

Vote 33

Human Settlements

Adjusted budget summary

R thousand	2021/22			Adjusted appropriation
	Appropriation	Adjustments appropriation		
		Decrease	Increase	
Amount to be appropriated	31 657 958	(507)	22 336	31 679 787
<i>of which:</i>				
Current payments	923 848	(507)	–	923 341
Transfers and subsidies	30 730 303	–	14 708	30 745 011
Payments for capital assets	3 807	–	7 628	11 435
Executive authority	Minister of Human Settlements			
Accounting officer	Director-General of Human Settlements			
Website	www.dhs.gov.za			

Vote purpose

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

Performance

Indicator	Programme	MTSF priority	Annual performance		
			Projected for 2021/22	Achieved in the first half of 2021/22 (April to September)	Changed target for 2021/22
Number of integrated implementation plans for priority development areas completed per year	Integrated Human Settlements Planning and Development	Priority 5: Spatial integration, human settlements and local government	50	5	–
Number of fully subsidised houses delivered per year	Integrated Human Settlements Planning and Development		100 381	15 678	–
Number of title deeds registered for new (post-2014) developments per year	Integrated Human Settlements Planning and Development		129 368	3 828	–
Number of informal settlements upgraded to phase 3 per year	Informal Settlements		400	64	–
Number of serviced sites delivered per year	Informal Settlements		60 000	14 852	–
Number of affordable rental units delivered per year	Rental and Social Housing		6 000	1 471	–
Number of community residential units delivered per year	Rental and Social Housing		2 400	0	–
Number of finance-linked individual subsidy programme subsidies allocated to approved beneficiaries per year	Affordable Housing		4 000	1 905	–

Adjusted estimates

Programme		2021/22							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Amounts announced in the budget	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration	488 445	–	–	2 600	–	–	4 568	7 168	495 613
Integrated Human Settlements Planning and Development	21 234 486	–	–	–	–	–	1 291	1 291	21 235 777
Informal Settlements	8 423 089	–	–	(1 000)	–	–	716	(284)	8 422 805
Rental and Social Housing	936 508	–	–	–	–	–	255	255	936 763
Affordable Housing	575 430	14 100	–	(1 600)	–	–	899	13 399	588 829
Total	31 657 958	14 100	–	–	–	–	7 729	21 829	31 679 787
Economic classification									
Current payments	923 848	–	–	(8 236)	–	–	7 729	(507)	923 341
Compensation of employees	403 193	–	–	–	–	–	7 729	7 729	410 922
Goods and services	520 655	–	–	(8 236)	–	–	–	(8 236)	512 419
Transfers and subsidies	30 730 303	14 100	–	608	–	–	–	14 708	30 745 011
Provinces and municipalities	29 121 481	–	–	–	–	–	–	–	29 121 481
Departmental agencies and accounts	1 596 832	–	–	–	–	–	–	–	1 596 832
Foreign governments and international organisations	3 770	14 100	–	–	–	–	–	14 100	17 870
Households	8 220	–	–	608	–	–	–	608	8 828
Payments for capital assets	3 807	–	–	7 628	–	–	–	7 628	11 435
Machinery and equipment	3 807	–	–	7 628	–	–	–	7 628	11 435
Total	31 657 958	14 100	–	–	–	–	7 729	21 829	31 679 787

Programme 1: Administration

Subprogramme		2021/22							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Amounts announced in the budget	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Ministry	60 044	–	–	–	–	–	596	596	60 640
Departmental Management	92 289	–	–	(7 200)	–	–	1 006	(6 194)	86 095
Corporate Services	216 813	–	–	9 800	–	–	2 120	11 920	228 733
Property Management	51 497	–	–	–	–	–	–	–	51 497
Financial Management	67 802	–	–	–	–	–	846	846	68 648
Total	488 445	–	–	2 600	–	–	4 568	7 168	495 613
Economic classification									
Current payments	486 074	–	–	(3 134)	–	–	4 568	1 434	487 508
Compensation of employees	239 941	–	–	–	–	–	4 568	4 568	244 509
Goods and services	246 133	–	–	(3 134)	–	–	–	(3 134)	242 999
Transfers and subsidies	–	–	–	108	–	–	–	108	108
Households	–	–	–	108	–	–	–	108	108
Payments for capital assets	2 371	–	–	5 626	–	–	–	5 626	7 997
Machinery and equipment	2 371	–	–	5 626	–	–	–	5 626	7 997
Total	488 445	–	–	2 600	–	–	4 568	7 168	495 613

Programme 2: Integrated Human Settlements Planning and Development

Subprogramme		2021/22							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Amounts announced in the budget	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Management for Integrated Human Settlements Planning and Development	3 615	-	-	-	-	-	45	45	3 660
Macro Sector Planning	18 681	-	-	-	-	-	245	245	18 926
Macro Policy and Research	49 417	-	-	-	-	-	614	614	50 031
Monitoring and Evaluation	62 566	-	-	-	-	-	387	387	62 953
Public Entity Oversight	259 401	-	-	-	-	-	-	-	259 401
Grant Management	20 807 672	-	-	-	-	-	-	-	20 807 672
Capacity Building and Sector Support	33 134	-	-	-	-	-	-	-	33 134
Total	21 234 486	-	-	-	-	-	1 291	1 291	21 235 777
Economic classification									
Current payments	166 684	-	-	(1 240)	-	-	1 291	51	166 735
Compensation of employees	67 700	-	-	-	-	-	1 291	1 291	68 991
Goods and services	98 984	-	-	(1 240)	-	-	-	(1 240)	97 744
Transfers and subsidies	21 067 073	-	-	500	-	-	-	500	21 067 573
Provinces and municipalities	20 807 672	-	-	-	-	-	-	-	20 807 672
Departmental agencies and accounts	259 401	-	-	-	-	-	-	-	259 401
Households	-	-	-	500	-	-	-	500	500
Payments for capital assets	729	-	-	740	-	-	-	740	1 469
Machinery and equipment	729	-	-	740	-	-	-	740	1 469
Total	21 234 486	-	-	-	-	-	1 291	1 291	21 235 777

Programme 3: Informal Settlements

Subprogramme		2021/22							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Amounts announced in the budget	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Management for Informal Settlements	5 129	-	-	-	-	-	57	57	5 186
Grant Management	8 345 711	-	-	(1 000)	-	-	338	(662)	8 345 049
Capacity Building and Sector Support	72 249	-	-	-	-	-	321	321	72 570
Total	8 423 089	-	-	(1 000)	-	-	716	(284)	8 422 805
Economic classification									
Current payments	109 109	-	-	(1 075)	-	-	716	(359)	108 750
Compensation of employees	36 553	-	-	-	-	-	716	716	37 269
Goods and services	72 556	-	-	(1 075)	-	-	-	(1 075)	71 481
Transfers and subsidies	8 313 809	-	-	-	-	-	-	-	8 313 809
Provinces and municipalities	8 313 809	-	-	-	-	-	-	-	8 313 809
Payments for capital assets	171	-	-	75	-	-	-	75	246
Machinery and equipment	171	-	-	75	-	-	-	75	246
Total	8 423 089	-	-	(1 000)	-	-	716	(284)	8 422 805

Programme 4: Rental and Social Housing

Subprogramme		2021/22							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Roll-overs	Amounts announced in the budget	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments			
Management for Rental and Social Housing	4 690	–	–	–	–	–	61	61	4 751	
Public Entity Oversight	857 619	–	–	–	–	–	–	–	857 619	
Capacity Building and Sector Support	74 199	–	–	–	–	–	194	194	74 393	
Total	936 508	–	–	–	–	–	255	255	936 763	
Economic classification										
Current payments	78 697	–	–	(235)	–	–	255	20	78 717	
Compensation of employees	13 066	–	–	–	–	–	255	255	13 321	
Goods and services	65 631	–	–	(235)	–	–	–	(235)	65 396	
Transfers and subsidies	857 619	–	–	–	–	–	–	–	857 619	
Departmental agencies and accounts	857 619	–	–	–	–	–	–	–	857 619	
Payments for capital assets	192	–	–	235	–	–	–	235	427	
Machinery and equipment	192	–	–	235	–	–	–	235	427	
Total	936 508	–	–	–	–	–	255	255	936 763	

Programme 5: Affordable Housing

Subprogramme		2021/22							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Roll-overs	Amounts announced in the budget	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments			
Management for Affordable Housing	3 939	–	–	–	–	–	49	49	3 988	
Public Entity Oversight	492 047	–	–	–	–	–	150	150	492 197	
Capacity Building and Sector Support	79 444	14 100	–	(1 600)	–	–	700	13 200	92 644	
Total	575 430	14 100	–	(1 600)	–	–	899	13 399	588 829	
Economic classification										
Current payments	83 284	–	–	(2 552)	–	–	899	(1 653)	81 631	
Compensation of employees	45 933	–	–	–	–	–	899	899	46 832	
Goods and services	37 351	–	–	(2 552)	–	–	–	(2 552)	34 799	
Transfers and subsidies	491 802	14 100	–	–	–	–	–	14 100	505 902	
Departmental agencies and accounts	479 812	–	–	–	–	–	–	–	479 812	
Foreign governments and international organisations	3 770	14 100	–	–	–	–	–	14 100	17 870	
Households	8 220	–	–	–	–	–	–	–	8 220	
Payments for capital assets	344	–	–	952	–	–	–	952	1 296	
Machinery and equipment	344	–	–	952	–	–	–	952	1 296	
Total	575 430	14 100	–	(1 600)	–	–	899	13 399	588 829	

Details of adjustments to the 2021 Estimates of National Expenditure**Roll-overs – R14.1 million**

Programme 5: Affordable Housing

R14.1 million is rolled over to fund interventions in partnership with UN-Habitat regarding informal settlements. These interventions are intended to alleviate health and safety hazards, and improve living conditions for residents of informal settlements within the Southern African Development Community.

Virements and shifts within the vote

Programmes					
1. Administration					
2. Integrated Human Settlements Planning and Development					
3. Informal Settlements					
4. Rental and Social Housing					
5. Affordable Housing					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(5 734)	Programme 1		5 734
Goods and services	Various non-core goods and services items	(108)	Households	Leave gratuities	108
	Various non-core goods and services items	(5 626)	Machinery and equipment	Office equipment	5 626
Shifts within the programme as a percentage of the programme budget		1.2%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(1 240)	Programme 2		1 240
Goods and services	Various non-core goods and services items	(500)	Households	Leave gratuities	500
	Various non-core goods and services items	(740)	Machinery and equipment	Office equipment	740
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 3		(1 075)	Programme 1		1 000
Goods and services	Various non-core goods and services items	(1 000)	Goods and services	COVID-19 response (such as sanitiser and the decontamination of buildings)	1 000
	Various non-core goods and services items	(75)	Programme 3		75
			Machinery and equipment	Office equipment	75
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		(235)	Programme 4		235
Goods and services	Various non-core goods and services items	(235)	Machinery and equipment	Office equipment	235
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		(2 552)	Programme 1		1 600
Goods and services	Various non-core goods and services items	(1 600)	Goods and services	COVID-19 response (such as sanitiser and the decontamination of buildings)	1 600
	Various non-core goods and services items	(952)	Programme 5		952
			Machinery and equipment	Office equipment	952
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		0.3%			
Total		(10 836)			10 836

Other adjustments – R7.729 million**Significant and unforeseeable economic and financial events**

An additional R7.729 million is allocated for higher salary increases than the main budget provided for:

Programme 1: Administration

R4.568 million

Programme 2: Integrated Human Settlements Planning and Development

R1.291 million

Programme 3: Informal Settlements

R716 000

Programme 4: Rental and Social Housing

R255 000

Programme 5: Affordable Housing

R899 000

Expenditure outcome for 2020/21 and actual expenditure for 2021/22

Programme	2020/21					2021/22			
	Adjusted appropriation	Outcome			Adjusted appropriation	Adjusted appropriation/Total (%)	Actual expenditure		
		Apr 20 - Sep 20 % of adjusted appropriation	Apr 20 - Mar 21	Apr 20 - Mar 21 % of adjusted appropriation			Apr 21 - Sep 21	Apr 21 - Sep 21 % of adjusted appropriation	
R thousand									
Administration	483 399	159 737	33.0	399 184	82.6	495 613	1.6	193 781	39.1
Integrated Human Settlements Planning and Development	26 028 271	9 784 496	37.6	26 001 951	99.9	21 235 777	67.0	9 086 294	42.8
Informal Settlements	648 159	46 475	7.2	511 211	78.9	8 422 805	26.6	2 975 855	35.3
Rental and Social Housing	1 184 596	46 521	3.9	1 162 257	98.1	936 763	3.0	326 261	34.8
Affordable Housing	734 594	152 171	20.7	700 934	95.4	588 829	1.9	276 769	47.0
Total	29 079 019	10 189 400	35.0	28 775 537	99.0	31 679 787	100.0	12 858 960	40.6
Economic classification									
Current payments	851 683	243 912	28.6	626 330	73.5	923 341	2.9	326 844	35.4
Compensation of employees	397 264	173 902	43.8	352 497	88.7	410 922	1.3	175 110	42.6
Goods and services	454 419	70 010	15.4	273 833	60.3	512 419	1.6	151 734	29.6
Transfers and subsidies	28 217 470	9 943 522	35.2	28 141 494	99.7	30 745 011	97.0	12 529 767	40.8
Provinces and municipalities	26 185 391	9 664 987	36.9	26 080 915	99.6	29 121 481	91.9	11 830 396	40.6
Departmental agencies and accounts	2 024 406	274 409	13.6	2 048 406	101.2	1 596 832	5.0	695 947	43.6
Foreign governments and international organisations	3 595	3 455	96.1	3 455	96.1	17 870	0.1	2 169	12.1
Households	4 078	671	16.5	8 718	213.8	8 828	0.0	1 255	14.2
Payments for capital assets	9 866	1 963	19.9	7 651	77.5	11 435	0.0	2 319	20.3
Machinery and equipment	9 866	1 963	19.9	7 651	77.5	11 435	0.0	2 316	20.3
Payments for financial assets	-	3	-	62	-	-	-	30	-
Total	29 079 019	10 189 400	35.0	28 775 537	99.0	31 679 787	100.0	12 858 960	40.6

Expenditure trends

Total expenditure in 2020/21 was R28.8 billion, 99 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2020/21 was R10.2 billion, 35 per cent of the adjusted appropriation, whereas

expenditure in the first half of 2021/22 was R12.3 billion, 40.6 per cent of the adjusted appropriation of R31.7 billion. Compared to the first half of 2020/21, expenditure over the same period in 2021/22 increased by R2.7 billion, 26.2 per cent. This was mainly due to increased conditional grant transfers to provinces and municipalities for the *informal settlements partnership grant*, which commenced in 2021/22; and increased spending on goods and services as a result of the easing of COVID-19 lockdown restrictions.

Departmental receipts

R thousand	2020/21					2021/22				
	Adjusted estimate	Outcome		Apr 20 - Mar 21	Apr 20 - Mar 21	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 20 - Sep 20	Apr 20 - Sep 20 % of adjusted estimate						Apr 21 - Sep 21	Apr 21 - Sep 21 % of adjusted estimate
Departmental receipts	338	182	53.8	365	108.0	346	912	100.0	744	81.6
Sales of goods and services produced by department	217	102	47.0	205	94.5	223	206	22.6	102	49.5
Sales of scrap, waste, arms and other used current goods	3	-	-	1	33.3	4	2	0.2	1	50.0
Interest, dividends and rent on land	118	26	22.0	30	25.4	119	26	2.9	13	50.0
Transactions in financial assets and liabilities	-	54	-	129	-	-	678	74.3	628	92.6
Total	338	182	53.8	365	108.0	346	912	100.0	744	81.6

Revenue trends

Mid-year revenue in 2020/21 was R182 000, 53.8 per cent of the adjusted estimate, whereas revenue for the first half of 2021/22 was R744 000, 81.6 per cent of the adjusted estimate of R912 000. Compared to the first half of 2020/21, revenue over the same period in 2021/22 increased by R562 000, 308.8 per cent. This was mainly due to increased revenue generated from the recovery of staff debt, and the reimbursement of previous years expenditure.

Changes to transfers and subsidies, including conditional grants

R thousand	2021/22								
	Appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Amounts announced in the budget	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration									
Households									
Social benefits									
Current	-	-	-	108	-	-	-	108	108
Transfers to households	-	-	-	108	-	-	-	108	108
Integrated Human Settlements Planning and Development									
Households									
Social benefits									
Current	-	-	-	500	-	-	-	500	500
Transfers to households	-	-	-	500	-	-	-	500	500
Affordable Housing									
Foreign governments and international organisations									
Current	3 050	14 100	-	-	-	-	-	14 100	17 150
Habitat Foundation	3 050	14 100	-	-	-	-	-	14 100	17 150

