

Vote 4

Cooperative Governance and Traditional Affairs

Budget summary

R million	2018/19				2019/20	2020/21
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	258.6	253.2	0.1	5.3	275.7	294.0
Regional and Urban Development and Legislative Support	103.5	42.6	60.9	–	109.7	116.3
Institutional Development	63 111.5	185.9	62 925.6	–	69 376.4	76 110.8
National Disaster Management Centre	592.2	95.6	494.2	2.5	570.3	602.6
Local Government Support and Intervention Management	15 716.2	86.0	15 630.1	–	16 181.0	17 072.3
Community Work Programme	3 869.9	2 869.1	1 000.8	–	4 084.1	4 311.6
Total expenditure estimates	83 651.9	3 532.4	80 111.8	7.8	90 597.3	98 507.6
Executive authority	Minister of Cooperative Governance and Traditional Affairs					
Accounting officer	Director General of Cooperative Governance and Director General of Traditional Affairs					
Website address	www.cogta.gov.za					

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, entities, donor funding, public private partnerships, conditional grants to provinces and municipalities, and expenditure information at the level of service delivery, where appropriate.

Vote purpose

Improve cooperative governance across the three spheres of government, in partnership with institutions of traditional leadership, to ensure that provinces and municipalities carry out their service delivery and development functions effectively.

Mandate

The Department of Cooperative Governance is mandated to: develop and monitor the implementation of national policy and legislation aimed at transforming and strengthening key institutions and mechanisms of governance in national, provincial and local government to fulfil their developmental role; develop, promote and monitor mechanisms, systems and structures to enable integrated service delivery and implementation within government; and promote sustainable development by providing support to and exercising oversight of provincial and local government. This mandate is derived from the following legislation:

- the Intergovernmental Relations Framework Act (2005)
- the Municipal Property Rates Act (2004)
- the Municipal Systems Act (2000)
- the Municipal Structures Act (1998)
- the Disaster Management Act (2002).

Selected performance indicators

Table 4.1 Performance indicators by programme and related outcome

Indicator	Programme	MTSF outcome	Past			Current	Projections		
			2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Number of secondary cities supported per year to improve spatial and economic planning by implementing the integrated urban development framework	Regional and Urban Development and Legislative Support	Outcome 9: Responsive, accountable, effective and efficient developmental local government	-1	-1	-1	10	15	25	30
Number of municipalities assessed and guided to comply with the rating criteria of the Municipal Property Rates Act (2004) per year	Institutional Development		40	-2	193	110	110	110	110
Number of municipalities where Back to Basics interventions are implemented per year	Local Government Support and Intervention Management		-1	-1	36	47	80	80	80
Percentage of spending by municipalities on the municipal infrastructure grant per year	Local Government Support and Intervention Management		89% (R13.1bn/ R14.7bn)	92% (R13.8bn/ R14.9bn)	90% (R13.4bn/ R14.9bn)	100% (R15.9bn)	100%	100%	100%
Total number of work opportunities provided through the community work programme	Community Work Programme		187 021	197 000	220 556	258 400	259 157	226 812	227 010

1. No historical data available.

2. The department increased the number of municipalities to be assisted to comply with the requirements of the Municipal Property Rates Act (2004) after the act was amended.

Expenditure analysis

Chapter 13 of the National Development Plan outlines a vision for building a capable and developmental state through interdepartmental coordination and strengthening local government. This vision is given expression by outcome 9 (responsive, accountable, effective and efficient local government system) of government's 2014-2019 medium-term strategic framework, with which the work of the Department of Cooperative Governance is closely aligned. Over the medium term, as part of implementing the Back to Basics strategy, the department intends focusing on providing sustainable basic services, improving access to basic services through municipal infrastructure, alleviating poverty through employment creation, and providing disaster relief.

The department has a total budget of R272.8 billion over the MTEF period. Of this, 94 per cent (R256.5 billion) is allocated for transfers and subsidies to provinces and municipalities, mainly for the local government equitable share and the municipal infrastructure grant. 3.8 per cent (R9.7 billion) of the department's total budget over the MTEF period is for goods and services, mainly for the payment of participants in the community work programme. The 22.4 per cent decrease in expenditure in the Regional and Urban Development and Legislative Support programme is due to the discontinuation of the municipal demarcation transition grant in 2017/18.

The department anticipates an increase in personnel over the medium term, from 493 in 2017/18 to 503 in 2020/21, to strengthen capacity in the Institutional Development and Community Work Programme programmes. As such, spending on compensation of employees is expected to increase at an average annual rate of 8.5 per cent, from R307.6 million in 2017/18 to R392.8 million in 2020/21.

Providing sustainable basic services

The department administers the local government equitable share to municipalities to fund core municipal functions, such as the operations and maintenance of infrastructure for basic services such as water and sanitation, electricity, refuse removal, and sports and recreation facilities. The local government equitable share constitutes 99.4 per cent (R207.3 billion) of the Institutional Development programme's total allocation over the MTEF period. Expenditure in the programme is expected to increase at an average annual rate of 11.0 per cent, from R57.3 billion in 2017/18 to R76.1 billion in 2020/21, due to an additional

allocation of R3.4 billion to the local government equitable share to cater for the increased bulk costs of providing basic services. This additional allocation will enable poor households to continue receiving free basic services such as water and sanitation, refuse removal, and electricity.

Improving access to basic services through municipal infrastructure

The department manages the municipal infrastructure grant, which allocates funds to local municipalities to deliver infrastructure and enable access to basic services. The grant accounts for a projected 97.1 per cent (R47.6 billion) of the Local Government Support and Intervention Management programme's allocation over the MTEF period. Despite budget reductions of R5.6 billion, as approved by Cabinet, which were effected on the municipal infrastructure grant over the medium term, the programme's expenditure is expected to increase from R15.9 billion in 2017/18 to R16.6 billion in 2020/21.

Since 2017/18, the department has taken a proactive approach to identify municipalities' shortcomings in spending funds from the municipal infrastructure grant. This has led to the strategic realignment of the grant to prioritise spending where there is capacity, while strengthening the capacity of struggling municipalities. The department plans to continue with this approach over the MTEF period, as well as provide technical support through the Municipal Infrastructure Support Agent, which receives transfers from the department amounting to R1.1 billion over the medium term. To eradicate bucket sanitation in formal areas, in 2018/19, Cabinet approved the reprioritisation of R220 million within the municipal infrastructure grant towards the bucket eradication programme.

Alleviating poverty through employment creation

The community work programme is intended to provide work opportunities on projects including food gardens, home-based care and auxiliary care for vulnerable individuals. The programme is funded through the department's Community Work Programme, which has a total budget of R12.3 billion to create an estimated 712 979 work opportunities over the MTEF period. An additional R196.5 million is allocated to the programme over the medium term to increase the number of participants. The anticipated decrease in spending on goods and services in the programme over the MTEF period is due to the restructuring of the programme's delivery model. As per the new model, non-profit institutions will receive transfers from the department to implement the non-wage component of the programme. As a result, transfers to non-profit institutions account for 22.6 per cent of all transfers, amounting to R3.6 billion over the medium term.

Providing disaster relief

In recent years, South Africa has experienced various natural disasters, ranging from floods to droughts, which the department is responsible for responding to. For this purpose, the department administers the disaster relief grant to provide for immediate relief as and when disasters occur. Allocations to the grant have increased significantly, from R118.1 million in 2016/17 to R423.7 million in 2017/18, and are expected to increase further at an average annual rate to 5.1 per cent over the medium term, to R492.4 million in 2020/21.

Expenditure trends

Table 4.2 Vote expenditure trends by programme and economic classification

Programmes																															
1. Administration																															
2. Regional and Urban Development and Legislative Support																															
3. Institutional Development																															
4. National Disaster Management Centre																															
5. Local Government Support and Intervention Management																															
6. Community Work Programme																															
Programme	Annual budget			Adjusted appropriation			Audited outcome			Annual budget			Adjusted appropriation			Audited outcome			Annual budget			Adjusted appropriation			Revised estimate			Average: Outcome/Annual budget (%)		Average: Outcome/Adjusted appropriation (%)	
R million	2014/15			2015/16			2016/17			2017/18			2017/18			2014/15 - 2017/18			2014/15 - 2017/18			2014/15 - 2017/18			2014/15 - 2017/18		2014/15 - 2017/18				
Programme 1	252.1	238.5	236.4	236.5	228.6	236.5	266.5	263.7	267.3	247.3	244.3	244.3	247.3	244.3	244.3	98.2%	101.0%														
Programme 2	33.1	30.0	80.3	76.2	76.2	93.0	397.0	423.6	389.3	210.3	248.6	248.6	210.3	248.6	248.6	113.2%	104.2%														
Programme 3	59 729.4	59 966.4	42 040.2	65 898.4	67 407.6	49 818.6	52 887.7	52 888.0	50 931.0	57 372.8	57 373.1	55 673.1	57 372.8	57 373.1	55 673.1	84.1%	83.5%														
Programme 4	650.8	831.4	385.9	606.8	606.8	258.2	598.9	588.9	295.3	521.9	548.1	348.1	521.9	548.1	348.1	54.1%	50.0%														
Programme 5	289.5	129.7	15 085.0	120.4	120.4	15 317.1	15 652.8	15 666.5	15 598.2	16 366.4	16 409.8	16 409.8	16 366.4	16 409.8	16 409.8	192.5%	193.1%														
Programme 6	2 257.8	2 257.8	1 558.7	2 375.9	2 375.9	2 374.2	3 191.2	3 191.2	2 371.1	3 695.9	3 640.1	3 190.1	3 695.9	3 640.1	3 190.1	82.4%	82.8%														
Total	63 212.7	63 453.9	59 386.5	69 314.2	70 815.5	68 097.5	72 994.0	73 021.9	69 852.2	78 414.5	78 463.9	76 113.9	78 414.5	78 463.9	76 113.9	96.3%	95.7%														
Change to 2017 Budget estimate													49.4																		
Economic classification																															
Current payments	2 690.7	2 689.8	1 975.3	2 808.6	2 811.5	2 759.6	3 801.7	3 826.5	2 815.7	4 346.2	4 275.6	3 825.6	4 346.2	4 275.6	3 825.6	83.4%	83.6%														
Compensation of employees	256.6	246.6	234.4	271.8	271.8	258.3	320.5	320.5	272.4	338.9	307.6	307.6	338.9	307.6	307.6	90.3%	93.6%														
Goods and services	2 434.1	2 443.2	1 740.9	2 536.8	2 539.7	2 501.3	3 481.2	3 505.9	2 543.3	4 007.2	3 967.9	3 517.9	4 007.2	3 967.9	3 517.9	82.7%	82.7%														
Transfers and subsidies	60 513.3	60 755.4	57 393.0	66 497.8	67 997.4	65 290.9	69 185.0	69 188.0	67 027.0	74 060.8	74 180.7	72 280.7	74 060.8	74 180.7	72 280.7	96.9%	96.3%														
Provinces and municipalities	60 024.5	60 261.7	56 901.3	66 007.2	67 506.1	64 799.2	68 301.7	68 301.7	66 178.5	73 439.1	73 493.1	71 593.1	73 439.1	73 493.1	71 593.1	96.9%	96.3%														
Departmental agencies and accounts	477.2	481.8	481.9	478.5	484.9	484.9	567.4	570.4	574.6	608.4	622.9	622.9	608.4	622.9	622.9	-	-														
Foreign governments and international organisations	-	0.3	0.9	-	-	-	-	-	-	1.3	1.3	1.3	1.3	1.3	1.3	168.7%	140.2%														
Non-profit institutions	11.7	11.7	8.6	12.1	6.3	6.3	6.6	6.6	9.1	12.1	18.0	18.0	12.1	18.0	18.0	99.0%	98.8%														
Households	-	-	0.4	-	0.1	0.5	309.3	309.3	264.8	-	45.5	45.5	-	45.5	45.5	100.6%	87.7%														
Payments for capital assets	8.7	8.7	17.9	7.8	6.5	46.1	7.3	7.3	9.3	7.5	7.5	7.5	7.5	7.5	7.5	257.9%	268.7%														
Machinery and equipment	7.7	7.7	17.8	7.8	6.5	46.1	7.3	7.3	9.3	7.5	7.5	7.5	7.5	7.5	7.5	265.9%	277.5%														
Heritage assets	-	-	0.1	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
Software and other intangible assets	1.0	1.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-														
Payments for financial assets	-	-	0.3	-	0.1	0.9	-	0.1	0.2	-	0.1	0.1	-	0.1	0.1	-	517.9%														
Total	63 212.7	63 453.9	59 386.5	69 314.2	70 815.5	68 097.5	72 994.0	73 021.9	69 852.2	78 414.5	78 463.9	76 113.9	78 414.5	78 463.9	76 113.9	96.3%	95.7%														

Expenditure estimates

Table 4.3 Vote expenditure estimates by programme and economic classification

Programmes																				
1. Administration																				
2. Regional and Urban Development and Legislative Support																				
3. Institutional Development																				
4. National Disaster Management Centre																				
5. Local Government Support and Intervention Management																				
6. Community Work Programme																				
Programme	Revised estimate			Average growth rate (%)			Average Expenditure/ Total (%)			Medium-term expenditure estimate			Average growth rate (%)			Average: Expenditure/ Total (%)				
R million	2017/18			2014/15 - 2017/18			2014/15 - 2017/18			2018/19			2019/20			2020/21			2017/18 - 2020/21	
Programme 1	244.3	244.3	244.3	0.8%	0.8%	0.8%	0.4%	0.4%	0.4%	258.6	275.7	294.0	258.6	275.7	294.0	6.4%	0.3%			
Programme 2	248.6	248.6	248.6	102.3%	102.3%	102.3%	0.3%	0.3%	0.3%	103.5	109.7	116.3	103.5	109.7	116.3	-22.4%	0.2%			
Programme 3	55 673.1	55 673.1	55 673.1	-2.4%	-2.4%	-2.4%	72.6%	72.6%	72.6%	63 111.5	69 376.4	76 110.8	63 111.5	69 376.4	76 110.8	11.0%	75.8%			
Programme 4	348.1	348.1	348.1	-25.2%	-25.2%	-25.2%	0.5%	0.5%	0.5%	592.2	570.3	602.6	592.2	570.3	602.6	20.1%	0.6%			
Programme 5	16 409.8	16 409.8	16 409.8	402.0%	402.0%	402.0%	22.8%	22.8%	22.8%	15 716.2	16 181.0	17 072.3	15 716.2	16 181.0	17 072.3	1.3%	18.7%			
Programme 6	3 190.1	3 190.1	3 190.1	12.2%	12.2%	12.2%	3.5%	3.5%	3.5%	3 869.9	4 084.1	4 311.6	3 869.9	4 084.1	4 311.6	10.6%	4.4%			
Total	76 113.9	76 113.9	76 113.9	6.3%	6.3%	6.3%	100.0%	100.0%	100.0%	83 651.9	90 597.3	98 507.6	83 651.9	90 597.3	98 507.6	9.0%	100.0%			
Change to 2017 Budget estimate													(1 461.9)			(463.1)		(169.8)		

Table 4.3 Vote expenditure estimates by programme and economic classification

Economic classification	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
		2014/15 - 2017/18		2018/19	2019/20	2020/21	2017/18 - 2020/21	
R million	2017/18							
Current payments	3 825.6	12.5%	4.2%	3 532.4	3 589.4	3 662.0	-1.4%	4.2%
Compensation of employees	307.6	7.7%	0.4%	339.5	365.4	392.8	8.5%	0.4%
Goods and services	3 517.9	12.9%	3.8%	3 192.9	3 224.0	3 269.2	-2.4%	3.8%
Transfers and subsidies	72 280.7	6.0%	95.8%	80 111.8	86 999.7	94 837.0	9.5%	95.8%
Provinces and municipalities	71 593.1	5.9%	94.9%	78 513.8	85 173.7	92 775.0	9.0%	94.0%
Departmental agencies and accounts	622.9	8.9%	0.8%	582.4	610.5	645.6	1.2%	0.7%
Foreign governments and international organisations	1.3	70.2%	0.0%	1.9	2.0	2.2	18.9%	0.0%
Non-profit institutions	18.0	15.5%	0.0%	1 013.6	1 213.5	1 414.2	328.5%	1.0%
Households	45.5	-	0.1%	-	-	-	-100.0%	0.0%
Payments for capital assets	7.5	-4.8%	0.0%	7.8	8.2	8.6	4.8%	0.0%
Machinery and equipment	7.5	-0.9%	0.0%	7.8	8.2	8.6	4.8%	0.0%
Payments for financial assets	0.1	-	0.0%	-	-	-	-100.0%	0.0%
Total	76 113.9	6.3%	100.0%	83 651.9	90 597.3	98 507.6	9.0%	100.0%

Expenditure trends and estimates for significant spending items

Table 4.4 Expenditure trends and estimates for significant spending items

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total Vote (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total Vote (%)
	2014/15	2015/16	2016/17				2017/18	2014/15 - 2017/18	2018/19		
R thousand											
Employment programmes	1 564 800	2 380 516	2 380 215	3 647 016	32.6%	3.6%	3 877 256	4 091 884	4 319 792	5.8%	4.6%
Municipal equitable share	41 592 070	49 366 507	50 708 988	57 012 141	11.1%	72.7%	62 731 845	68 973 465	75 683 326	9.9%	75.8%
Municipal infrastructure grant	14 745 445	14 955 762	14 914 028	15 891 252	2.5%	22.1%	15 287 685	15 733 731	16 599 086	1.5%	18.2%
Municipal disaster relief grant	35 532	-	118 075	300 281	103.7%	0.2%	370 597	335 488	353 940	5.6%	0.4%
Provincial disaster relief grant	85 951	35 588	-	123 432	12.8%	0.1%	123 591	130 904	138 489	3.9%	0.1%
Total	58 023 798	66 738 373	68 121 306	76 974 122	162.7%	98.7%	82 390 974	89 265 472	97 094 633	26.7%	99.1%

Goods and services expenditure trends and estimates

Table 4.5 Vote goods and services expenditure trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2014/15	2015/16	2016/17				2017/18	2014/15 - 2017/18	2018/19		
R thousand											
Administrative fees	6 019	11 949	11 580	7 386	7.1%	0.3%	8 491	9 496	10 028	10.7%	0.3%
Advertising	2 340	2 438	16 224	6 657	41.7%	0.3%	6 622	6 658	7 021	1.8%	0.2%
Minor assets	2 881	8 804	1 109	1 897	-13.0%	0.1%	2 013	2 139	2 259	6.0%	0.1%
Audit costs: External	6 872	6 678	7 622	12 170	21.0%	0.3%	14 199	15 429	16 278	10.2%	0.4%
Bursaries: Employees	937	1 086	845	3 703	58.1%	0.1%	2 013	2 126	2 243	-15.4%	0.1%
Catering: Departmental activities	3 119	5 198	3 292	12 405	58.4%	0.2%	13 385	14 142	14 919	6.3%	0.4%
Communication	6 632	11 671	4 661	9 312	12.0%	0.3%	14 232	13 009	13 781	14.0%	0.4%
Computer services	18 000	16 754	23 815	60 297	49.6%	1.1%	40 247	43 214	46 691	-8.2%	1.4%
Consultants: Business and advisory services	239 805	232 359	196 536	226 863	-1.8%	8.3%	249 521	264 222	277 711	7.0%	7.5%
Infrastructure and planning services	501	519	-	-	-100.0%	-	-	-	-	-	-
Legal services	6 156	3 850	-	3 918	-14.0%	0.1%	3 144	4 377	4 618	5.6%	0.1%
Science and technological services	-	-	4 429	-	-	-	-	-	-	-	-
Contractors	1 274 367	1 817 448	2 032 592	2 766 649	29.5%	73.4%	1 929 431	1 897 658	1 869 768	-12.2%	62.0%
Agency and support/outsourced services	871	5 784	7 946	1 429	17.9%	0.1%	1 577	1 665	1 757	7.1%	-
Entertainment	-	60	61	43	-	-	49	51	53	7.2%	-
Fleet services (including government motor transport)	1 952	225	2 814	1 684	-4.8%	0.1%	1 919	2 025	2 135	8.2%	0.1%
Inventory: Clothing material and accessories	22 154	-	-	-	-100.0%	0.2%	-	-	-	-	-
Inventory: Food and food supplies	-	10	-	11	-	-	12	13	14	8.4%	-
Inventory: Fuel, oil and gas	127	83	-	90	-10.8%	-	95	100	105	5.3%	-
Inventory: Learner and teacher support material	-	2	-	544	-	-	576	608	641	5.6%	-
Inventory: Materials and supplies	27 336	87 778	16 760	719 421	197.5%	7.9%	672 013	709 391	753 907	1.6%	20.9%
Inventory: Medical supplies	-	8	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	360	-	778	-	-	820	867	915	5.6%	-

Table 4.5 Vote goods and services expenditure trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2017/18	Average growth rate (%) 2014/15 - 2017/18	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2017/18 - 2020/21	Average: Expenditure/ Total (%)
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21		
Consumable supplies	4 552	121 851	73 776	3 885	-5.1%	1.9%	4 432	4 679	4 936	8.3%	0.1%
Consumables: Stationery, printing and office supplies	6 014	8 769	5 289	24 627	60.0%	0.4%	19 734	20 839	21 983	-3.7%	0.6%
Operating leases	4 711	6 670	39 910	3 023	-13.7%	0.5%	3 105	3 278	3 458	4.6%	0.1%
Rental and hiring	-	-	368	57	-	-	61	65	69	6.6%	-
Property payments	45 597	40 035	14 944	44 958	-0.5%	1.4%	46 595	49 204	51 911	4.9%	1.4%
Transport provided:	-	295	6 808	308	-	0.1%	326	344	363	5.6%	-
Departmental activity											
Travel and subsistence	29 448	29 745	23 844	43 581	14.0%	1.2%	47 604	48 358	51 055	5.4%	1.4%
Training and development	26 471	74 015	41 853	3 840	-47.5%	1.4%	103 812	104 022	104 241	200.5%	2.3%
Operating payments	1 461	1 737	4 478	1 772	6.6%	0.1%	1 834	1 935	2 042	4.8%	0.1%
Venues and facilities	2 562	5 106	1 753	6 624	37.3%	0.1%	5 016	4 121	4 347	-13.1%	0.1%
Total	1 740 885	2 501 287	2 543 309	3 967 932	31.6%	100.0%	3 192 878	3 224 035	3 269 249	-6.3%	100.0%

Transfers and subsidies expenditure trends and estimates

Table 4.6 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2017/18	Average growth rate (%) 2014/15 - 2017/18	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2017/18 - 2020/21	Average: Expenditure/ Total (%)
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21		
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	481 895	484 949	574 607	622 920	8.9%	0.8%	582 430	610 466	645 618	1.2%	0.7%
Public Service Sector Education and Training Authority	735	-	-	-	-100.0%	-	-	-	-	-	-
Municipal Demarcation Board	44 230	45 793	59 220	57 631	9.2%	0.1%	53 568	56 568	59 679	1.2%	0.1%
Department of Traditional Affairs	115 864	125 928	133 998	152 506	9.6%	0.2%	153 306	163 351	173 912	4.5%	0.2%
South African Local Government Association	26 904	9 215	31 500	31 300	5.2%	-	33 100	34 954	36 876	5.6%	-
Municipal Infrastructure Support Agent	294 162	304 013	349 889	381 483	9.1%	0.5%	342 456	355 593	375 151	-0.6%	0.4%
Households											
Other transfers to households											
Current	-	55	34	37	-	-	-	-	-	-100.0%	-
Employee social benefits	-	55	34	37	-	-	-	-	-	-100.0%	-
Households											
Social benefits											
Current	357	472	264 734	45 454	403.1%	0.1%	-	-	-	-100.0%	-
Employee social benefits	357	472	2 491	54	-46.7%	-	-	-	-	-100.0%	-
Non-returning local government councillors	-	-	262 243	45 400	-	0.1%	-	-	-	-100.0%	-
Non-profit institutions											
Current	8 638	6 286	9 119	17 972	27.7%	-	1 013 578	1 213 495	1 414 237	328.5%	1.1%
South African Cities Network	6 071	6 286	9 119	6 950	4.6%	-	7 353	7 765	8 192	5.6%	-
United Cities and Local Governments of Africa - South African Regional Office	2 567	-	-	10 923	62.0%	-	5 426	5 730	6 045	-17.9%	-
Disaster Management Institute of Southern Africa	-	-	-	99	-	-	-	-	-	-100.0%	-
National bodies: Community care	-	-	-	-	-	-	1 000 799	1 200 000	1 400 000	-	1.1%
Provinces and municipalities											
Municipal bank accounts											
Current	41 879 778	49 621 685	51 124 510	57 452 239	11.1%	75.8%	63 081 231	69 309 065	76 037 384	9.8%	79.1%
Vehicle licences	24	22	25	103	62.5%	-	106	112	118	4.6%	-
Municipal demarcation transition grant	-	3 714	297 422	139 714	-	0.2%	-	-	-	-100.0%	-
Municipal systems improvement grant	252 152	251 442	-	-	-100.0%	0.2%	-	-	-	-	-
Local government equitable share	41 592 070	49 366 507	50 708 988	57 012 141	11.1%	75.3%	62 731 845	68 973 465	75 683 326	9.9%	78.7%
Municipal disaster relief grant	35 532	-	118 075	300 281	103.7%	0.2%	349 280	335 488	353 940	5.6%	0.4%
Capital	14 935 547	15 141 883	15 054 028	15 917 399	2.1%	23.1%	15 309 002	15 733 731	16 599 086	1.4%	18.9%
Municipal disaster recovery grant	190 102	186 121	140 000	26 147	-48.4%	0.2%	21 317	-	-	-100.0%	-
Municipal infrastructure grant	14 745 445	14 955 762	14 914 028	15 891 252	2.5%	22.9%	15 287 685	15 733 731	16 599 086	1.5%	18.9%

Table 4.6 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2017/18	Average growth rate (%) 2014/15 - 2017/18	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2017/18 - 2020/21	Average: Expenditure/ Total (%)
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21		
Foreign governments and international organisations											
Current	880	–	–	1 281	13.3%	–	1 946	2 032	2 151	18.9%	–
Commonwealth Local Government Forum	238	–	–	–	-100.0%	–	590	600	640	–	–
United Cities and Local Governments of Africa - Moroccan office	642	–	–	1 281	25.9%	–	1 356	1 432	1 511	5.7%	–
Provinces and municipalities											
Provincial revenue funds											
Current	85 951	35 593	–	123 432	12.8%	0.1%	123 591	130 904	138 489	3.9%	0.2%
Vehicle licences	–	5	–	–	–	–	–	–	–	–	–
Provincial disaster relief grant	85 951	35 588	–	123 432	12.8%	0.1%	123 591	130 904	138 489	3.9%	0.2%
Total	57 393 046	65 290 923	67 027 032	74 180 734	8.9%	100.0%	80 111 778	86 999 693	94 836 965	8.5%	100.0%

Personnel information

Table 4.7 Vote personnel numbers and cost by salary level and programme¹

Programmes																				
1. Administration																				
2. Regional and Urban Development and Legislative Support																				
3. Institutional Development																				
4. National Disaster Management Centre																				
5. Local Government Support and Intervention Management																				
6. Community Work Programme																				
Number of posts estimated for 31 March 2018		Number and cost ² of personnel posts filled / planned for on funded establishment										Number								
Number of funded posts	Number of posts additional to the establishment	Actual		Revised estimate		Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)							
		2016/17	Unit	2017/18	Unit	2018/19		2019/20		2020/21				2017/18 - 2020/21						
		Number	Cost	Number	Cost	Number	Cost	Number	Cost	Number	Cost	Number	Cost	Number	Cost					
Cooperative Governance and Traditional Affairs		458	2	477	272.4	0.6	493	307.6	0.6	505	339.5	0.7	504	365.4	0.7	503	392.8	0.8	0.7%	100.0%
Salary level		458	2	477	272.4	0.6	493	307.6	0.6	505	339.5	0.7	504	365.4	0.7	503	392.8	0.8	0.7%	100.0%
1 – 6	125	–	–	133	53.9	0.4	114	37.4	0.3	126	46.1	0.4	125	49.8	0.4	125	54.0	0.4	3.1%	24.4%
7 – 10	131	–	–	136	62.3	0.5	161	83.6	0.5	160	88.4	0.6	160	95.4	0.6	159	102.4	0.6	-0.4%	31.9%
11 – 12	92	–	–	93	49.6	0.5	104	74.7	0.7	101	79.2	0.8	101	85.5	0.8	101	92.4	0.9	-1.0%	20.3%
13 – 16	108	2	2	113	102.4	0.9	112	107.7	1.0	116	121.4	1.0	116	129.9	1.1	116	138.9	1.2	1.2%	22.9%
Other	2	–	–	2	4.2	2.1	2	4.2	2.1	2	4.4	2.2	2	4.7	2.4	2	5.1	2.5	–	0.4%
Programme	458	2	2	477	272.4	0.6	493	307.6	0.6	505	339.5	0.7	504	365.4	0.7	503	392.8	0.8	0.7%	100.0%
Programme 1	223	–	–	238	121.8	0.5	215	125.2	0.6	228	141.5	0.6	227	152.2	0.7	226	163.6	0.7	1.7%	44.7%
Programme 2	32	–	–	37	17.9	0.5	38	20.4	0.5	45	27.6	0.6	45	29.7	0.7	45	31.9	0.7	5.8%	8.6%
Programme 3	39	–	–	37	28.7	0.8	37	30.6	0.8	43	38.1	0.9	43	41.0	1.0	43	44.1	1.0	5.1%	8.3%
Programme 4	30	–	–	30	19.7	0.7	45	29.6	0.7	33	25.0	0.8	33	26.9	0.8	33	28.9	0.9	-9.8%	7.2%
Programme 5	80	–	–	80	55.7	0.7	89	64.4	0.7	82	62.9	0.8	82	67.7	0.8	82	72.8	0.9	-2.7%	16.7%
Programme 6	54	–	–	55	28.5	0.5	69	37.5	0.5	74	44.4	0.6	74	47.9	0.6	74	51.4	0.7	2.4%	14.5%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Departmental receipts

Table 4.8 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate 2017/18	Revised estimate	Average growth rate (%) 2014/15 - 2017/18	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%) 2017/18 - 2020/21	Average: Receipt item/ Total (%)
	2014/15	2015/16	2016/17					2018/19	2019/20	2020/21		
Departmental receipts	1 916	1 116	23 451	1 875	22 623	127.7%	100.0%	1 532	1 945	2 320	-53.2%	100.0%
Sales of goods and services produced by department	173	157	167	375	102	-16.1%	1.2%	375	395	450	64.0%	4.7%
Sales by market establishments of which:	173	157	167	375	102	-16.1%	1.2%	370	390	450	64.0%	4.6%
Rental parking: Covered and open	173	157	167	375	49	-34.3%	1.1%	370	390	450	109.4%	4.4%
Commission: Insurance and garnishee	–	–	–	–	53	–	0.1%	–	–	–	-100.0%	0.2%

Table 4.8 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2014/15	2015/16	2016/17					2017/18	2018/19	2019/20		
Other sales	-	-	-	-	-	-	-	5	5	-	-	-
<i>of which:</i>												
Replacement of security cards	-	-	-	-	-	-	-	5	5	-	-	-
Sales of scrap, waste, arms and other used current goods	1	1	-	-	-	-100.0%	-	7	10	-	-	0.1%
<i>of which:</i>												
Sales of paper	1	1	-	-	-	-100.0%	-	7	10	-	-	0.1%
Interest, dividends and rent on land	1	291	1 218	1 100	762	813.4%	4.6%	1 010	1 000	1 220	17.0%	14.0%
Interest	1	-	-	-	-	-100.0%	-	10	-	20	-	0.1%
Dividends	-	291	1 218	1 100	762	-	4.6%	1 000	1 000	1 200	16.3%	13.9%
<i>of which:</i>												
Bank accounts	-	291	1 218	1 100	712	-	4.5%	1 000	1 000	1 200	19.0%	13.8%
Interest received private sector	-	-	-	-	50	-	0.1%	-	-	-	-100.0%	0.2%
Sales of capital assets	53	-	40	50	50	-1.9%	0.3%	40	40	50	-	0.6%
Transactions in financial assets and liabilities	1 688	667	22 026	350	21 709	134.3%	93.9%	100	500	600	-69.8%	80.6%
Total	1 916	1 116	23 451	1 875	22 623	127.7%	100.0%	1 532	1 945	2 320	-53.2%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department.

Expenditure trends and estimates

Table 4.9 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20			2020/21
R million												
Ministry	32.9	27.8	32.1	26.7	-6.7%	12.1%	29.4	31.5	33.7	8.0%	11.3%	
Management	16.5	20.1	14.4	18.3	3.4%	7.0%	18.4	19.8	21.2	5.1%	7.2%	
Corporate Services	109.8	111.2	139.8	104.9	-1.5%	47.3%	113.5	121.1	129.3	7.2%	43.7%	
Financial Services	25.3	30.0	27.2	36.4	12.9%	12.1%	40.6	43.3	46.3	8.4%	15.5%	
Internal Audit and Risk Management	8.6	11.9	7.4	16.5	24.2%	4.5%	13.6	14.6	15.5	-1.9%	5.6%	
Office Accommodation	43.3	35.6	46.3	41.6	-1.3%	16.9%	43.0	45.4	47.9	4.9%	16.6%	
Total	236.4	236.5	267.3	244.3	1.1%	100.0%	258.6	275.7	294.0	6.4%	100.0%	
Change to 2017				(3.0)			(1.0)	(1.0)	(1.0)			
Budget estimate												
Economic classification												
Current payments	224.2	225.6	260.3	239.0	2.1%	96.4%	253.2	270.1	288.0	6.4%	97.9%	
Compensation of employees	110.3	109.1	121.8	125.2	4.3%	47.4%	141.5	152.2	163.6	9.3%	54.3%	
Goods and services ¹	113.9	116.5	138.5	113.8	-	49.0%	111.7	117.9	124.4	3.0%	43.6%	
<i>of which:</i>												
Audit costs: External	6.9	6.6	6.6	7.7	3.7%	2.8%	9.2	9.7	10.3	10.2%	3.4%	
Communication	4.1	9.1	2.5	5.1	7.5%	2.1%	6.8	5.3	5.6	3.3%	2.1%	
Computer services	14.3	12.2	18.4	7.4	-19.6%	5.3%	4.8	5.4	5.7	-8.3%	2.2%	
Consultants: Business and advisory services	5.4	10.1	6.4	11.3	27.7%	3.4%	7.1	9.6	10.1	-3.6%	3.5%	
Property payments	45.6	40.0	14.9	45.0	-0.5%	14.8%	46.6	49.2	51.9	4.9%	18.0%	
Travel and subsistence	12.3	9.6	3.9	9.1	-9.8%	3.5%	10.1	10.5	11.1	7.0%	3.8%	
Transfers and subsidies¹	1.0	0.4	0.2	0.2	-46.8%	0.2%	0.1	0.1	0.1	-7.7%	-	
Provinces and municipalities	0.0	0.0	0.0	0.1	62.5%	-	0.1	0.1	0.1	4.6%	-	
Departmental agencies and accounts	0.7	-	-	-	-100.0%	0.1%	-	-	-	-	-	
Households	0.2	0.4	0.2	0.0	-41.9%	0.1%	-	-	-	-100.0%	-	
Payments for capital assets	10.9	9.5	6.6	5.1	-22.6%	3.3%	5.3	5.5	5.8	4.8%	2.0%	
Machinery and equipment	10.9	9.5	6.6	5.1	-22.6%	3.3%	5.3	5.5	5.8	4.8%	2.0%	
Payments for financial assets	0.3	0.9	0.2	0.1	-27.6%	0.1%	-	-	-	-100.0%	-	
Total	236.4	236.5	267.3	244.3	1.1%	100.0%	258.6	275.7	294.0	6.4%	100.0%	
Proportion of total programme expenditure to vote expenditure	0.4%	0.3%	0.4%	0.3%	-	-	0.3%	0.3%	0.3%	-	-	

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 2: Regional and Urban Development and Legislative Support

Programme purpose

Provide policy analysis and development in order to transform local government and improve cooperative governance.

Objectives

- Facilitate the restructuring of the municipal spatial economy by continually monitoring the implementation of the integrated urban development framework.
- Develop and institutionalise an effective intergovernmental relations system across the three spheres of government by continually introducing and monitoring institutional and governance reforms.

Subprogrammes

- *Management: Regional and Urban Development and Legislative Support* provides strategic leadership to the programme to ensure compliance with and the achievement of departmental targets in line with the Back to Basics strategy.
- *Local Government Legislative Support and Institutional Establishment* drafts, amends primary and secondary legislation administered by the department, and provides legal opinions to the department's stakeholders on the interpretation of legislation and matters affecting the mandate of the department. This subprogramme also provides technical support and advice on the redetermination of municipal boundaries, provincial boundary issues, and local government elections.
- *Urban Development Planning* facilitates and monitors the implementation of the integrated urban development framework policy and local economic development plans. This subprogramme also supports municipalities with the implementation of various tools to facilitate integrated urban development and spatial contracts in key restructuring zones.
- *Spatial Planning Districts and Regions* facilitates the implementation of planning frameworks to promote integrated development across government and build the capacity of geographic information systems in district and local municipalities to enhance evidence-based decision-making.
- *Intergovernmental Policy and Practice* reviews, clarifies and strengthens the policy and the institutional environment for the assignment and management of municipal powers and functions. This subprogramme is also responsible for strengthening collaborative intergovernmental management and practice between sectors, provinces and local government.
- *Municipal Demarcation Transition Grant* makes transfers to assist municipalities in building in-house capacity to perform their functions, and stabilise institutional and government systems. This grant ended in 2017/18.
- *Municipal Demarcation Board* makes transfers to the Municipal Demarcation Board to fund operational activities such as capacity assessments, ward delimitation and boundary redetermination. This subprogramme's budget is transferred in full to the board.
- *South African Cities Network* makes transfers to the South African Cities Network to fund operational activities, including enabling cooperation between South African cities. This subprogramme's budget is transferred in full to the network.

Expenditure trends and estimates

Table 4.10 Regional and Urban Development and Legislative Support expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2017/18	Average growth rate (%) 2014/15 - 2017/18	Average: Expenditure/Total (%) 2017/18	Medium-term expenditure estimate			Average growth rate (%) 2017/18 - 2020/21	Average: Expenditure/Total (%) 2017/18 - 2020/21
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21		
R million											
Management Regional and Urban Development and Legislative Support	3.3	6.1	0.4	1.5	-22.7%	1.4%	3.4	3.7	3.9	36.2%	2.2%
Local Government Legislative Support and Institutional Establishment	6.8	5.6	4.0	3.4	-20.3%	2.4%	6.3	6.7	7.2	28.2%	4.1%
Urban Development Planning	7.0	8.8	4.9	18.5	38.3%	4.8%	10.6	11.3	12.0	-13.6%	9.1%
Spatial Planning Districts and Regions	6.5	8.8	9.9	12.4	24.0%	4.6%	11.5	12.3	13.1	1.6%	8.5%
Intergovernmental Policy and Practice	6.4	7.8	4.3	8.3	9.1%	3.3%	10.7	11.5	12.3	13.8%	7.4%
Municipal Demarcation Transition Grant	-	3.7	297.4	139.7	-	54.3%	-	-	-	-100.0%	24.2%
Municipal Demarcation Board	44.2	45.8	59.2	57.6	9.2%	25.5%	53.6	56.6	59.7	1.2%	39.4%
South African Cities Network	6.1	6.3	9.1	7.0	4.6%	3.5%	7.4	7.8	8.2	5.6%	5.2%
Total	80.3	93.0	389.3	248.6	45.7%	100.0%	103.5	109.7	116.3	-22.4%	100.0%
Change to 2017 Budget estimate				38.3			(0.4)	(0.5)	(0.6)		
Economic classification											
Current payments	30.0	37.2	23.5	44.3	13.9%	16.6%	42.6	45.4	48.4	3.0%	31.2%
Compensation of employees	20.0	23.0	17.9	20.4	0.7%	10.0%	27.6	29.7	31.9	16.1%	19.0%
Goods and services ¹	10.0	14.2	5.6	23.8	33.7%	6.6%	15.0	15.7	16.5	-11.6%	12.3%
<i>of which:</i>											
<i>Catering: Departmental activities</i>	0.3	0.9	0.0	0.9	36.3%	0.3%	0.9	1.0	1.0	5.2%	0.6%
<i>Communication</i>	0.6	0.5	0.3	0.6	-2.0%	0.2%	1.4	1.4	1.5	36.4%	0.8%
<i>Computer services</i>	0.4	1.0	-	0.4	0.8%	0.2%	0.8	0.8	0.9	30.5%	0.5%
<i>Consultants: Business and advisory services</i>	4.7	2.9	1.7	15.9	50.5%	3.1%	3.7	4.0	4.2	-36.0%	4.8%
<i>Consumables: Stationery, printing and office supplies</i>	0.8	1.3	0.4	1.4	19.4%	0.5%	1.6	1.6	1.7	8.3%	1.1%
<i>Travel and subsistence</i>	2.5	6.1	2.5	2.9	4.1%	1.7%	5.0	5.2	5.4	23.4%	3.2%
Transfers and subsidies¹	50.3	55.8	365.8	204.3	59.5%	83.4%	60.9	64.3	67.9	-30.7%	68.8%
Provinces and municipalities	-	3.7	297.4	139.7	-	54.3%	-	-	-	-100.0%	24.2%
Departmental agencies and accounts	44.2	45.8	59.2	57.6	9.2%	25.5%	53.6	56.6	59.7	1.2%	39.4%
Non-profit institutions	6.1	6.3	9.1	7.0	4.6%	3.5%	7.4	7.8	8.2	5.6%	5.2%
Payments for capital assets	0.1	-	-	-	-100.0%	-	-	-	-	-	-
Machinery and equipment	0.1	-	-	-	-100.0%	-	-	-	-	-	-
Total	80.3	93.0	389.3	248.6	45.7%	100.0%	103.5	109.7	116.3	-22.4%	100.0%
Proportion of total programme expenditure to vote expenditure	0.1%	0.1%	0.6%	0.3%	-	-	0.1%	0.1%	0.1%	-	-
Details of selected transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	44.2	45.8	59.2	57.6	9.2%	25.5%	53.6	56.6	59.7	1.2%	39.4%
Municipal Demarcation Board	44.2	45.8	59.2	57.6	9.2%	25.5%	53.6	56.6	59.7	1.2%	39.4%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	-	3.7	297.4	139.7	-	54.3%	-	-	-	-100.0%	24.2%
Municipal demarcation transition grant	-	3.7	297.4	139.7	-	54.3%	-	-	-	-100.0%	24.2%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 3: Institutional Development

Programme purpose

Build institutional resilience in the local government system by supporting system development, governance, capacity building and revenue management; and provide for the functions of the Department of Traditional Affairs.

Objectives

- Support municipalities in improving their financial sustainability and revenue management through the *municipal system improvement grant* by helping them develop simplified revenue plans, property and

consumer databases, record management systems, and organograms aligned with municipal functions on an ongoing basis.

- Support municipalities' efforts to improve municipal finances and increase revenue by monitoring the implementation of the Municipal Property Rates Act (2004) on an ongoing basis.
- Strengthen the functionality of municipalities by developing and implementing human resources and administrative systems, as per the Municipal Systems Act (2000), by March 2021.

Subprogrammes

- *Management: Institutional Development* provides strategic leadership to the programme to ensure compliance and the achievement of departmental targets in line with the Back to Basics strategy.
- *Municipal Human Resource Management Systems* builds sound municipal institutional capabilities through the development, implementation and enforcement of an efficient and effective human resource management framework as per the Municipal Systems Act (2000).
- *Municipal Finance* provides support and technical capacity to municipalities on municipal revenue management and enhancement strategies, debt collection, and free basic services.
- *Citizen Engagement* promotes local government accountability and engagement with communities implementing the citizen engagement framework.
- *Anti-Corruption and Good Governance* conducts anti-corruption campaigns that will improve ethical conduct at the local government level. This subprogramme also strengthens and implements preventative measures against corruption and creates conducive environment for the expeditious resolution of corruption cases.
- *Municipal Property Rates* guides municipalities to comply with critical rating and valuation aspects of the Municipal Property Rates Act (2004) and its regulations. This subprogramme also provides for indirect transfers to municipalities to support them in performing their functions and stabilise institutional and governance systems, as required in the Municipal Systems Act (2000), the Municipal Property Rates Act (2004) and related legislation.
- *Local Government Equitable Share* is the share of nationally raised revenue payable to local government in terms of section 214 of the Constitution. This transfer supplements municipal revenue for the provision of free basic services to poor households, and for the funding of institutional capacity and support to weaker municipalities.
- *South African Local Government Association* makes transfers to the South African Local Government Association to fund operational activities, including participation in intergovernmental structures and legislatures.
- *Municipal Systems Improvement Grant* makes transfers to assist municipalities in building in-house capacity to perform functions, and stabilise institutional and governmental systems.
- *Department of Traditional Affairs* makes transfers to the Department of Traditional Affairs to support traditional leadership.
- *United Cities and Local Government of Africa* makes transfers to United Cities and Local Government of Africa to fund operational activities, enhance cooperation and knowledge sharing among local governments in Africa, and improve the delivery of services to communities across the continent.

Expenditure trends and estimates

Table 4.11 Institutional Development expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/Total (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
R million											
Management: Institutional Development	15.4	20.8	5.4	2.6	-44.5%	–	3.5	3.6	3.9	14.0%	–
Municipal Human Resources	6.3	9.6	8.9	8.8	11.9%	–	10.2	10.4	11.0	7.8%	–
Management Systems											
Municipal Finance	8.7	13.1	5.9	28.8	48.9%	–	33.1	36.2	38.3	10.0%	0.1%
Citizen Engagement	7.0	7.0	6.5	7.9	4.3%	–	7.3	7.5	8.0	0.5%	–
Anti-Corruption and Good Governance	4.9	5.5	3.9	5.3	2.8%	–	5.5	5.7	6.1	4.2%	–
Municipal Property Rates	7.8	9.5	6.6	8.3	2.2%	–	12.0	12.5	13.6	18.1%	–
Local Government Equitable Share	41 592.1	49 366.5	50 709.0	57 012.1	11.1%	99.3%	62 731.8	68 973.5	75 683.3	9.9%	99.4%
South African Local Government Association	26.9	9.2	31.5	31.3	5.2%	–	33.1	35.0	36.9	5.6%	0.1%
Municipal Systems Improvement Grant	252.2	251.4	19.4	103.2	-25.7%	0.3%	115.1	121.6	128.2	7.5%	0.2%
Department of Traditional Affairs	115.9	125.9	134.0	152.5	9.6%	0.3%	153.3	163.4	173.9	4.5%	0.2%
United Cities and Local Government of Africa	3.2	–	–	12.2	56.1%	–	6.8	7.2	7.6	-14.8%	–
Total	42 040.2	49 818.6	50 931.0	57 373.1	10.9%	100.0%	63 111.5	69 376.4	76 110.8	9.9%	100.0%
Change to 2017 Budget estimate				0.4			(2.9)	1 496.9	1 895.8		
Economic classification											
Current payments	49.6	65.5	56.5	165.0	49.3%	0.2%	185.9	196.9	208.5	8.1%	0.3%
Compensation of employees	33.2	39.6	28.7	30.6	-2.7%	0.1%	38.1	41.0	44.1	13.0%	0.1%
Goods and services ¹	16.4	25.9	27.9	134.4	101.7%	0.1%	147.8	155.9	164.4	7.0%	0.2%
of which:											
Catering: Departmental activities	0.2	0.7	0.3	0.8	51.6%	–	1.1	1.2	1.3	14.7%	–
Communication	0.4	0.5	0.3	1.5	51.4%	–	1.8	1.9	2.0	10.1%	–
Consultants: Business and advisory services	9.1	12.3	22.5	107.8	128.3%	0.1%	121.6	128.4	135.5	7.9%	0.2%
Contractors	0.1	1.2	–	12.3	518.7%	–	10.1	11.9	12.4	0.2%	–
Consumables: Stationery, printing and office supplies	1.0	1.3	0.8	1.9	26.2%	–	2.4	2.5	2.7	11.7%	–
Travel and subsistence	4.4	5.8	2.2	7.9	21.8%	–	7.9	6.9	7.4	-2.1%	–
Transfers and subsidies¹	41 990.4	49 753.1	50 874.5	57 208.2	10.9%	99.8%	62 925.6	69 179.5	75 902.3	9.9%	99.7%
Provinces and municipalities	41 844.2	49 617.9	50 709.0	57 012.1	10.9%	99.5%	62 731.8	68 973.5	75 683.3	9.9%	99.4%
Departmental agencies and accounts	142.8	135.1	165.5	183.8	8.8%	0.3%	186.4	198.3	210.8	4.7%	0.3%
Foreign governments and international organisations	0.9	–	–	1.3	13.3%	–	1.9	2.0	2.2	18.9%	–
Non-profit institutions	2.6	–	–	10.9	62.0%	–	5.4	5.7	6.0	-17.9%	–
Payments for capital assets	0.2	–	0.0	–	-100.0%	–	–	–	–	–	–
Machinery and equipment	0.2	–	0.0	–	-100.0%	–	–	–	–	–	–
Total	42 040.2	49 818.6	50 931.0	57 373.1	10.9%	100.0%	63 111.5	69 376.4	76 110.8	9.9%	100.0%
Proportion of total programme expenditure to vote expenditure	70.8%	73.2%	72.9%	73.1%	–	–	75.4%	76.6%	77.3%	–	–
Details of selected transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	142.8	135.1	165.5	183.8	8.8%	0.3%	186.4	198.3	210.8	4.7%	0.3%
Department of Traditional Affairs	115.9	125.9	134.0	152.5	9.6%	0.3%	153.3	163.4	173.9	4.5%	0.2%
South African Local Government Association	26.9	9.2	31.5	31.3	5.2%	–	33.1	35.0	36.9	5.6%	0.1%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	41 844.2	49 617.9	50 709.0	57 012.1	10.9%	99.5%	62 731.8	68 973.5	75 683.3	9.9%	99.4%
Municipal systems improvement grant	252.2	251.4	–	–	-100.0%	0.3%	–	–	–	–	–
Local government equitable share	41 592.1	49 366.5	50 709.0	57 012.1	11.1%	99.3%	62 731.8	68 973.5	75 683.3	9.9%	99.4%
Non-profit institutions											
Current	2.6	–	–	10.9	62.0%	–	5.4	5.7	6.0	-17.9%	–
United Cities and Local Governments of Africa - South African regional office	2.6	–	–	10.9	62.0%	–	5.4	5.7	6.0	-17.9%	–

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 4: National Disaster Management Centre

Programme purpose

Promote an integrated and coordinated system of disaster prevention, mitigation and risk management.

Objectives

- Oversee disaster management institutional systems and improve legislative compliance by upgrading the regulatory and policy frameworks related to disaster management on an ongoing basis.
- Improve and strengthen the system of disaster management for all common disasters, such as drought, floods and fire in all provinces by raising public awareness about the impact of disasters and the importance of disaster management on an ongoing basis.

Subprogrammes

- *Management: Head of the National Disaster Management Centre* provides strategic leadership to the programme.
- *Disaster Risk Reduction, Capacity Building and Intervention* develops and implements disaster management operational systems, coordinates disaster management capacity building and strategic research across all spheres of government, and provides for the allocation of disaster response, relief and rehabilitation funding after a disaster has occurred.
- *Legislation and Policy Management* develops disaster management policies and legislative frameworks derived from the Disaster Management Act (2002) and the national disaster management framework, and manages the improvement of legislative compliance across sectors and spheres of government.
- *Integrated Provincial Disaster Management Support, Monitoring and Evaluation Systems* develops and implements integrated support to provinces, and monitoring and evaluation systems for disaster management and fire services.
- *Fire Services* develops fire services policies and legislative frameworks, and coordinates programmes related to the support and administration of fire services.
- *Information Technology, Intelligence and Information Management Systems* guides the development of a comprehensive information management and communication system, and establishes integrated communication links with all disaster management role players.
- *Disaster Relief Grant* is a conditional allocation that aims to provide immediate relief after disasters. Transfers are made only when a disaster has been declared.
- *Municipal Disaster Recovery Grant* is a conditional allocation to repair municipal infrastructure damaged by disasters. This grant is allocated as a second phase of disaster response to municipalities following a cost verification process after a disaster has occurred.

Expenditure trends and estimates

Table 4.12 National Disaster Management Centre expenditure trends and estimates by subprogramme and economic classification

R million	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/Total (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
Management: Head of the National Disaster Management Centre	17.9	5.7	5.6	3.7	-40.7%	2.2%	3.8	4.1	4.4	5.3%	0.7%
Disaster Risk Reduction, Capacity Building and Intervention	41.6	12.6	7.1	53.4	8.7%	7.7%	52.9	55.8	59.0	3.4%	9.6%
Legislation and Policy Management	5.0	6.1	4.5	6.0	6.0%	1.4%	6.4	6.8	7.2	6.7%	1.1%
Integrated Provincial Disaster Management Support, Monitoring and Evaluation Systems	-	1.8	2.7	4.3	-	0.6%	4.5	4.8	5.2	6.6%	0.8%
Fire Services	-	-	2.7	3.4	-	0.4%	3.5	3.7	4.0	5.6%	0.6%
Information Technology, Intelligence and Information Management Systems	9.8	10.3	14.6	27.5	40.9%	4.2%	27.0	28.7	30.4	3.5%	4.9%
Disaster Relief Grant	121.5	35.6	118.1	423.7	51.7%	47.0%	472.9	466.4	492.4	5.1%	80.2%
Municipal Disaster Recovery Grant	190.1	186.1	140.0	26.1	-48.4%	36.5%	21.3	-	-	-100.0%	2.1%
Total	385.9	258.2	295.3	548.1	12.4%	100.0%	592.2	570.3	602.6	3.2%	100.0%
Change to 2017 Budget estimate				26.1			(8.0)	(8.1)	(8.1)		
Economic classification											
Current payments	67.7	35.8	33.6	95.6	12.2%	15.6%	95.6	101.2	107.4	3.9%	17.3%
Compensation of employees	18.7	20.8	19.7	29.6	16.5%	6.0%	25.0	26.9	28.9	-0.8%	4.8%
Goods and services ¹	49.0	15.0	13.8	66.0	10.4%	9.7%	70.6	74.4	78.5	5.9%	12.5%
<i>of which:</i>											
<i>Catering: Departmental activities</i>	0.3	0.4	0.4	0.5	17.7%	0.1%	0.5	0.5	0.5	3.4%	0.1%
<i>Communication</i>	0.5	0.5	0.6	0.6	0.3%	0.2%	0.6	0.6	0.6	5.4%	0.1%
<i>Computer services</i>	1.1	2.9	4.6	7.5	90.7%	1.1%	7.7	8.2	8.6	5.0%	1.4%
<i>Consultants: Business and advisory services</i>	35.6	3.9	-	50.6	12.5%	6.1%	55.5	58.4	61.7	6.8%	9.8%
<i>Inventory: Other supplies</i>	-	-	-	0.5	-	-	0.5	0.5	0.6	5.6%	0.1%
<i>Travel and subsistence</i>	2.0	2.2	2.3	2.8	10.8%	0.6%	3.8	4.0	4.2	14.9%	0.6%
Transfers and subsidies¹	311.6	221.7	260.3	450.0	13.0%	83.6%	494.2	466.4	492.4	3.0%	82.3%
Provinces and municipalities	311.6	221.7	258.1	449.9	13.0%	83.5%	494.2	466.4	492.4	3.1%	82.3%
Non-profit institutions	-	-	-	0.1	-	-	-	-	-	-100.0%	-
Households	-	0.0	2.2	0.0	-	0.2%	-	-	-	-100.0%	-
Payments for capital assets	6.6	0.7	1.4	2.4	-28.4%	0.7%	2.5	2.6	2.8	4.8%	0.4%
Machinery and equipment	6.4	0.7	1.4	2.4	-27.9%	0.7%	2.5	2.6	2.8	4.8%	0.4%
Heritage assets	0.1	-	-	-	-100.0%	-	-	-	-	-	-
Total	385.9	258.2	295.3	548.1	12.4%	100.0%	592.2	570.3	602.6	3.2%	100.0%
Proportion of total programme expenditure to vote expenditure	0.6%	0.4%	0.4%	0.7%	-	-	0.7%	0.6%	0.6%	-	-
Details of selected transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	35.5	-	118.1	300.3	103.7%	30.5%	349.3	335.5	353.9	5.6%	57.9%
Municipal disaster relief grant	35.5	-	118.1	300.3	103.7%	30.5%	349.3	335.5	353.9	5.6%	57.9%
Capital	190.1	186.1	140.0	26.1	-48.4%	36.5%	21.3	-	-	-100.0%	2.1%
Municipal disaster recovery grant	190.1	186.1	140.0	26.1	-48.4%	36.5%	21.3	-	-	-100.0%	2.1%
Provinces and municipalities											
Provinces											
Provincial revenue funds											
Current	86.0	35.6	-	123.4	12.8%	16.5%	123.6	130.9	138.5	3.9%	22.3%
Provincial disaster relief grant	86.0	35.6	-	123.4	12.8%	16.5%	123.6	130.9	138.5	3.9%	22.3%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 5: Local Government Support and Intervention Management

Programme purpose

Conduct performance monitoring, support and interventions in municipalities and provincial departments of cooperative governance that will drive Back to Basics activities.

Objectives

- Improve reporting on and accountability for performance in local government by overseeing, coordinating and leading municipalities' implementation of government policies and programmes on an ongoing basis.
- Coordinate and facilitate municipal infrastructure development to extend services to unserved communities through funding from the *municipal infrastructure grant* on an ongoing basis.
- Coordinate the implementation of Back to Basics interventions in dysfunctional municipalities by monitoring and reporting municipal performance on an ongoing basis.
- Coordinate and implement sustainable infrastructure development and maintenance initiatives by establishing partnerships with the Municipal Infrastructure Support Agent, sector departments and other entities to improve the quality of service and extend infrastructure to unserved communities by March 2020.

Subprogrammes

- *Management: Local Government Support and Interventions* provides strategic leadership to the programme to ensure compliance with and the achievement of departmental targets in line with the Back to Basics strategy.
- *Municipal Performance Monitoring* monitors and reports on local government performance information by institutionalising monthly performance reporting by municipalities (consolidated into quarterly analysis reports) to the department, analyses Back to Basics performance information for each municipality on a quarterly basis, and identifies emerging aspects and key trends from monthly Back to Basics performance reporting.
- *Local Government Improvement Programme* monitors and performs diagnostic assessments to support municipalities with the development and implementation of remedial action plans.
- *Litigations and Interventions* monitors compliance with intervention policies and regulations, and develops a budget to address the infrastructure investment priorities of the poor.
- *Municipal Infrastructure Administration* administers the payments of the *municipal infrastructure grant* and reviews spending related to transferred funds.
- *Municipal Infrastructure Grant* makes specific transfers to supplement municipal capital budgets to address the infrastructure investment priorities of the poor.
- *Municipal Infrastructure Support Agent* makes transfers to assist municipalities in building in-house capacity to perform functions, and stabilise institutional and governmental systems.

Expenditure trends and estimates

Table 4.13 Local Government Support and Intervention Management expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
R million					2014/15 - 2017/18					2017/18 - 2020/21	
Management: Local Government Support and Interventions	6.9	13.8	3.0	3.3	-21.9%	–	3.5	3.7	4.0	6.4%	–
Municipal Performance Monitoring	4.5	5.0	274.2	58.8	135.8%	0.5%	11.1	11.9	12.7	-40.0%	0.1%
Local Government Improvement Programme	11.5	14.6	26.1	26.5	32.0%	0.1%	26.0	27.9	29.8	4.1%	0.2%
Litigations and Interventions	11.9	8.5	–	12.4	1.2%	0.1%	8.0	8.5	9.0	-10.0%	0.1%
Municipal Infrastructure Administration	10.5	15.5	31.0	36.1	50.8%	0.1%	37.4	39.7	42.5	5.6%	0.2%
Municipal Infrastructure Grant	14 745.4	14 955.8	14 914.0	15 891.3	2.5%	96.9%	15 287.7	15 733.7	16 599.1	1.5%	97.1%
Municipal Infrastructure Support Agent	294.2	304.0	349.9	381.5	9.1%	2.1%	342.5	355.6	375.2	-0.6%	2.2%
Total	15 085.0	15 317.1	15 598.2	16 409.8	2.8%	100.0%	15 716.2	16 181.0	17 072.3	1.3%	100.0%
Change to 2017 Budget estimate				43.4			(1 509.6)	(2 015.9)	(2 126.9)		

Table 4.13 Local Government Support and Intervention Management expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20			2020/21
R million	2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18	2018/19	2019/20	2020/21	2017/18 - 2020/21	2018/19	2019/20	2020/21
Current payments	45.1	57.2	72.0	91.7	26.6%	0.4%	86.0	91.7	98.1	2.3%	0.6%	
Compensation of employees	30.0	36.1	55.7	64.4	29.0%	0.3%	62.9	67.7	72.8	4.1%	0.4%	
Goods and services ¹	15.1	21.0	16.3	27.2	21.7%	0.1%	23.1	24.0	25.3	-2.5%	0.2%	
of which:												
Catering: Departmental activities	0.8	1.0	0.9	1.4	20.0%	-	0.8	0.8	0.9	-13.7%	-	
Communication	0.5	0.7	0.7	0.7	8.4%	-	2.7	2.8	2.9	64.1%	-	
Consultants: Business and advisory services	4.4	13.0	2.2	8.0	21.4%	-	6.9	7.2	7.6	-1.4%	-	
Legal services	-	-	-	1.7	-	-	1.0	1.1	1.2	-11.8%	-	
Consumables: Stationery, printing and office supplies	0.8	1.3	0.1	0.8	0.6%	-	0.9	1.0	1.0	7.3%	-	
Travel and subsistence	5.2	3.1	8.5	13.5	37.0%	-	9.3	9.6	10.1	-9.2%	0.1%	
Transfers and subsidies¹	15 039.7	15 259.8	15 526.2	16 318.1	2.8%	99.6%	15 630.1	16 089.3	16 974.2	1.3%	99.4%	
Provinces and municipalities	14 745.4	14 955.8	14 914.0	15 891.3	2.5%	96.9%	15 287.7	15 733.7	16 599.1	1.5%	97.1%	
Departmental agencies and accounts	294.2	304.0	349.9	381.5	9.1%	2.1%	342.5	355.6	375.2	-0.6%	2.2%	
Households	0.1	0.0	262.3	45.4	629.4%	0.5%	-	-	-	-100.0%	0.1%	
Payments for capital assets	0.1	0.1	-	-	-100.0%	-	-	-	-	-	-	-
Machinery and equipment	0.1	0.1	-	-	-100.0%	-	-	-	-	-	-	-
Total	15 085.0	15 317.1	15 598.2	16 409.8	2.8%	100.0%	15 716.2	16 181.0	17 072.3	1.3%	100.0%	
Proportion of total programme expenditure to vote expenditure	25.4%	22.5%	22.3%	20.9%	-	-	18.8%	17.9%	17.3%	-	-	
Details of selected transfers and subsidies												
Households												
Social benefits												
Current	-	-	262.2	45.4	-	0.5%	-	-	-	-100.0%	0.1%	
Non-returning local government councillors	-	-	262.2	45.4	-	0.5%	-	-	-	-100.0%	0.1%	
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current	294.2	304.0	349.9	381.5	9.1%	2.1%	342.5	355.6	375.2	-0.6%	2.2%	
Municipal Infrastructure Support Agent	294.2	304.0	349.9	381.5	9.1%	2.1%	342.5	355.6	375.2	-0.6%	2.2%	
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Capital	14 745.4	14 955.8	14 914.0	15 891.3	2.5%	96.9%	15 287.7	15 733.7	16 599.1	1.5%	97.1%	
Municipal infrastructure grant	14 745.4	14 955.8	14 914.0	15 891.3	2.5%	96.9%	15 287.7	15 733.7	16 599.1	1.5%	97.1%	

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 6: Community Work Programme

Programme purpose

Create income security and work experience for participants and promote social and economic inclusion by targeting areas of high unemployment.

Objective

- Provide and maintain an additional 712 979 work opportunities as an income safety net to poor and unemployed people living in the most marginalised communities by increasing the number of participants in the community work programme through effective and efficient programme management, strategic partnerships and training by March 2021.

Subprogrammes

- *Management: Community Work Programme* provides strategic management and leadership to the programme.
- *Programme Coordination* develops frameworks and standard operating procedures, facilitates their implementation and the functionality of coordinating structures, and monitors the performance of implementing agents.

- *Partnerships, Norms, Standards and Innovation* ensures the effective management and coordination of partnerships and special projects for the community work programme.

Expenditure trends and estimates

Table 4.14 Community Work Programme expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21		
R million											
Management: Community Work Programme	1 558.7	2 374.2	2 368.2	3 587.2	32.0%	99.4%	3 814.1	4 024.9	4 248.8	5.8%	98.5%
Programme Coordination	–	–	1.5	40.4	–	0.4%	42.6	45.3	48.0	6.0%	1.1%
Partnerships, Norms, Standards and Innovation	–	–	1.4	12.5	–	0.1%	13.2	14.0	14.8	5.9%	0.3%
Total	1 558.7	2 374.2	2 371.1	3 640.1	32.7%	100.0%	3 869.9	4 084.1	4 311.6	5.8%	100.0%
Change to 2017 Budget estimate				(55.8)			60.0	65.5	71.0		
Economic classification											
Current payments	1 558.7	2 338.4	2 369.8	3 640.1	32.7%	99.6%	2 869.1	2 884.1	2 911.6	-7.2%	77.4%
Compensation of employees	22.3	29.8	28.5	37.5	18.9%	1.2%	44.4	47.9	51.4	11.2%	1.1%
Goods and services ¹	1 536.4	2 308.6	2 341.3	3 602.6	32.9%	98.4%	2 824.8	2 836.3	2 860.2	-7.4%	76.2%
of which:											
Computer services	–	–	0.1	45.0	–	0.5%	26.9	28.8	31.5	-11.3%	0.8%
Consultants: Business and advisory services	180.7	190.1	163.7	33.3	-43.1%	5.7%	54.7	56.6	58.7	20.7%	1.3%
Contractors	1 270.1	1 813.3	2 031.2	2 753.0	29.4%	79.1%	1 917.7	1 884.1	1 855.6	-12.3%	52.9%
Inventory: Materials and supplies	27.2	87.8	16.8	719.4	197.9%	8.6%	672.0	709.4	753.9	1.6%	17.9%
Travel and subsistence	2.9	3.0	4.4	7.5	36.8%	0.2%	11.6	12.2	12.9	19.8%	0.3%
Training and development	25.4	71.3	39.3	1.3	-62.7%	1.4%	100.8	100.9	100.9	325.0%	1.9%
Transfers and subsidies¹	–	0.1	0.0	–	–	–	1 000.8	1 200.0	1 400.0	–	22.6%
Non-profit institutions	–	–	–	–	–	–	1 000.8	1 200.0	1 400.0	–	22.6%
Households	–	0.1	0.0	–	–	–	–	–	–	–	–
Payments for capital assets	0.0	35.8	1.3	0.0	-30.7%	0.4%	–	–	–	-100.0%	–
Machinery and equipment	0.0	35.8	1.3	0.0	-30.7%	0.4%	–	–	–	-100.0%	–
Total	1 558.7	2 374.2	2 371.1	3 640.1	32.7%	100.0%	3 869.9	4 084.1	4 311.6	5.8%	100.0%
Proportion of total programme expenditure to vote expenditure	2.6%	3.5%	3.4%	4.6%	–	–	4.6%	4.5%	4.4%	–	–

Details of selected transfers and subsidies

Non-profit institutions	2018/19	2019/20	2020/21	2018/19	2019/20	2020/21
Current	–	–	–	–	–	–
National Bodies: Community Care	–	–	–	–	–	–
	1 000.8	1 200.0	1 400.0	–	–	–

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Other departments within the vote

Department of Traditional Affairs

Budget summary

R million	2018/19				2019/20	2020/21
	Total	Current payments	Transfers and subsidies	Payments for capital assets		
MTEF allocation						
Administration	45.5	42.9	0.0	2.7	48.1	51.4
Research, Policy and Legislation	16.6	16.6	–	–	17.8	19.1
Institutional Support and Coordination	91.1	48.4	42.8	–	97.4	103.4
Total expenditure estimates	153.3	107.8	42.8	2.7	163.4	173.9

Executive authority: Minister of Cooperative Governance and Traditional Affairs
 Accounting officer: Director General of Traditional Affairs
 Website address: www.dta.gov.za

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, entities, donor funding, public private partnerships, conditional grants to provinces and municipalities, and expenditure information at the level of service delivery, where appropriate.

Department purpose

Coordinate traditional affairs across government through the development of appropriate policies, norms and standards, systems, and regulatory frameworks; and promote culture, heritage and social cohesion.

Mandate

The Department of Traditional Affairs is mandated to oversee a range of tasks inherent in dealing with issues related to traditional affairs, including KhoiSan leadership, and supporting the development of stable and cohesive interfaith communities.

The 2003 White Paper on Traditional Leadership and Governance sets out a national framework, and norms and standards that define the role and place of traditional leadership in the South African system of democratic governance. It seeks to support and transform traditional leadership in accordance with constitutional imperatives, and restore the integrity and legitimacy of traditional leadership in line with the African indigenous law and customs subject to the Constitution.

The department's mandate is informed by the following constitutional and legislative frameworks:

- the Traditional Leadership and Governance Framework Act (2003)
- the National House of Traditional Leaders Act (2009)
- the Commission for the Protection and Promotion of the Rights of Culture, Religious and Linguistic Communities Act (2002).

Selected performance indicators

Table 4.15 Performance indicators by programme and related outcome

Indicator	Programme	MTSF outcome	Past			Current	Projections		
			2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21
Number of genealogies and customary laws of succession for kingships updated and developed per year	Research, Policy and Legislation	Outcome 14: Nation building and social cohesion	4	2	1	-1	-1	-1	-1
Number of publications on customary laws of succession and genealogies developed per year	Research, Policy and Legislation		-2	-2	1	2	1	1	1
Number of traditional leadership claims and dispute cases researched per year	Institutional Support and Coordination		80	80	80	80	43 ³	31 ³	27 ³
Number of provinces monitored on implementation of the framework for resolution of traditional leadership disputes and claims per year	Institutional Support and Coordination		-2	-2	-2	8	8	8	8
Number of kings and queens consulted on the National House of Traditional Leaders programme per year	Institutional Support and Coordination		50% (6/12)	50% (6/12)	100% (12)	-4	-4	-4	-4
Number of traditional courts monitored on management of courts decisions per year	Institutional Support and Coordination		-2	40	40	40	100	100	100

1. Indicator discontinued.

2. No historical data available.

3. The term for the Commission on Traditional Leadership Disputes and Claims ended in 2017/18, with the remaining research expected to be conducted internally. Targets include the projected KhoiSan leadership dispute cases. The projected decrease in the number of traditional leadership claim disputes resolved over the MTEF period is due to only reporting on cases that were rejected by the courts.

4. Indicator discontinued. All targeted queens and kings were consulted by 2016/17 in line with the department's broadened scope for consultations.

Expenditure analysis

The National Development Plan envisions creating an inclusive rural economy and transforming society through a unified country. This is given expression by outcome 14 (nation building and social cohesion) of government's 2014-2019 medium-term strategic framework, with which the work of the Department of Traditional Affairs is closely aligned. Over the medium term, the department intends to continue focusing on developing legislation to ensure that traditional leadership institutions are strengthened.

The department has a total budget of R490.6 million over the MTEF period. Allocations to the Institutional Support and Coordination programme, the department's largest programme, are expected to increase at an average annual rate of 3.8 per cent, from R92.6 million in 2017/18 to R103.4 million in 2020/21.

Over the medium term, the department aims to finalise the Traditional and KhoiSan Leadership and Governance Bill, which is expected to be approved by the National Council of Provinces in 2019/20. The bill aims to streamline the process of resolving traditional leadership disputes and claims; recognise traditional and KhoiSan communities towards establishing kingship or queenship councils, principal traditional councils, traditional councils, KhoiSan councils and traditional sub-councils; provide support to such councils; and establish national, provincial and local houses of traditional and KhoiSan leaders.

As the bill comes into effect, 300 traditional courts will be monitored for the administration and implementation of their decisions, 101 traditional leadership disputes and claims will be researched and 3 publications on customary laws of succession and genealogies will be developed over the medium term. Requirements of the bill are to be carried out in the Institutional Support and Coordination programme across all subprogrammes.

The transfer to the Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities is the Institutional Support and Coordination programme's largest spending item, comprising 46.3 per cent (R135.7 million) of the programme's total expenditure over the MTEF period. Transfers to the commission are expected to increase at an average annual rate of 3.9 per cent, from R38.5 million in 2017/18 to R47.7 million in 2021/21.

Through the Research, Policy and Legislation programme, the department aims to ensure that traditional councils participate meaningfully in government planning and the implementation of various programmes. As such, the programme's budget is expected to increase at an average annual rate of 4.7 per cent, from R16.6 million in 2017/18 to R19.1 million in 2020/21. Anticipated activities involve finalising the Customary Initiation Bill, which provides for the formalisation of initiation practices in South Africa; and the heritage and cultural promotion strategy for traditional communities, which seeks to mainstream culture and heritage as part of government's broader tourism strategy.

The department intends to maintain its staff complement of 101 over the MTEF period to ensure that spending on compensation of employees remains within government's ceiling for compensation of employees. However, the department's spending on compensation of employees is expected to increase at an average annual rate of 7.3 per cent, from R69.2 million in 2017/18 to R85.4 million in 2020/21, to accommodate inflationary and cost of living adjustments.

Expenditure trends

Table 4.16 Departmental expenditure trends by programme and economic classification

Programmes														
1. Administration														
2. Research, Policy and Legislation														
3. Institutional Support and Coordination														
Programme														
R million	2014/15			2015/16			2016/17			2017/18			2014/15 - 2017/18	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Average: Outcome/Annual budget (%)	Average: Outcome/Adjusted appropriation (%)
Programme 1	21.5	21.5	22.3	29.3	29.3	31.2	28.8	28.8	36.0	37.7	43.3	43.3	113.1%	108.0%
Programme 2	13.9	13.9	14.2	14.9	14.9	15.1	17.1	17.1	12.8	19.0	16.6	16.6	90.6%	94.1%
Programme 3	80.4	80.4	75.2	81.7	81.7	79.1	83.9	83.9	81.8	88.3	92.6	92.6	98.3%	97.1%
Total	115.9	115.9	111.8	125.9	125.9	125.4	129.8	129.8	130.7	145.0	152.5	152.5	100.7%	99.3%
Change to 2017 Budget estimate											7.5			
Economic classification														
Current payments	80.5	80.5	76.5	85.1	85.1	83.9	90.2	90.2	90.7	101.9	107.3	107.3	100.2%	98.7%
Compensation of employees	49.6	49.6	50.2	54.9	54.9	56.6	61.0	61.0	58.1	69.0	69.2	69.2	99.9%	99.8%
Goods and services	31.0	31.0	26.3	30.2	30.2	27.3	29.2	29.2	32.5	32.8	38.1	38.1	100.8%	96.7%

Table 4.16 Departmental expenditure trends by programme and economic classification

Economic classification	2014/15			2015/16			2016/17			2017/18			2014/15 - 2017/18	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Average: Outcome/Annual budget (%)	Average: Outcome/Adjusted appropriation (%)
R million														
Transfers and subsidies	35.0	35.0	35.0	36.6	36.6	36.8	38.5	38.5	38.6	40.4	42.5	42.5	101.5%	100.2%
Provinces and municipalities	-	-	-	-	-	0.0	-	-	0.0	-	0.0	0.0	-	250.0%
Departmental agencies and accounts	35.0	35.0	-	36.6	36.6	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	0.0	-	0.0	0.0	-	200.0%
Non-profit institutions	-	-	35.0	-	-	36.6	38.5	38.5	38.5	40.4	42.4	42.4	193.1%	188.4%
Households	-	-	-	-	-	0.2	-	-	0.0	-	0.0	0.0	-	900.0%
Payments for capital assets	0.4	0.4	0.1	4.2	4.2	4.2	1.0	1.0	1.2	2.7	2.7	2.7	98.0%	98.0%
Machinery and equipment	0.4	0.4	0.1	4.2	4.2	4.2	1.0	1.0	1.2	2.7	2.7	2.7	98.0%	98.0%
Payments for financial assets	-	-	0.2	-	-	0.5	-	-	0.2	-	-	-	-	-
Total	115.9	115.9	111.8	125.9	125.9	125.4	129.8	129.8	130.7	145.0	152.5	152.5	100.7%	99.3%

Expenditure estimates

Table 4.17 Departmental expenditure estimates by programme and economic classification

Programmes									
1. Administration									
2. Research, Policy and Legislation									
3. Institutional Support and Coordination									
Programme	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
R million	2017/18	2014/15 - 2017/18		2018/19	2019/20	2020/21	2017/18 - 2020/21		
Programme 1	43.3	26.2%	25.5%	45.5	48.1	51.4	5.9%	29.3%	
Programme 2	16.6	6.2%	11.3%	16.6	17.8	19.1	4.7%	10.9%	
Programme 3	92.6	4.8%	63.2%	91.1	97.4	103.4	3.8%	59.8%	
Total	152.5	9.6%	100.0%	153.3	163.4	173.9	4.5%	100.0%	
Change to 2017 Budget estimate				(0.9)	(1.0)	(1.0)			
Economic classification									
Current payments	107.3	10.0%	68.9%	107%	115.4%	123.4%	4.8%	70.6%	
Compensation of employees	69.2	11.8%	45.0%	73.9	79.5	85.4	7.3%	47.9%	
Goods and services	38.1	7.2%	23.9%	34.0	36.0	38.0	-0.1%	22.7%	
Transfers and subsidies	42.5	6.7%	29.4%	42.8	45.2	47.7	3.9%	27.7%	
Provinces and municipalities	0.0	-	0.0%	0.0	0.0	0.0	7.7%	0.0%	
Public corporations and private enterprises	0.0	-	0.0%	0.0	0.0	0.0	26.0%	0.0%	
Non-profit institutions	42.4	-	29.3%	42.8	45.2	47.7	3.9%	27.7%	
Households	0.0	-	0.1%	-	-	-	-100.0%	0.0%	
Payments for capital assets	2.7	97.7%	1.6%	2.7	2.7	2.9	1.8%	1.7%	
Machinery and equipment	2.7	97.7%	1.6%	2.7	2.7	2.9	1.8%	1.7%	
Total	152.5	9.6%	100.0%	153.3	163.4	173.9	4.5%	100.0%	

Expenditure trends and estimates for significant spending items

Table 4.18 Expenditure trends and estimates for significant spending items

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total Vote (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total Vote (%)
	2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18		2018/19	2019/20	2020/21	2017/18 - 2020/21	
R thousand											
Research and Policy development	13 501	14 473	18 934	19 680	13.4%	12.8%	15 767	17 528	18 480	-2.1%	11.1%
Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities	34 973	36 582	38 521	42 447	6.7%	29.3%	42 793	45 189	47 674	3.9%	27.7%
Total	48 474	51 055	57 455	62 127	20.1%	42.1%	58 560	62 717	66 154	1.8%	38.8%

Goods and services expenditure trends and estimates

Table 4.19 Departmental goods and services expenditure trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
Administrative fees	4	107	352	53	136.6%	0.4%	814	829	872	154.3%	1.8%
Advertising	75	323	331	275	54.2%	0.8%	1 037	249	263	-1.5%	1.2%
Minor assets	28	42	48	126	65.1%	0.2%	155	73	77	-15.1%	0.3%
Audit costs: External	661	2 594	2 075	2 500	55.8%	6.3%	2 800	2 900	3 060	7.0%	7.7%
Bursaries: Employees	-	-	104	250	-	0.3%	330	377	398	16.8%	0.9%
Catering: Departmental activities	695	495	734	560	-6.9%	2.0%	502	713	752	10.3%	1.7%
Communication	1 669	830	1 825	1 354	-6.7%	4.6%	1 558	1 599	1 686	7.6%	4.2%
Computer services	-	149	148	316	-	0.5%	176	177	187	-16.0%	0.6%
Consultants: Business and advisory services	1 737	1 886	1 385	2 690	15.7%	6.2%	1 684	1 915	2 021	-9.1%	5.7%
Legal services	5 774	3 865	4 375	6 400	3.5%	16.4%	4 200	4 300	4 537	-10.8%	13.3%
Contractors	37	52	12	-	-100.0%	0.1%	-	-	-	-	-
Fleet services (including government motor transport)	192	413	605	195	0.5%	1.1%	221	439	464	33.5%	0.9%
Consumable supplies	229	38	39	77	-30.5%	0.3%	279	280	295	56.5%	0.6%
Consumables: Stationery, printing and office supplies	764	550	363	1 174	15.4%	2.3%	1 032	1 037	1 094	-2.3%	3.0%
Operating leases	6	157	109	300	268.4%	0.5%	84	86	91	-32.8%	0.4%
Rental and hiring	-	55	69	-	-	0.1%	-	-	-	-	-
Property payments	-	5	-	-	-	-	-	-	-	-	-
Travel and subsistence	13 501	14 473	18 933	19 680	13.4%	53.6%	15 767	17 528	18 480	-2.1%	48.9%
Training and development	45	182	115	327	93.7%	0.5%	637	702	741	31.3%	1.6%
Operating payments	588	678	465	838	12.5%	2.1%	1 785	1 783	1 881	30.9%	4.3%
Venues and facilities	265	402	461	990	55.2%	1.7%	930	996	1 051	2.0%	2.7%
Total	26 270	27 296	32 548	38 105	13.2%	100.0%	33 991	35 983	37 950	-0.1%	100.0%

Transfers and subsidies expenditure trends and estimates

Table 4.20 Departmental transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
Households											
Social benefits											
Current	-	232	32	23	-	0.2%	-	-	-	-100.0%	-
Social benefit	-	-	5	23	-	-	-	-	-	-100.0%	-
Leave gratuity	-	232	-	-	-	0.2%	-	-	-	-	-
Social benefits	-	-	27	-	-	-	-	-	-	-	-
Provinces and municipalities											
Municipal bank accounts											
Current	-	4	2	4	-	-	5	5	5	7.7%	-
Municipal bank account	-	4	2	4	-	-	5	5	5	7.7%	-
Households											
Other transfers to households											
Current	-	-	-	10	-	-	-	-	-	-100.0%	-
Ex-gratia payment	-	-	-	10	-	-	-	-	-	-100.0%	-
Public corporations and private enterprises											
Other transfers to public corporations											
Current	-	-	1	1	-	-	2	2	2	26.0%	-
TV licence	-	-	1	1	-	-	2	2	2	26.0%	-
Non-profit institutions											
Current	34 973	36 582	38 521	42 447	6.7%	99.8%	42 793	45 189	47 674	3.9%	100.0%
Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities	34 973	36 582	38 521	42 447	6.7%	99.8%	42 793	45 189	47 674	3.9%	100.0%
Total	34 973	36 818	38 556	42 485	6.7%	100.0%	42 800	45 196	47 681	3.9%	100.0%

Personnel information

Table 4.21 Departmental personnel numbers and cost by salary level and programme¹

Number of posts estimated for 31 March 2018		Number and cost ² of personnel posts filled / planned for on funded establishment										Number								
Number of funded posts	Number of posts additional to the establishment	Actual		Revised estimate			Medium-term expenditure estimate					Average growth rate (%)	Average: Salary level/Total (%)							
		2016/17		2017/18			2018/19		2019/20		2020/21			2017/18 - 2020/21						
		Number	Unit Cost cost	Number	Unit Cost cost	Number	Unit Cost cost	Number	Unit Cost cost	Number	Unit Cost cost									
Traditional Affairs		90	9	91	58.1	0.6	101	69.2	0.7	101	73.9	0.7	101	79.5	0.8	101	85.4	0.8		
Salary level	90	9	91	58.1	0.6	101	69.2	0.7	101	73.9	0.7	101	79.5	0.8	101	85.4	0.8			
1 – 6	25	–	23	5.5	0.2	28	7.5	0.3	28	8.3	0.3	28	9.0	0.3	28	9.8	0.4	–	27.7%	
7 – 10	14	3	15	5.9	0.4	17	6.8	0.4	17	7.6	0.4	17	8.3	0.5	17	8.9	0.5	–	16.8%	
11 – 12	18	3	20	13.1	0.7	22	15.5	0.7	23	17.1	0.7	23	18.5	0.8	23	20.1	0.9	1.5%	22.5%	
13 – 16	32	2	32	31.8	1.0	33	37.4	1.1	32	38.6	1.2	32	41.5	1.3	32	44.3	1.4	-1.0%	31.9%	
Other	1	1	1	1.9	1.9	1	2.0	2.0	1	2.2	2.2	1	2.2	2.2	1	2.3	2.3	–	1.0%	
Programme	90	9	91	58.1	0.6	101	69.2	0.7	101	73.9	0.7	101	79.5	0.8	101	85.4	0.8			
Programme 1	34	9	35	23.0	0.7	42	28.1	0.7	45	31.4	0.7	45	33.2	0.7	45	35.7	0.8	2.3%	43.8%	
Programme 2	15	–	15	10.3	0.7	16	12.3	0.8	16	13.2	0.8	16	14.0	0.9	16	15.0	0.9	–	15.8%	
Programme 3	41	–	41	24.9	0.6	43	28.8	0.7	40	29.3	0.7	40	32.3	0.8	40	34.7	0.9	-2.4%	40.3%	

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Departmental receipts

Table 4.22 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2014/15	2015/16	2016/17					2017/18	2018/19	2019/20		
Departmental receipts	4	29	984	32	32	100.0%	100.0%	48	48	48	14.5%	100.0%
Sales of goods and services produced by department	4	29	37	32	32	100.0%	9.7%	48	48	48	14.5%	100.0%
Sales by market establishments of which:	1	12	17	12	12	128.9%	4.0%	12	12	12	–	27.3%
Sale of goods and services produced by the department	1	12	17	12	12	128.9%	4.0%	12	12	12	–	27.3%
Other sales of which:	3	17	20	20	20	88.2%	5.7%	36	36	36	21.6%	72.7%
Sale of goods and services produced by the department	3	17	20	20	20	88.2%	5.7%	36	36	36	21.6%	72.7%
Sales of capital assets	–	–	915	–	–	–	87.2%	–	–	–	–	–
Transactions in financial assets and liabilities	–	–	32	–	–	–	3.1%	–	–	–	–	–
Total	4	29	984	32	32	100.0%	100.0%	48	48	48	14.5%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department.

Expenditure trends and estimates**Table 4.23 Administration expenditure trends and estimates by subprogramme and economic classification**

R million	Audited outcome			Adjusted appropriation 2017/18	Average growth rate (%) 2014/15 - 2017/18	Average Expenditure/Total (%) 2017/18	Medium-term expenditure estimate			Average growth rate (%) 2017/18 - 2020/21	Average Expenditure/Total (%) 2017/18 - 2020/21
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21		
Ministry	3.1	6.1	7.3	7.6	34.7%	18.2%	8.0	8.4	9.0	5.6%	17.5%
Management of Traditional Affairs	17.1	10.5	13.1	13.3	-8.0%	40.6%	13.9	14.7	15.7	5.8%	30.6%
Corporate Services	1.7	12.5	12.5	17.5	117.6%	33.3%	18.5	19.4	20.7	5.8%	40.5%
Internal Audit	0.4	2.1	3.1	4.9	135.2%	7.9%	5.1	5.6	5.9	6.8%	11.4%
Total	22.3	31.2	36.0	43.3	24.8%	100.0%	45.5	48.1	51.4	5.9%	100.0%
Change to 2017 Budget estimate				5.6			5.7	-	-		
Economic classification											
Current payments	22.0	29.2	34.6	40.6	22.6%	95.1%	42.9	45.4	48.5	6.1%	94.2%
Compensation of employees	14.2	19.0	23.0	28.1	25.6%	63.4%	31.4	33.2	35.7	8.3%	68.2%
Goods and services ¹ of which:	7.8	10.2	11.6	12.5	16.9%	31.7%	11.5	12.2	12.8	1.0%	26.0%
<i>Audit costs: External</i>	0.7	2.6	2.1	2.5	55.8%	5.9%	2.8	2.9	3.1	7.0%	6.0%
<i>Communication</i>	0.4	0.4	1.0	0.5	8.5%	1.8%	0.7	0.7	0.8	11.7%	1.5%
<i>Consultants: Business and advisory services</i>	1.5	0.8	0.4	0.7	-22.6%	2.6%	0.7	0.9	1.0	11.9%	1.7%
<i>Travel and subsistence</i>	3.9	4.0	5.9	6.0	15.0%	14.9%	4.5	4.9	5.1	-4.9%	10.8%
<i>Operating payments</i>	0.6	0.7	0.4	0.6	3.3%	1.7%	1.0	1.0	1.0	18.4%	1.9%
<i>Venues and facilities</i>	0.2	0.1	0.2	0.2	1.4%	0.5%	0.3	0.3	0.3	20.3%	0.6%
Payments for capital assets	0.1	1.6	1.2	2.7	244.8%	4.2%	2.7	2.7	2.9	1.8%	5.8%
Machinery and equipment	0.1	1.6	1.2	2.7	244.8%	4.2%	2.7	2.7	2.9	1.8%	5.8%
Payments for financial assets	0.2	0.5	0.2	-	-100.0%	0.6%	-	-	-	-	-
Total	22.3	31.2	36.0	43.3	24.8%	100.0%	45.5	48.1	51.4	5.9%	100.0%
Proportion of total programme expenditure to vote expenditure	19.9%	24.9%	27.5%	28.4%	-	-	29.7%	29.4%	29.6%	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 2: Research, Policy and Legislation**Programme purpose**

Develop, review, coordinate and monitor the implementation of traditional affairs policies and norms and standards, and support traditional affairs entities to restore the integrity and dignity of traditional leadership.

Objectives

- Support the transformation of institutions of traditional leadership by implementing and monitoring relevant policies and legislation on an ongoing basis.
- Enhance the management of information of faith structures, traditional leadership institutions and communities by establishing a traditional leadership database by March 2020.

Subprogrammes

- *Management* provides strategic oversight to the programme.
- *Policy and Legislation* develops, reviews and monitors the implementation of traditional policies, legislation, frameworks, and norms and standards. This subprogramme also ensures the alignment of provincial traditional leadership legislation and policies with national legislation and policies.
- *Research and Information Management* provides anthropological research for the department and traditional affairs entities, and research support for entities; develops and maintains traditional affairs information systems; implements national frameworks and strategies for the coordination of social cohesion within the sector to promote interfaith affairs; and promotes the progressive cultural and heritage practices of traditional and KhoiSan communities.

Expenditure trends and estimates**Table 4.24 Research, Policy and Legislation expenditure trends and estimates by subprogramme and economic classification**

Subprogramme	Audited outcome			Adjusted appropriation 2017/18	Average growth rate (%) 2014/15 - 2017/18	Average: Expenditure/ Total (%) 2014/15 - 2017/18	Medium-term expenditure estimate			Average growth rate (%) 2017/18 - 2020/21	Average: Expenditure/ Total (%) 2017/18 - 2020/21
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21		
R million											
Management	4.1	3.9	0.1	2.2	-18.8%	17.4%	1.7	1.8	2.0	-3.6%	11.0%
Policy and Legislation	3.4	3.6	3.1	4.0	5.7%	23.9%	4.0	4.4	4.7	5.5%	24.4%
Research and Information Management	6.8	7.7	9.7	10.4	15.6%	58.7%	10.9	11.6	12.4	6.0%	64.6%
Total	14.2	15.1	12.8	16.6	5.3%	100.0%	16.6	17.8	19.1	4.7%	100.0%
Change to 2017 Budget estimate				(2.4)			(4.3)	-	-		
Economic classification											
Current payments	14.2	14.9	12.8	16.6	5.3%	99.6%	16.6	17.8	19.1	4.7%	100.0%
Compensation of employees	12.1	12.9	10.3	12.3	0.6%	81.0%	13.2	14.0	15.0	6.7%	77.7%
Goods and services ¹	2.1	2.0	2.6	4.3	26.4%	18.6%	3.4	3.9	4.1	-1.6%	22.3%
of which:											
Administrative fees	-	-	0.0	0.0	-	0.1%	0.1	0.1	0.1	39.0%	0.5%
Catering: Departmental activities	0.1	0.0	0.0	0.1	-9.5%	0.5%	0.1	0.1	0.1	0.3%	0.5%
Communication	0.2	0.2	0.1	0.2	0.7%	1.4%	0.3	0.3	0.3	6.5%	1.6%
Consumables: Stationery, printing and office supplies	0.2	0.1	0.1	0.3	11.6%	1.1%	0.2	0.2	0.2	-12.2%	1.2%
Travel and subsistence	1.5	1.5	2.2	3.3	29.3%	14.4%	2.4	2.8	2.9	-4.3%	16.2%
Operating payments	-	-	-	0.1	-	0.2%	0.3	0.3	0.3	44.5%	1.5%
Transfers and subsidies ¹	-	0.2	-	-	-	0.4%	-	-	-	-	-
Households	-	0.2	-	-	-	0.4%	-	-	-	-	-
Total	14.2	15.1	12.8	16.6	5.3%	100.0%	16.6	17.8	19.1	4.7%	100.0%
Proportion of total programme expenditure to vote expenditure	12.7%	12.1%	9.8%	10.9%	-	-	10.9%	10.9%	11.0%	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 3: Institutional Support and Coordination**Programme purpose**

Provide comprehensive support to the institutions of traditional leadership, including KhoiSan leadership structures, to coordinate traditional affairs across all three spheres of government.

Objectives

- Facilitate partnerships and collaborative relations by increasing the number of functional structures of traditional leadership through the implementation of the Traditional and KhoiSan Leadership and Governance Bill, and associated regulations aimed at transforming the sector by March 2020.
- Promote socioeconomic development within traditional communities by participating in the municipal integrated development planning processes on an ongoing basis.

Subprogrammes

- *Management* provides strategic oversight for programme.
- *Institutional Development and Capacity Building* ensures that traditional communities are empowered by reviewing and developing national support programmes for these communities and their governance structures.
- *Intergovernmental Relations and Partnerships* promotes and integrates the role and place of traditional affairs and the institutions of traditional leadership, including KhoiSan leadership structures, in the South African governing system by establishing synergistic relationships with other governance structures across the three spheres of government.
- *National House of Traditional Leaders* enhances cooperation between government and institutions of traditional leadership, and advises government on programmes, policies and legislation that affect traditional communities.

- Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities promotes and protects the cultural, religious and linguistic rights of communities.
- Disputes and Claims Resolutions processes and finalises traditional leadership disputes and claims.

Expenditure trends and estimates

Table 4.25 Institutional Support and Coordination expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
R million											
Management	1.9	1.5	–	1.7	-3.2%	1.6%	1.8	1.9	2.0	5.1%	1.9%
Institutional Development and Capacity Building	4.8	5.1	5.4	6.7	11.5%	6.7%	7.3	7.9	8.5	8.2%	7.9%
Intergovernmental Relations and Partnerships	5.8	6.5	6.8	7.5	9.1%	8.1%	8.3	8.7	9.3	7.5%	8.8%
National House of Traditional Leaders	15.1	18.6	18.9	19.1	8.3%	21.8%	18.5	19.3	20.6	2.5%	20.2%
Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities	35.0	36.6	38.5	42.4	6.7%	46.4%	42.8	45.2	47.7	3.9%	46.3%
Commission on Traditional Leaders Disputes and Claims	12.7	10.9	12.2	15.1	5.9%	15.5%	12.4	14.4	15.4	0.6%	14.9%
Total	75.2	79.1	81.8	92.6	7.1%	100.0%	91.1	97.4	103.4	3.8%	100.0%
Change to 2017 Budget estimate				4.3			(2.4)	(1.0)	(1.0)		
Economic classification	40.3	39.9	43.3	50.1	7.6%	52.8%	48.4	52.3	55.8	3.6%	53.7%
Current payments	23.9	24.8	24.9	28.8	6.3%	31.1%	29.3	32.3	34.7	6.5%	32.5%
Compensation of employees	23.9	24.8	24.9	28.8	6.3%	31.1%	29.3	32.3	34.7	6.5%	32.5%
Goods and services ¹	16.3	15.1	18.4	21.4	9.3%	21.7%	19.1	20.0	21.0	-0.5%	21.2%
of which:											
Communication	1.0	0.3	0.7	0.6	-17.5%	0.8%	0.6	0.6	0.6	3.7%	0.6%
Consultants: Business and advisory services	0.3	1.1	1.0	2.0	99.7%	1.3%	1.0	1.0	1.1	-19.2%	1.3%
Legal services	5.8	3.9	4.4	6.4	3.5%	6.2%	4.2	4.3	4.5	-10.8%	5.1%
Consumables: Stationery, printing and office supplies	0.4	0.1	0.1	0.5	5.5%	0.3%	0.6	0.6	0.6	8.4%	0.6%
Travel and subsistence	8.1	9.0	10.9	10.4	9.0%	11.7%	8.8	9.9	10.5	0.1%	10.3%
Venues and facilities	0.1	0.0	0.2	0.7	127.7%	0.3%	0.6	0.6	0.7	-1.8%	0.7%
Transfers and subsidies¹	35.0	36.6	38.5	42.4	6.7%	46.4%	42.8	45.2	47.7	3.9%	46.3%
Non-profit institutions	35.0	36.6	38.5	42.4	6.7%	46.4%	42.8	45.2	47.7	3.9%	46.3%
Payments for capital assets	–	2.6	–	–	–	0.8%	–	–	–	–	–
Machinery and equipment	–	2.6	–	–	–	0.8%	–	–	–	–	–
Total	75.2	79.1	81.8	92.6	7.1%	100.0%	91.1	97.4	103.4	3.8%	100.0%
Proportion of total programme expenditure to vote expenditure	67.3%	63.1%	62.6%	60.7%	–	–	59.5%	59.7%	59.5%	–	–
Details of selected transfers and subsidies											
Non-profit institutions											
Current	35.0	36.6	38.5	42.4	6.7%	46.4%	42.8	45.2	47.7	3.9%	46.3%
Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities	35.0	36.6	38.5	42.4	6.7%	46.4%	42.8	45.2	47.7	3.9%	46.3%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Entities

Comprehensive coverage of the following public entities is provided with more detailed information for the vote at www.treasury.gov.za under the budget information link.

- The **Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities** promotes and protects cultural, religious and linguistic rights. The commission focuses on conflict resolution, research, advocacy and community engagement. The commission's total budget for 2018/19 is R43.1 million.
- The **Municipal Demarcation Board** is an independent authority responsible for determining municipal boundaries. The board is also mandated to declare district management areas, delimit wards for local

elections, and assess the capacity of municipalities to perform their functions. The board's total budget for 2018/19 is R54.3 million.

- The **Municipal Infrastructure Support Agent** is mandated to provide immediate support to municipalities struggling with infrastructure delivery by facilitating the deployment of engineers, scientists and technicians to those municipalities, and providing oversight. The agent's total budget for 2018/19 is R342.5 million.
- The **South African Local Government Association** is mandated by the Constitution to assist in the comprehensive transformation of local government. The association participates in intergovernmental structures at provincial and district levels, and is therefore able to influence national and provincial legislation, and gauge its impact on local government. Total transfers for 2018/19 amount to R70.1 million. The association is scheduled to be delisted from the Public Finance Management Act (1999) in 2018/19.

Additional table: Summary of expenditure on infrastructure

Project name	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation 2017/18	Medium-term expenditure estimate		
				2014/15	2015/16	2016/17		2018/19	2019/20	2020/21
R million										
Departmental infrastructure										
Infrastructure transfers to other spheres, agencies and departments										
Mega projects (total project cost of at least R1 billion over the project life cycle)										
Municipal infrastructure grant transfer	Eradication of the backlog in municipal infrastructure, provision of basic services to poor households	Ongoing	83 958.3	14 745.4	14 955.8	14 914.0	15 891.3	15 287.7	15 733.7	16 599.1
Total			83 958.3	14 745.4	14 955.8	14 914.0	15 891.3	15 287.7	15 733.7	16 599.1

