 353 000	713 408	52.7	1 132 995	83.7	–	900 888	6.4	450 888	50.0
Liquidation of South African Special Risks Insurance Association investment	–	1 468 840	–	–	–	–	–	–	–	–
Other (mainly penalties on retail bonds and profit on script lending)	–	–	–	3 288	–	–	7	0.0	7	100.0
Premiums on debt portfolio restructuring (switches)	2 041 000	–	–	2 348 375	115.1	–	120 269	0.9	120 269	100.0
Total	20 821 329	10 613 027	51.0	21 031 027	101.0	10 020 469	14 008 032	100.0	6 252 910	44.6

Revenue trends for the first half of 2018/19

Mid-year revenue in 2017/18 was R2.4 billion, 58.8 per cent of the 2017/18 adjusted estimate, whereas mid-year revenue in 2018/19, excluding National Revenue Fund receipts, was R1.6 billion, 42.7 per cent of the adjusted estimate. Compared to the first half of 2017/18, revenue over the same period in 2018/19 decreased by R861.3 million, 35.6 per cent, mainly due to the Gautrain loan that was settled in 2017/18.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	2 032	–	–	68	–	–	68	2 100
Finance and Accounting Services Sector Education and Training Authority	2 032	–	–	68	–	–	68	2 100
Households								
Social benefits								
Current	–	–	–	3 235	–	–	3 235	3 235
Employee social benefits	–	–	–	3 235	–	–	3 235	3 235
Households								
Other transfers to households								
Current	1 850	–	–	(68)	–	–	(68)	1 782
Bursaries for non-employees	1 850	–	–	(68)	–	–	(68)	1 782
Economic Policy, Tax, Financial Regulation and Research								
Households								
Social benefits								
Current	–	–	–	234	–	–	234	234
Employee social benefits	–	–	–	234	–	–	234	234
Public Finance and Budget Management								
Households								
Social benefits								
Current	–	–	–	133	–	–	133	133
Employee social benefits	–	–	–	133	–	–	133	133
Asset and Liability Management								
Households								
Social benefits								
Current	–	–	–	47	–	–	47	47
Employee social benefits	–	–	–	47	–	–	47	47
International Financial Relations								
Foreign governments and international organisations								
Current	834 122	–	–	162 404	–	–	162 404	996 526
Common Monetary Area Compensation	804 866	–	–	168 924	–	–	168 924	973 790
Collaborative Africa Budget Reform Initiative	1 712	–	–	708	–	–	708	2 420
Commonwealth Fund for Technical Cooperation	6 423	–	–	(607)	–	–	(607)	5 816
International Finance Facility for Immunisation	13 445	–	–	1 055	–	–	1 055	14 500
African Risk Capacity	7 676	–	–	(7 676)	–	–	(7 676)	–
Capital	136 120	–	–	–	–	–	–	136 120
African Development Fund	35 406	–	–	47 124	–	–	47 124	82 530
World Bank Group	100 714	–	–	(47 124)	–	–	(47 124)	53 590

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

R thousand	2018/19							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Civil and Military Pensions, Contributions to Funds and Other Benefits								
Households								
Social benefits								
Current	3 493 980	–	–	–	–	–	–	3 493 980
Other benefits	98 584	–	–	(4 000)	–	–	(4 000)	94 584
Post-Retirement medical scheme	2 613 092	–	–	237 211	–	–	237 211	2 850 303
Special pensions	457 200	–	–	11 000	–	–	11 000	468 200
Political Office Bearers Pension Fund	306 083	–	–	(237 811)	–	–	(237 811)	68 272
Military pensions: Ex-servicemen	3 000	–	–	(1 400)	–	–	(1 400)	1 600
Other benefits: Ex-servicemen	16 021	–	–	(5 000)	–	–	(5 000)	11 021
Technical Support and Development Finance								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	849 538	–	–	(138 142)	(3 854)	(30 684)	(172 680)	676 858
Government Technical Advisory Centre	849 538	–	–	(138 142)	(3 854)	(30 684)	(172 680)	676 858