

VOTE 8

Human Settlements

Operational budget	R 3 843 870 000
MEC remuneration	Nil
Total amount to be appropriated	R 3 843 870 000
Responsible MEC	MEC for Public Works and Human Settlements ¹
Administering department	Human Settlements
Accounting officer	Head: Human Settlements

1. Overview

Vision

The vision of the department is: *Together breaking new ground to achieve decent, integrated and sustainable human settlement patterns.*

Mission statement

The mission of the Department of Human Settlements (DOHS) is: *To deliver suitably located housing opportunities and security of tenure over the next five years through collaborative partnership, legislative planning processes and empowerment of women in construction.*

Strategic goals and objectives

Strategic policy direction: By focussing on its role of achieving decent, integrated and sustainable housing opportunities and security of tenure, the department seeks to align its operations and strategic position with the overall aim of government to achieve accountability and effective service delivery for all citizens.

The department's strategic objectives are summarised as follows:

- Ensuring the financial viability of the department.
- Provision of skilled human resources.
- Accelerating urban housing opportunities.
- Accelerating the creation of rental housing opportunities, and implementing projects that ensure spatial, social and economic integration.
- Identifying and implementing rectification projects to ensure transfers and home ownership.

Core functions

The following core functions have been identified as key for the attainment of the strategic objectives:

- To promote the provision of housing development.
- To promote the provision of affordable housing and essential services.
- To manage, control and maintain the immovable assets of the department.
- To administer and manage housing subsidies of targeted groups.

¹ The salary of the MEC of Human Settlements is budgeted for under Vote 14: Public Works.

- To research, establish, monitor and implement policies within the National Housing Policy Framework.
- To formulate a Provincial Housing Development Plan for the province.
- To facilitate and create housing institutions.
- To provide legal advice on land and environmental issues.
- To administer and co-ordinate the Community Residential Unit (CRU) programme.
- To administer the clearance of slums in KwaZulu-Natal.
- To capacitate housing stakeholders.

Legislative mandates

The principal legislative mandates governing the operations of the department are:

- Constitution of the Republic of South Africa (Act No. 108 of 1996)
- Housing Act (Act No. 107 of 1997)
- Housing Consumers Protection Measures Act (Act No. 95 of 1998, amended by Act No. 27 of 1999)
- Rental Housing Act (Act No. 50 of 1999)
- Sectional Titles Act (Act No. 95 of 1986, as amended by Acts No. 24 and 29 of 2003)
- Prevention of Illegal Eviction and Unlawful Occupation of Land Act (Act No. 19 of 1998)
- Home Loan and Mortgage Disclosure Act (Act No. 63 of 2000)
- Disestablishment of South African Trust Limited Act (Act No. 26 of 2002)
- Constitutional Court judgment of 2000, on the enforceability of social and economic rights
- KwaZulu-Natal Housing Act (Act No. 12 of 1998, as amended)
- Housing Development Schemes for Retired Persons Act (Act No. 65 of 1988, amended by Act No. 20 of 1998)
- National Building Regulations and Building Standards Act (Act No. 103 of 1977)
- Construction Industry Development Board Act (Act No. 38 of 2000)
- Preferential Procurement Policy Framework Act (Act No. 5 of 2000)
- Housing Consumers Protection Measures Act (Act No. 17 of 2007)
- Social Housing Act (Act No. 16 of 2008)
- Housing Development Agency Act (Act No. 23 of 2008)
- Public Finance Management Act (Act No. 1 of 1999, amended and the Treasury Regulations)
- Broad Based Black Economic Empowerment Act (Act No. 53 of 2003)
- National Environmental Management Act (Act No. 107 of 1998, amended by Act No. 8 of 2004)
- Communal Land Rights Act (Act No. 11 of 2004)
- Communal Property Associations Act (Act No. 28 of 1996)
- Deeds Registries Act (Act No. 47 of 1937)
- Extension of Security of Tenure Act (Act No. 62 of 1997)
- Land Administration Act (Act No. 2 of 1995)
- Reconstruction and Development Programme Fund Act (Act No. 7 of 1994)
- Municipal Finance Management Act (Act No. 56 of 2003)
- Corruption Act (Act No. 94 of 2004, as amended)
- Expropriation Act (Act No. 39 of 1951, repealed by Act No. 63 of 1975)
- National Heritage Resources Act (Act No. 25 of 1999)

- Standards Act (Act No. 29 of 1993)
- State Land Disposal Act (Act No. 48 of 1961)
- Intergovernmental Relations Framework Act (Act No. 13 of 2005)

2. Review of the 2016/17 financial year

This section provides a review of 2016/17, outlining the main achievements and progress made during the year, as well as providing a brief discussion on challenges and new developments.

Rental Housing Tribunal

The Rental Housing Tribunal component continued to regulate good relationships between tenants and landlords by implementing pre-emptive and pro-active measures. The Tribunal was added as a stakeholder to the Social Housing and CRU Provincial Steering Committee, which sits monthly, and all issues, challenges and possible solutions relating to the rental housing programmes are discussed. The department compiled tenant training material which was presented to tenants prior to their occupation of any project. This is an ongoing process conducted in partnership with social housing institutions and municipalities.

Social rental housing

The department aimed to deliver 630 social housing units during 2016/17, through its accredited social housing institutions. The institutions receive accreditation from the Social Housing Regulatory Authority (SHRA), which also plays a vital role in terms of regulating the social housing sector. Funding for the development of social housing units is sourced from three funding streams, namely:

- Provincial DOHS – institutional subsidy.
- SHRA – restructuring capital grant.
- National Housing Finance Corporation (NHFC) – debt/loan funding.

The department submitted 17 additional restructuring zones to the National Department of Human Settlements (NDHS) for approval and gazetting. These were identified in close consultation with the relevant municipalities. The identification of these zones is in line with the five-year Provincial Rental Housing Strategic Plan. Municipalities as identified in the strategy are Ray Nkonyeni, uMhlathuze, Alfred Duma, Newcastle and KwaDukuza.

Capacity related challenges were addressed as there are five newly accredited social housing institutions within KZN. The increased capacity will enhance and upscale the delivery of social housing units. The department has further identified a gap with regard to social facilitation and tenant training on existing and newly developed social housing complexes. To mitigate any risk that may arise as a result of this, the department developed a Tenant Induction Manual and also embarked on a communication strategy to raise awareness on social housing and its objectives which was developed in close consultation with NDHS, SHRA and all social housing institutions in KZN.

Community Residential Unit (CRU)

The CRU programme aims to create a sustainable, affordable and secure rental housing option for households earning between R800 and R3 500 per month. The project is either developed or managed on provincial or municipal owned land parcels in order to curb the costs in relation to the construction of CRUs. The department developed its CRU norms and standards which were launched by the MEC: Human Settlements in February 2015. These norms and standards guide the implementation of CRUs to ensure that the department develops viable and sustainable CRU projects within reasonable costs. During May 2016, the department hosted the KZN Hostels workshop, which was convened with other sector departments and various municipalities. The aim of the workshop was to better understand the challenges faced by the sector, to craft innovative ways to improving the management of the hostels, and also to prioritise the interventions that are required.

Informal settlements upgrade (ISU)

The department's Informal Settlement Eradication Strategy for 2011 recognised that responses to the challenge of informal settlements need to be multi-pronged, broad-based and inclusive of the urban poor. It also recognised that such responses need to promote more integrated and sustainable human settlements,

promote an efficient urban form and optimise scarce land. The strategy therefore acknowledges that a range of different responses are necessary and that there needs to be flexibility to address specific challenges, since settlements are not the same. There are 30 projects under construction, and 10 of these should be completed and closed within the last quarter of 2016/17.

To date, the department has 780 hectares of land and has also introduced an anti-invasion strategy to limit land invasion. This land will be developed as a new township in eThekweni (also known as a “greenfield” development) with a view to relocating residents of nearby informal settlements. To date, 4 378 houses have been delivered under this instrument. The strategic focus for the Integrated Residential Development Programme (IRDP) has been on the delivery of serviced sites. The greenfield nature of the IRDP instrument allows for better planning for the availability of bulk services.

Rural housing development

This delivery programme has delivered at a much faster pace than expected throughout all the districts. A total of 3 969 rural houses were delivered by mid-year and it is anticipated that 8 047 units will be delivered by year-end.

3. Outlook for the 2017/18 financial year

This section looks at the key focus areas of 2017/18, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments. The main purpose of the department’s budget allocation is for the provision of housing to various sectors of the population including rural areas and informal settlements, with the bulk of the funding being provided *via* the Human Settlements Development grant (HSDG). In 2017/18, the department will continue with the provision of housing, as detailed below.

Rental Housing Tribunal

The Rental Housing Tribunal will continue to regulate good relationships between tenants and landlords by implementing pre-emptive and pro-active measures. There is still an increase in the number of complaints lodged by tenants against social housing institutions and, as such, a joint intervention between the Rental Housing Tribunal and the social housing component was established to educate both tenants and social housing institutions about their rights and obligations in terms of the Rental Housing Act.

Informal settlements upgrade (ISU)

Continued focus and roll-out of slums clearance projects is a provincial priority. Currently, 116 projects are at various stages of the housing delivery cycle. Four projects are 100 per cent completed, namely: Louisiana in Hibiscus: Ugu District, Trennance Park: eThekweni Metro, Franklin in Greater Kokstad and Gingindlovu Slums in Umlalazi: King Cetshwayo District. It is anticipated that these projects will provide alternative and permanent housing for 134 601 families currently living in slums, with 24 522 units expected to be built over the MTEF. In 2017/18, it is expected that some 4 902 units will be completed.

The department will continue with the implementation of the Cornubia Integrated Residential Project north of Durban as a national priority catalytic project in 2017/18, which is expected to contribute towards achieving Outcome 8 targets and ensuring sustainable human settlements. Over the 2017/18 MTEF, a total of 3 032 units will be built, accommodating the same number of families.

The Enhanced People’s Housing Process (EPHP), which is part of a national initiative, provides for community/beneficiary involvement in the construction of their houses, and will result in additional houses being constructed over the medium-term. The EPHP methodology is being piloted within the province in partnership with Habitat for Humanity (an implementing agent in the eThekweni area) in order to ascertain the programme’s effectiveness and improvement measures so that this programme can be rolled out for implementation nationally.

Rural housing development

The current requirements demand that all nine provinces comply with the Outcome 8 principles which are in respect of human settlements and improved quality of household life. This means that the department’s development goalposts must not only focus on rural priorities, but strike the required balance in ensuring

that Outcome 8 principles are met, hence resulting in a paradigm shift from rural to urban development. In 2017/18, it is expected that approximately 7 764 units will be completed.

4. Reprioritisation

In terms of the National Treasury's guidelines, the cost of living adjustment is 8.7 per cent in 2017/18, 8.4 per cent in 2018/19 and 8.1 per cent in 2019/20, which includes the 1.5 per cent pay progression. However, the department provided for growth in *Compensation of employees* of 8.9 per cent in 2017/18, 9.4 per cent in 2018/19 and 6.1 in 2019/20, which is above National Treasury's guidelines in the first two years and below the guidelines in the outer year. The above National Treasury guidelines growth is an indication of the department having budgeted to fill posts, whereas the low growth in 2019/20 will be reviewed by the department.

The equitable share allocation was reduced during the 2017/18 MTEF due to PES and Own Revenue budget cuts, as well as provincial reprioritisation to fund the payment of *Izinduna*. This reduction was effected mainly against *Goods and services* on items such as *Communications, Travel and subsistence, Inventory, Consumables*, etc. These items affect the daily operations of the department as restrictions will have to be imposed on some of these items. The HSDG allocation was cut severely during the 2017/18 MTEF and this cut was effected against the funds allocated for SHRA in respect of the implementation of social housing projects. Reprioritisation was undertaken and the department will thus focus mainly on projects with a greater yield of units in order to achieve the MTSF targets. Programmes that are not yielding units were reduced severely in line with these cuts.

5. Procurement

The 2017/18 procurement plan of the department will be finalised as soon as the budget is approved. The department will continue to strengthen its procurement systems focusing on reducing turn-around times when procuring goods and services by means of inviting price quotations and competitive bids. The department will embark on strengthening its control measures, contract management and records management towards an unqualified audit in the area of procurement. The department endeavours to continue to uphold the principles of procurement by ensuring that all contracts are awarded in a manner which is fair, equitable, transparent, competitive and cost effective.

6. Receipts and financing

6.1 Summary of receipts and financing

Table 8.1 indicates the sources of funding for Vote 8 for the period 2013/14 to 2019/20. The budget for 2017/18 is made up of the equitable share of R360.678 million and the HSDG of R3.483 billion, whose aim is to promote the provision of low income housing and essential services. The department also receives R5.625 million in 2017/18 in respect of the EPWP Integrated Grant for Provinces.

The department's equitable share budget grows steadily from 2013/14 to 2019/20, attributed mainly to inflationary wage adjustments and inflation related items for the department's administration costs.

Conditional grants grow steadily from 2013/14 to 2015/16, attributed mainly to the HSDG, as the focus remains on the fast-tracking of service delivery in KZN. The decrease from 2015/16 to 2016/17 is as a result of the department receiving once-off additional funding of R308.377 million from NDHS in 2015/16 for the fast-tracking of service delivery. The decrease in 2016/17 relates to the revision of all conditional grants by National Treasury. In 2017/18 and over the MTEF, the HSDG again sees a reduction. Of this, some funding is reprioritised to SHRA to promote subsidies for social housing, and some funds are reprioritised to assist the Housing Development Agency (HDA) in operationalising catalytic projects. Part of the reduction relates to fiscal consolidation. The allocation for the HSDG also includes funds of R1.040 billion earmarked for spending within the eThekweni Metro.

Table 8.1 : Summary of receipts and financing

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2016/17	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20
Equitable share	311 786	326 962	342 630	345 216	345 216	345 216	360 678	381 574	405 533
Conditional grants	3 335 584	3 509 045	3 550 432	3 139 896	3 139 896	3 139 896	3 483 192	3 731 031	3 974 011
<i>Human Settlements Development grant</i>	3 332 584	3 509 045	3 543 852	3 124 702	3 124 702	3 124 702	3 477 567	3 731 031	3 974 011
<i>EPWP Integrated Grant for Provinces</i>	3 000	-	6 580	15 194	15 194	15 194	5 625	-	-
Total receipts	3 647 370	3 836 007	3 893 062	3 485 112	3 485 112	3 485 112	3 843 870	4 112 605	4 379 544
Total payments	3 617 002	3 873 178	4 131 025	3 485 112	3 530 377	3 530 377	3 843 870	4 112 605	4 379 544
Surplus/(Deficit) before financing	30 368	(37 171)	(237 963)	-	(45 265)	(45 265)	-	-	-
Financing									
of which									
Provincial cash resources	1 000	22 436	238 285	-	45 265	45 265	-	-	-
Surplus/(Deficit) after financing	31 368	(14 735)	322	-	-	-	-	-	-

The department was allocated R3 million in 2013/14 for the EPWP Integrated Grant for Provinces, with the aim of creating temporary work opportunities and transferring skills to the unemployed. An amount of R6.580 million was allocated in 2015/16, R15.194 million in 2016/17 and R5.625 million is allocated in 2017/18 only, at this stage. The allocation for the EPWP Integrated Grant for Provinces is based on previous years' achievements.

The department received an additional allocation of R1 million from provincial cash resources in 2013/14 for spending on OSS initiatives, as identified by the MEC.

The department under-spent its 2013/14 budget by R31.368 million, emanating mainly from the HSDG, as a result of a capturing error which was only identified in the auditing process after year-end, and after the National Treasury's deadline for the submission of roll-over requests. A roll-over of these funds to 2014/15 was requested post-audit, but was declined by National Treasury due to the late submission.

Provincial cash resources in 2014/15 reflect R22.436 million relating to the reallocation of unused funds received from SHRA for the Meadowlands social housing project which was reallocated back to the department for the implementation of social housing projects under the Westgate-Grange project.

The department over-spent its 2014/15 budget by R14.735 million, mainly as a result of payments in respect of eThekweni Metro arrear rates.

Provincial cash resources in 2015/16 reflect R238.285 million, of which R7.312 million relates to the above-budget 2015 wage agreement which the department could not fund from within its baseline. An additional R100 million from provincial cash resources was allocated to the department due to the Executive Council's decision to provide additional funding for housing initiatives such as KwaXolo Rural, Dube Village, Steve Biko Phase 2, Vulindlela, etc, as well as R130.973 million from NHFC and Ithala for various housing projects. As at the end of 2014/15, NHFC and Ithala had not completed the projects for which the funding was transferred and therefore had to repay unspent funds together with interest earned to the department. These funds were then allocated back to the department in 2015/16 for various housing projects such as Lakehaven Phase 2, Westgate-Grange, etc. The department under-spent its 2015/16 budget by R322 000.

Provincial cash resources in the 2016/17 Adjusted Appropriation reflect R45.265 million, which is made up as follows:

- R1.029 million relates to the above-budget 2016 wage adjustment which the department could not fund from within its baseline.
- R26.015 million relates to funds returned by Khuboni Shezi Attorneys. These funds were paid into the Provincial Revenue Fund in December 2015 by Khuboni Shezi Attorneys in respect of unspent funds transferred by the department to the attorneys for the purpose of purchasing the Four Seasons Hotel in Durban which was, however, cancelled and the funds were paid back to the department together with interest.
- R6.916 million from NHFC for various housing projects. The department transferred funds to the NHFC in 2011/12 in order to assess, administer and manage social housing programmes on behalf of

the department. On completion and close-out of each project, the NHFC had to repay any unspent funds together with interest earned to the department. As at the end of 2015/16, the NHFC had not completed projects for which funding was transferred.

- R19 000 relating to a SARS refund received by the department.
- R11.286 million was received from the National Department of Military Veterans in 2013/14 and 2014/15 and held in a suspense account since then. These funds were paid into the Provincial Revenue Fund and were thus allocated back to the department for spending on the Military Veterans' Housing Project.

As per the December IYM, the department reflects a balanced budget for 2016/17.

In 2017/18 and over the MTEF, the HSDG sees a reduction of R365.661 million, R361.193 million and R118.213 million. Despite these cuts, the budget for the HSDG grows from 2016/17, and over the MTEF.

6.2 Departmental receipts collection

Table 8.2 provides a summary of the receipts collected by the department. Details of these departmental receipts are given in *Annexure – Vote 8: Human Settlements*.

Table 8.2 : Summary of departmental receipts collection

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2013/14	2014/15	2015/16	Appropriation	Appropriation	Estimate	2017/18	2018/19	2019/20
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	434	813	700	562	562	532	590	624	685
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	4 142	573	2 174	16	16	16	17	18	19
Sale of capital assets	19	49	-	520	520	539	886	779	635
Transactions in financial assets and liabilities	4 836	27 485	165 201	3 100	3 100	14 208	3 006	3 388	3 787
Total	9 431	28 920	168 075	4 198	4 198	15 295	4 499	4 809	5 126

The major source of departmental receipts is *Transactions in financial assets and liabilities*, which comprises revenue collected from previous years such as staff debts in respect of breached bursary contracts, as well as recoveries of prior years' expenditure. The conservative budgeting over the 2017/18 MTEF reflects the difficulty in accurately projecting recoveries from projects, due to their uncertain nature. The high revenue collection in prior years can be explained as follows:

- The amount collected in 2013/14 comprises, among others, monies recovered by the SIU from finalised fraud cases, a subsidy refund from the eThekweni Metro in respect of the Riverdene Housing project due to the cancellation of original beneficiaries that were not occupying houses, and recovery of staff debts.
- Revenue collected in 2014/15 consists of, among others, an amount of R22.436 million which was recovered from SHRA in respect of unused funds pertaining to the Meadowlands social housing project. These funds were allocated back to the department for use on the Westgate-Grange social housing project.
- In 2015/16, the revenue includes R118.441 million in respect of previous years' expenditure for the assessment, administration and management of social housing and R12.532 million from Ithala being the recall of surplus funds in respect of *in situ* relocation subsidies. These funds were allocated back to the department for the escalation costs of the 2012 subsidy quantum.
- The 2016/17 Revised Estimate reflects an over-collection of R14.208 million. The bulk of this over-collection relates to funds received from the National Department of Military Veterans. These funds were allocated back to the department for the Military Veterans' Housing Project.

Sale of goods and services other than capital assets is derived from commission on PERSAL deductions such as insurances and garnishee orders, rental on state-owned property, parking fees and sale of tender documents. The increase in 2014/15 is largely attributed to the number of tender documents sold. In the 2016/17 Revised Estimate, the department anticipates to under-collect against this source. Fewer tender documents are expected to be sold over the MTEF, because most tenders were awarded in the previous financial years.

Interest dividends and rent on land includes interest from staff debts and on positive cash balances. In 2013/14, the department collected revenue of R4.142 million mainly from interest received on unused funds transferred to SHRA for the implementation of social housing projects. The high 2015/16 collection was due to interest received for the land acquisition to the AbaQulusi and uMhlathuze Municipalities. The accrued interest was paid back to the department when the transfer to the municipalities was done. Revenue projected over the MTEF mainly relates to interest on outstanding staff debts.

Sale of capital assets relates to cash received from the sale of redundant assets, such as motor vehicles and office equipment. A steady increase over the MTEF is expected, despite the uncertain nature of this source.

6.3 Donor funding – Nil

7. Payment summary

Section 7 reflects payments and budgeted estimates in terms of programmes and economic classification. Details are given in *Annexure – Vote 8: Human Settlements*.

7.1 Key assumptions

The key assumptions that underpin the MTEF budget of the department are summarised below:

- All inflation related increases are based on CPI projections.
- In terms of the National Treasury's guidelines, the cost of living adjustment is 8.7 per cent in 2017/18, 8.4 per cent in 2018/19 and 8.1 per cent in 2019/20, which includes the 1.5 per cent pay progression. However, the department provided for growth in *Compensation of employees* of 8.9 per cent in 2017/18, 9.4 per cent in 2018/19 and 6.1 per cent in 2019/20, which is above National Treasury's guidelines in the first two years and below in the outer year. The above National Treasury guidelines growth is an indication of the department having budgeted to fill posts, whereas the low growth in 2019/20 will be reviewed by the department, as mentioned.
- The expanded cost-cutting measures, as reissued by Provincial Treasury in 2016/17, will continue to be adhered to over the 2017/18 MTEF, in conjunction with National Treasury Instructions 02 and 03 of 2016/17: Cost-containment measures.

7.2 Additional allocations for the 2015/16 to 2017/18 MTEF

Table 8.3 shows additional funding received by the department over the three MTEF periods: 2015/16, 2016/17 and 2017/18.

Note that the table reflects only the provincial additional allocations, and excludes additional allocations in respect of conditional grants.

The purpose of such a table is two-fold. Firstly, it shows the quantum of additional funding allocated to the department in the past and current MTEF periods. Secondly, it indicates the policies and purposes for which the additional funding was allocated. The carry-through allocations for the 2015/16 and 2016/17 MTEF periods (i.e. for the financial year 2019/20) are based on the incremental percentage used in the 2017/18 MTEF.

Table 8.3 : Summary of additional provincial allocations for the 2015/16 to 2017/18 MTEF

R thousand	2015/16	2016/17	2017/18	2018/19	2019/20
2015/16 MTEF period	580	607	637	642	678
Decentralisation of bursaries budget	580	607	637	642	678
2016/17 MTEF period		(15 907)	(16 734)	(17 658)	(18 647)
Above-budget 2015 wage agreement		8 053	8 628	9 271	9 790
Freezing all vacant non-OSD posts		(20 180)	(21 552)	(23 017)	(24 306)
Cutting events' budgets		(2 053)	(2 054)	(2 054)	(2 169)
2% Goods and services cut		(1 727)	(1 756)	(1 858)	(1 962)
2017/18 MTEF period			(1 766)	(1 938)	544
PES and Provincial Own Revenue reductions			(1 420)	(1 624)	(2 880)
Budget cuts to fund remuneration of <i>Izinduna</i>			(537)	(566)	(597)
Baseline adjustment			191	252	268
Additional funding from National Treasury			-	-	3 753
Total	580	(15 300)	(17 863)	(18 954)	(17 425)

In the 2015/16 MTEF, the department was reallocated funds relating to the centralisation of the bursaries budget under OTP, due to a decision to decentralise bursaries back to departments.

With regard to the 2016/17 MTEF, due to data updates of the PES formula, a declining Provincial Own Revenue, as well as cuts implemented by National Treasury as a result of the need to lower the expenditure ceiling across the country and to reprioritise to fund various national priorities that had arisen, the funding available to the province was reduced or cut. Provinces were also instructed that the baselines of provincial Departments of Health be protected in view of the impact that the exchange rate has had on the affordability of medicines, which are largely imported. In order to effect these cuts in the province, expenditure on *Compensation of employees* was lowered by freezing all vacant non-OSD posts, and departments' equitable share funded *Goods and services* budgets were cut by 2 per cent over the MTEF. Offsetting these cuts to some extent over the 2016/17 MTEF, is the fact that the department received additional funding for the carry-through cost of the above-budget 2015 wage agreement.

In 2017/18, there is a reduction of the PES allocation due to data updates of the PES formula, as well as Fiscal Framework reductions. In addition, the budget databases submitted by departments indicated a downward revision of the Provincial Own Revenue numbers and the department's budget cut amounted to R1.420 million, R1.624 million and R2.880 million over the 2017/18 MTEF. Funds amounting to R537 000, R566 000 and R597 000 over the 2017/18 MTEF were suspended to COGTA for the remuneration of *Izinduna* as determined by the Executive Council, in line with Presidential proclamations in this regard. These cuts were effected mainly against *Goods and services* on items such as *Communications, Travel and subsistence, Inventory, Consumables, etc.*, as mentioned. The department also received a minor baseline adjustment over the MTEF.

7.3 Summary by programme and economic classification

The budget structure of Vote 8 largely conforms to the uniform budget and programme structure prescribed for the Human Settlements sector. It is noted that the name of Programme 4 has changed from Housing Asset Management, Property Management in previous *EPREs* to Housing Asset Management in 2017/18, in line with the sector structure.

Tables 8.4 and 8.5 provide a summary of the Vote's payments and budgeted estimates over the MTEF, by programme and economic classification, respectively.

Table 8.4 : Summary of payments and estimates by programme: Human Settlements

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
1. Administration	163 986	182 847	198 260	190 054	190 073	190 073	201 248	222 687	235 454
2. Housing Needs, Research and Planning	14 115	14 223	16 411	16 111	14 846	14 846	16 903	18 178	19 196
3. Housing Development	3 270 961	3 532 420	3 674 667	3 096 492	3 137 773	3 137 773	3 419 351	3 681 551	3 935 999
4. Housing Asset Management	167 940	143 688	241 687	182 455	187 685	187 685	206 368	190 189	188 895
Total	3 617 002	3 873 178	4 131 025	3 485 112	3 530 377	3 530 377	3 843 870	4 112 605	4 379 544

Table 8.5 : Summary of payments and estimates by economic classification: Human Settlements

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2013/14	2014/15	2015/16	Appropriation	Appropriation	Estimate	2017/18	2018/19	2019/20
Current payments	287 661	362 918	389 360	422 620	437 371	436 641	428 794	484 519	509 454
Compensation of employees	202 048	239 766	266 232	284 340	289 982	284 202	309 634	338 854	359 551
Goods and services	85 501	123 151	123 128	138 280	146 989	152 037	119 160	145 665	149 903
Interest and rent on land	112	1	-	-	400	402	-	-	-
Transfers and subsidies to:	3 314 180	3 429 932	3 726 625	3 028 198	3 066 788	3 067 518	3 389 097	3 622 627	3 864 651
Provinces and municipalities	40 447	68 458	163 157	86 087	86 137	98 286	124 460	140 460	140 510
Departmental agencies and accounts	168 692	145 325	259 644	200 455	205 685	205 685	220 368	190 189	188 895
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	100 000	100 000	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 105 041	3 216 149	3 303 824	2 741 656	2 674 966	2 663 547	3 044 269	3 291 978	3 535 246
Payments for capital assets	15 048	79 565	14 755	34 294	26 199	26 199	25 979	5 459	5 439
Buildings and other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Machinery and equipment	8 027	11 731	8 585	2 840	4 445	4 445	3 953	5 459	5 439
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	222	379	-	-	-	-	-	-	-
Payments for financial assets	113	763	285	-	19	19	-	-	-
Total	3 617 002	3 873 178	4 131 025	3 485 112	3 530 377	3 530 377	3 843 870	4 112 605	4 379 544

The increase in the department's allocation in 2015/16 is mainly due to an additional amount of R308.377 million received from NDHS in terms of Section 19 and 20 of the Division of Revenue Act (DORA), where money was allocated to the province from Gauteng due to good performance in the delivery of units. This once-off allocation accounts for the decrease noted from 2015/16 to 2016/17. The department also received additional funding for the carry-through of the above-budget 2015 wage agreement. The Executive Council also agreed to provide R100 million to cater for various housing projects, as well as to re-allocate R130.973 million received from Ithala and NHFC which were transferred during 2011/12 and 2012/13. The increase from the 2016/17 Main to Adjusted Appropriation mainly relates to the reallocation of funds received from the NHFC which were transferred during 2011/12 in order to assess, administer and manage social housing programmes on behalf of the department, funds returned by Khuboni Shezi Attorneys for spending on various housing projects and funds received from the National Department of Military Veterans in 2013/14 and 2014/15 and held in a suspense account since then. The allocation over the 2017/18 MTEF takes into account the PES and conditional grant cuts.

Programme 1: Administration reflects a steady increase from 2013/14 to 2015/16. The decrease in 2016/17 relates to the budget cuts. The slight increase from the 2016/17 Main to Adjusted Appropriation is due to R19 000 received relating to a SARS refund to be utilised for write-offs in respect of debit balances in the Salary Tax Debt account. The increase over the 2017/18 MTEF is to cater for wage agreements and inflationary adjustments on items such as leasing of offices, property payments, etc. The increase in 2018/19 is to cater for the filling of 17 critical vacant posts such as Chief Director: Human Capital, Deputy Director: Human Resource Development, employee wellness practitioners, etc.

Programme 2: Housing Needs, Research and Planning reflects a steady increase from 2013/14 to 2015/16. The decrease from the 2016/17 Main to Adjusted Appropriation relates to cost-cutting with respect to travel and subsistence, as well as delays in the implementation of capacity building programmes such as councillor training as a result of changes in councillors due to the local government elections. The increase over the MTEF is to cater for wage agreements and inflationary adjustments. There are vacant posts in this programme but, due to financial constraints, as well as the budget cuts, these cannot be filled.

Programme 3: Housing Development reflects an increase from 2013/14 to 2015/16 as the focus remains on the fast-tracking of service delivery in KZN. The decrease from 2015/16 to 2016/17 is as a result of the department receiving additional funding in 2015/16, as mentioned. Also contributing to the decrease in 2016/17 is the revision of all conditional grants by National Treasury which led to conditional grant cuts. The increase from the 2016/17 Main to Adjusted Appropriation relates to the reallocation of funds

received from the NHFC which were transferred during 2011/12 in order to assess, administer and manage social housing programmes on behalf of the department, funds returned by Khuboni Shezi Attorneys for spending on various housing projects and funds received from the National Department of Military Veterans in 2013/14 and 2014/15 and held in a suspense account since then. The HSDG grows over the 2017/18 MTEF, despite the budget cuts effected against this grant. Of this budget cut, some funding is reprioritised to SHRA to promote subsidies for social housing, and some funds are reprioritised to assist the HDA in operationalising catalytic projects. Part of the reduction relates to fiscal consolidation, as mentioned.

The fluctuating trend against Programme 4: Housing Asset Management from 2013/14 to 2015/16 relates to the transfers made in 2015/16 to the eThekweni Metro in respect of the rectification programme for the pre-1994 housing stock of ex-Own Affairs and ex-R293 areas. The increase from the 2016/17 Main to Adjusted Appropriation is to cater for the payment of leave gratuities and severance packages, as well as payment made to the Government Employee Pension Fund (GEPF) for liabilities incurred relating to officials who took early retirement. The fluctuating trend over the 2017/18 MTEF relates to the rectification of pre-1994 housing stock which will be implemented in phases due to financial constraints. Reprioritisation was undertaken and the department will thus focus mainly on projects with a greater yield of units in order to achieve the MTSF targets. Programmes that are not yielding units were reduced severely in line with these cuts.

Compensation of employees reflects a steady increase from 2013/14 to 2015/16. The increase from the 2016/17 Main to Adjusted Appropriation, as well as over the 2017/18 MTEF, is to cater for the filling of critical vacant posts in anticipation that the department will be able to attract people with relevant built environment skills, as well as the carry-through costs of previous wage agreements. The increase in 2018/19 is to cater for the filling of critical vacant posts such as Chief Director: Human Capital, Deputy Director in Human Resource Development, employee wellness practitioners, etc., as mentioned above. These posts will not be filled in 2017/18 due to budget cuts, but will be filled in 2018/19 from internal reprioritisation.

Goods and services reflects a steady increase from 2013/14 to 2015/16 in line with inflationary increases and spending pressures relating to the fast-tracking of housing project launches. The increase in the 2016/17 Main to Adjusted Appropriation and over the 2017/18 MTEF is due to the implementation of the anti-land invasion strategy which has necessitated the safeguarding of departmental owned properties against illegal occupation.

Interest and rent on land pertains to interest paid on overdue accounts in 2013/14 and 2014/15. The department did not pay these accounts on time as illegal cession agreements were entered into by service providers implementing the Social and Economic Amenities programme. The 2016/17 amount is in respect of interest paid on overdue accounts for payment made to the GEPF for employees who took early retirement during the previous financial years.

There is a steady increase against *Transfers and subsidies to: Provinces and municipalities* from 2013/14 to 2015/16 in respect of the transfer to the eThekweni Metro for the CRU programme. The decrease in 2016/17 relates to the CRU programme allocation which was lower than the previous year's allocation due to alignment to the agreement. The department entered into an agreement with eThekweni Metro to transfer funds for the CRU programme. The slight increase from the 2016/17 Main to Adjusted Appropriation relates to licence fees of government motor vehicles which were under-estimated during the year. The increasing trend over the 2017/18 MTEF is largely due to the operational costs of accredited municipalities.

The spending against *Transfers and subsidies to: Departmental agencies and accounts* relates to transfers to the KZN Housing Fund. Funding in respect of the KZN Housing Fund has been moved to this category in line with an A-G finding relating to the KZN Housing Fund in the 2013/14 audit. In line with this A-G finding, this category, reflects the entire budget of Programme 4. It is noted, however, that the necessary codes have not yet been approved on BAS to allow the department to capture expenditure against the KZN Housing Fund, as National Treasury is of the opinion that the KZN Housing Fund is not a registered entity with a board and therefore should not be treated as a transfer to a departmental agency. The fluctuating

trend from 2013/14 to 2015/16 relates to the transfers made in 2015/16 to the eThekweni Metro in respect of the rectification programme for the pre-1994 housing stock of ex-Own Affairs and ex-R293 areas. The increase from the 2016/17 Main to Adjusted Appropriation is to cater for the payment of leave gratuities and severance packages, as well as payment made to the GEPF for liabilities incurred relating to officials who took early retirement. The fluctuating trend over the 2017/18 MTEF relates to the rectification of pre-1994 housing stock which will be implemented in phases due to financial constraints. Reprioritisation was undertaken and the department will thus focus mainly on projects with a greater yield of units in order to achieve the MTSF targets. Programmes that are not yielding units were reduced severely in line with these cuts, as mentioned.

The allocation against *Transfers and subsidies to: Public corporations and private enterprises* in the 2016/17 Adjusted Appropriation and Revised Estimate relates to the funding for the implementation of the Military Veterans' Housing Project. The department entered into an agreement with Ithala as an implementing agent for the construction of houses for military veterans.

Transfers and subsidies to: Households shows an increasing trend from 2013/14 to 2015/16. This is due to the increase in the HSDG as the bulk of the housing programmes are budgeted for within this category. The decrease from 2015/16 to 2016/17 is as a result of the department receiving additional once-off funding of R308.377 million from NDHS in 2015/16, as mentioned. In addition, the department received additional funding of R100 million to cater for various housing projects, as well as reallocation of R130.973 million received from Ithala and NHFC, as mentioned. The decrease from the 2016/17 Main to Adjusted Appropriation relates to projects that were planned to start during 2016/17 and the planning stage took longer than anticipated due to various reasons such as social challenges and friction in the communities which led to delays, challenges with the provision of infrastructure, as the district had not finalised the installation of bulk services in order for the project to start, etc. These projects are Inanda Dam, Redcliffe, Sunhills, Tshelimnyama Phase 4, Umbhayi, etc. The HSDG grows over the 2017/18 MTEF, despite the budget cuts, and provides for the continuous implementation of housing delivery focusing mainly on informal settlement upgrades, the integrated residential development programme, social and rental housing programmes, etc.

Buildings and other fixed structures is mainly related to the Social and Economic Amenities programme. The increase in 2014/15 relates to the acquisition of the Riverview social housing development (consisting of 330 units) to be used for middle income housing through the FLISP. The decrease from the 2016/17 Main to Adjusted Appropriation relates to the Social and Economic Amenities programme where the department terminated contracts for uMkhanyakude, Amajuba and uMgungundlovu as a result of poor performance. In 2017/18, funding is allocated for the finalisation of the Social and Economic Amenities programme, which will form part of the total project cost in future.

Machinery and equipment shows a fluctuating trend from 2013/14 to 2015/16 due to its cyclical nature. The increase from the 2016/17 Main to Adjusted Appropriation relates to accruals in respect of the purchase of additional desktops and laptops. The fluctuating trend from 2016/17 to the 2017/18 MTEF relates to the reduction in the purchase of capital assets due to ongoing implementation of cost-cutting, budget cuts, and the fact that the purchasing of vehicles is cyclical in nature.

The spending against *Software and other intangible assets* relates to the purchase of various software packages in 2013/14 and 2014/15.

Payments for financial assets relates to the write-off of staff debts in 2013/14 and 2014/15. The increase from the 2016/17 Main to Adjusted Appropriation relates to a SARS refund received by the department and used to cater for write-offs in respect of debit balances in the Salary Tax Debt account, as mentioned.

7.4 Summary of conditional grants payments and estimates

Tables 8.6 and 8.7 provide a summary of the conditional grant payments and budgeted estimates over the period by conditional grant name and economic classification, respectively. The department has two grants, namely the HSDG and the EPWP Integrated Grant for Provinces. Both these grants receive funding up to 2017/18, and only the HSDG continues over the MTEF, at this stage. As previously mentioned, the

HSDG was reduced by R290.255 million in 2016/17, and sees a further reduction of R365.661 million, R361.193 million and R118.213 million over the 2017/18 MTEF.

Part of the reduction is due to funds reprioritised to SHRA to promote subsidies for social housing, some funds are reprioritised to assist the HDA in operationalising catalytic projects, while part of the cut relates to the fiscal consolidation programme.

Note that the historical figures set out in Table 8.6 reflect actual expenditure per grant, and should not be compared to those reflected in Table 8.1, which represent the actual receipts for each grant.

Details are given in *Annexure – Vote 8: Human Settlements*.

Table 8.6 : Summary of conditional grants payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
Human Settlements Development grant	3 309 243	3 509 045	3 543 852	3 124 702	3 124 702	3 124 702	3 477 567	3 731 031	3 974 011
EPWP Integrated Grant for Provinces	-	-	6 058	15 194	15 194	15 194	5 625	-	-
Total	3 309 243	3 509 045	3 549 910	3 139 896	3 139 896	3 139 896	3 483 192	3 731 031	3 974 011

Table 8.7 : Summary of conditional grants payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
Current payments	48 464	95 845	97 284	130 009	151 560	152 273	122 005	150 696	156 408
Compensation of employees	38 575	57 656	64 621	72 254	79 380	75 150	82 564	88 178	94 174
Goods and services	9 781	38 189	32 663	57 755	72 180	77 123	39 441	62 518	62 234
Interest and rent on land	108	-	-	-	-	-	-	-	-
Transfers and subsidies to:	3 253 711	3 340 206	3 446 176	2 977 780	2 965 929	2 965 216	3 338 471	3 579 004	3 816 272
Provinces and municipalities	40 384	68 326	163 059	85 792	85 792	85 792	124 210	140 210	140 210
Departmental agencies and accounts	109 636	98 059	162 054	150 939	150 939	150 939	170 629	147 453	141 453
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	88 714	88 714	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 103 691	3 173 821	3 121 063	2 741 049	2 640 484	2 639 771	3 043 632	3 291 341	3 534 609
Payments for capital assets	7 068	72 994	6 450	32 107	22 407	22 407	22 716	1 331	1 331
Buildings and other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Machinery and equipment	269	5 160	280	653	653	653	690	1 331	1 331
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	379	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	3 309 243	3 509 045	3 549 910	3 139 896	3 139 896	3 139 896	3 483 192	3 731 031	3 974 011

The department's main funding relates to the HSDG, which aims to promote the provision of low income housing using different programmes such as project linked subsidies, people's housing programmes, Integrated Residential Development Programme (IRDP), rural housing subsidies, ISU, social housing, etc.

The department receives R6.580 million, R15.194 million and R5.625 million in 2015/16, 2016/17 and 2017/18, respectively, in respect of the EPWP Integrated Grant for Provinces for developing skills of beneficiaries for better chance of employment, as well as expanding work opportunities, especially the youth, during the implementation of housing projects.

From 2010/11, the department started funding *Compensation of employees* from the HSDG, in line with DORA, which allows for a portion (up to 5 per cent) of the conditional grant funding to be used for administrative purposes to enhance service delivery. The increase in the 2016/17 Adjusted Appropriation relates to the increase in personnel costs for professional employees such as Construction Managers who are appointed on a contract basis from the Operational Capital (OPSCAP) allocation in the HSDG to enhance service delivery. The increase over the 2017/18 MTEF relates to contract posts in respect of the HSDG who are appointed when the need arises.

The substantial increase under *Goods and services* in 2014/15 was due to the fast-tracking of housing project launches. The decrease in 2015/16 was due to the continuous implementation of cost-cutting measures, where housing project launches, as well as travel and subsistence costs, were reduced. The noticeable increase in 2016/17 relates to the increased EPWP Integrated Grant for Provinces funding, as well as funds moved for the implementation of the anti-land invasion strategy which necessitated the safeguarding of departmental owned properties against illegal occupation. The decrease from 2016/17 to 2017/18 is as a result of a lower EPWP Integrated Grant for Provinces allocation and the budget cuts, as mentioned. The growth from 2018/19 to 2019/20 is low as a result of the fact that no EPWP Integrated Grant for Provinces funding has been allocated beyond 2017/18, at this stage.

Interest and rent on land pertains to interest paid on overdue accounts in 2013/14. The department did not pay these accounts on time as illegal cession agreements were entered into by service providers implementing the Social and Economic Amenities programme, as mentioned previously.

The increase in *Transfers and subsidies to: Provinces and municipalities* from 2013/14 to 2015/16 relates to transfers made to the eThekweni Metro in respect of the operational costs of accredited municipalities and also transfers made in 2015/16 for the CRU programme. The decrease in 2016/17 relates to the conditional grant cuts which were mainly effected against the operational costs of the accredited municipalities. The increase over the 2017/18 MTEF relates to the CRU programme in the eThekweni Metro, as well as operational costs of the accredited municipalities.

The spending against *Transfers and subsidies to: Departmental agencies and accounts* in 2014/15 relates to transfers to SHRA for the implementation of the social housing programme. In 2013/14 to 2015/16 and over the 2017/18 MTEF, funds relating to the KZN Housing Fund have been moved to this category, due to the previously mentioned compliance with an A-G finding and GRAP requirements. The increase in 2015/16 relates to funding for the HDA, in terms of which the department has entered into a three-year agreement whereby the HDA undertakes assigned functions and programmes. The decrease in 2016/17 relates to the HSDG cut in that year, as well as the decrease in transfers to the eThekweni Metro for the rectification of pre-1994 housing stock programme for rehabilitation of R293 and ex-Own Affairs townships. The fluctuating trend from 2016/17 and over the MTEF relates to the reduction in the HSDG.

Transfers and subsidies to: Households shows an increasing trend from 2013/14 to 2015/16. This was due to the increase in the HSDG, as the bulk of the housing programmes are budgeted for within this category. The decrease in 2016/17 from 2015/16 was as a result of the department receiving additional funding of R308.377 million in 2015/16, as mentioned. The decrease from the 2016/17 Main to Adjusted Appropriation relates to projects where construction was planned to start during the year. The planning stage took longer than anticipated due to delays as a result of social challenges and friction in the communities. These projects include Inanda Dam, Redcliff, Sunhills, Tshelimnyama Phase 4, Umbhayi, etc. Also contributing to the savings was slow progress in respect of the restoration of title deeds in respect of a backlog in issuing of these title deeds for which a provision was made. The decrease in 2016/17 also relates to the above-mentioned HSDG cut. The increase over the 2017/18 MTEF is to cater for continuous implementation of housing delivery in KZN focusing mainly on informal settlement upgrades, the integrated residential development programme, social and rental housing programmes, etc.

Buildings and other fixed structures is mainly related to the Social and Economic Amenities programme. The high expenditure in 2014/15 was in respect of the acquisition of the Riverview social housing development to be used for middle income housing through FLISP. In 2016/17, funding was allocated for the finalisation of the Social and Economic Amenities programme. The decrease from the 2016/17 Main to the Adjusted Appropriation was due to the fact that the department terminated contracts with the contractors appointed to undertake work in the uMkhanyakude, Amajuba and uMgungundlovu districts, as a result of poor performance. The 2017/18 allocation is also in respect of the finalisation of the Social and Economic Amenities programme, which will form part of the full project cost in the future.

As previously mentioned, the department spent a portion of the HSDG on *Machinery and equipment* from 2013/14 to 2016/17 and provides for this over the 2017/18 MTEF, as there is a need to purchase furniture and equipment for new employees. This is in respect of new technical posts such as Construction Managers anticipated to be filled, funded from this grant on a contract basis.

7.5 Summary of infrastructure payments and estimates

Table 8.8 presents a summary of infrastructure payments and estimates by infrastructure category. Detailed information on infrastructure is given in the *2017/18 Estimates of Capital Expenditure*.

Table 8.8 : Summary of infrastructure payments and estimates by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Existing infrastructure assets	-	-	-	-	-	-	-	-	-
Maintenance and repair: Current	-	-	-	-	-	-	-	-	-
Upgrades and additions: Capital	-	-	-	-	-	-	-	-	-
Refurbishment and rehabilitation: Capital	-	-	-	-	-	-	-	-	-
New infrastructure assets: Capital	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Infrastructure transfers	40 384	57 460	163 053	85 792	85 792	97 939	124 210	140 210	140 210
Infrastructure transfers: Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital	40 384	57 460	163 053	85 792	85 792	97 939	124 210	140 210	140 210
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	19 151	20 000	20 839	21 285	21 285	19 941	21 462	21 777	23 419
Non infrastructure	-	-	-	-	-	-	-	-	-
Total	66 334	144 915	190 062	138 531	128 831	139 634	167 698	161 987	163 629
<i>Capital infrastructure</i>	47 183	124 915	169 223	117 246	107 546	119 693	146 236	140 210	140 210
<i>Current infrastructure</i>	19 151	20 000	20 839	21 285	21 285	19 941	21 462	21 777	23 419

The category *New infrastructure assets: Capital* relates to the Social and Economic Amenities programme. The asset constructed is owned by the department until handed over to the municipality. The increase in 2014/15 relates to the acquisition of Riverview social housing development (consisting of 330 units) to be used for middle income housing through FLISP. The decrease from the 2016/17 Main to Adjusted Appropriation relates to the department terminating contracts for uMkhanyakude, Amajuba and uMgungundlovu contractors as a result of poor performance. However, the department is in the process of appointing new contractors for these projects. In 2017/18, funding is allocated for the finalisation of the Social and Economic Amenities programme, which will form part of the full project cost in future.

Infrastructure transfers: Capital comprises transfers in respect of the CRU programme and operational costs of the accredited municipalities. The trend from 2013/14 to 2015/16 relates to the operational costs for accredited municipalities, which are based on the actual performance by the municipality, as well as the transfer of R100 million to the eThekweni Metro in respect of the CRU programme in 2015/16. The decrease in 2016/17 relates to the allocation to the CRU programme which is lower than the previous year allocation, due to alignment to the agreement. The increasing trend over the 2017/18 MTEF is largely due to the estimations for operational costs of accredited municipalities such as payments of salaries, office accommodation, vehicles, computer systems, purchase of equipment and maintenance, stationery, etc.

The category *Infrastructure: Leases* relates to the operational leases for office accommodation leased by the department. The increasing trend over the seven-year period relates to inflationary increases, as well as the increase in district offices due to decentralisation. It is noted that this category was inadvertently omitted from the *EPRE* in prior years. This was corrected in 2015/16, and prior years were adjusted for comparative purposes.

7.6 Summary of Public Private Partnerships – Nil

7.7 Transfers to public entities listed in terms of Schedule 3 of the PFMA

Table 8.9 shows transfers made by the department to public entities that are listed in terms of Schedule 3 of the PFMA.

It is noted that HDA and SHRA are national public entities, and Ithala is used as an implementing agent. As such, the financial summaries for these public entities are not included in Vote 8's Annexure.

Table 8.9 : Summary of departmental transfers to public entities

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Housing Development Agency	-	-	18 000	18 000	18 000	18 000	14 000	-	-
Social Housing Regulatory Authority	-	932	-	-	-	-	-	-	-
Ithala Development Finance Corporation	-	-	-	-	100 000	100 000	-	-	-
Total	-	932	18 000	18 000	118 000	118 000	14 000	-	-

The allocation of R18 million to the HDA in 2015/16 is for operational costs of the support work being undertaken by HDA in the province. The department has entered into a three-year agreement with this national public entity to undertake various assigned functions such as the land assembly strategy for human settlements, land geo-spatial services, project packaging and implementation support on specific assigned development projects, etc., hence there is no allocation in 2018/19 and 2019/20, at this stage.

The allocation to SHRA during 2014/15 relates to costs incurred by SHRA after the return of unspent funds by the entity to the department. This expenditure is for costs incurred by the Strategic Programme Management (Booster) team appointed by SHRA, but which had not been paid. Over the 2017/18 MTEF, there is no allocation for this entity, due to the fact that this entity receives funds directly from NDHS in respect of the implementation of social housing programmes.

The allocation to Ithala in 2016/17 is to cater for the implementation of the Military Veterans' Housing Project. The department entered into an agreement with Ithala as an implementing agent for the construction of houses for military veterans.

7.8 Transfers to other entities

Table 8.10 presents a summary of departmental transfers to other entities. The department is funding the KZN Housing Fund which is in the process of being dis-established and is an unlisted public entity in terms of Section 47(2) of the PFMA. These allocations were previously made from all categories within Programme 4 but, following an A-G finding, are now made from *Transfers and subsidies to: Departmental agencies and accounts*. The historical data prior to 2014/15 has been restated for comparative purposes.

Table 8.10 : Summary of departmental transfers to other entities

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
KZN Housing Fund	167 940	143 688	241 687	182 455	187 685	187 685	206 368	190 189	188 895
Total	167 940	143 688	241 687	182 455	187 685	187 685	206 368	190 189	188 895

The increase in 2015/16 relates to municipal services and rates and taxes for housing properties, as well as funds in respect of an Executive Council decision to provide funding towards the rehabilitation of R293 and Ex-Own Affairs townships. This entity was also affected by the budget cuts, hence the decrease in 2016/17. The fluctuating trend over the 2017/18 MTEF relates to the rectification of pre-1994 housing stock which will be implemented in phases due to financial constraints. The decrease is due to the department reprioritising funds to programmes which yield a greater number of units. The rectification programme does not yield new units, as mentioned.

7.9 Transfers to local government

Tables 8.11 and 8.12 illustrate departmental transfers to local government by category and by grant type, respectively. Details of these transfers are presented in the *Annexure – Vote 8: Human Settlements*.

Transfers to municipalities relate to the CRU programme (Category A), municipal rates and taxes (Categories A and B), accreditation of municipalities (Categories A and B), maintenance of R293 hostels (Category A) and Enhanced Extended Discount Benefit Scheme (EEDBS) (Category A).

Table 8.11 : Summary of departmental transfers to local government by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Category A	21 787	46 165	132 403	59 000	59 000	64 687	86 966	102 966	102 966
Category B	18 597	22 153	30 650	26 792	26 792	33 252	37 244	37 244	37 244
Category C	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	40 384	68 318	163 053	85 792	85 792	97 939	124 210	140 210	140 210

Table 8.12 : Summary of departmental transfers to local government by grant name

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Accredited municipalities	3.2 Financial Intervention	33 421	57 460	54 296	26 792	26 792	26 792	55 210	55 210	55 210
CRU programme	3.2 Housing Prop.Main	6 963	-	108 757	59 000	59 000	71 147	69 000	85 000	85 000
Rates and taxes	3.4 Social & Rent Int.	-	10 858	-	-	-	-	-	-	-
Total		40 384	68 318	163 053	85 792	85 792	97 939	124 210	140 210	140 210

Category A: The CRU programme is geared toward providing a coherent approach to dealing with different forms of public residential accommodation. It enables the department to provide secure and stable rental tenure for lower income persons in good locations, and forms the basis for transition to the formal housing market.

Categories A and B: The department was providing transfers for municipal rates and taxes, maintenance of R293 hostels for the eThekweni Metro, Ugu, uMgungundlovu, uThukela, uMzinyathi, Amajuba and King Cetshwayo Municipalities. These transfers were re-classified as the department was providing funding to the KZN Housing Fund for all activities relating to the management and maintenance of housing properties. As previously mentioned, following an audit finding, this funding needs to be treated as *Transfers and subsidies to: Departmental agencies and accounts*, and thus does not form part of the departmental transfers to local government.

7.10 Transfers and subsidies

Table 8.13 provides a summary of transfers and subsidies per programme. The various trends in each programme are discussed above and below the table.

- *Provinces and municipalities* in Programme 1 relates to the payment of motor vehicle licence fees.
- *Households* pertains to staff exit costs and bursaries paid to 12 external students in qualifications such as Civil Engineering, Construction Management, Town and Regional Planning, Geographic and Environmental Studies, etc.
- Also in Programme 1, it should be noted that the department no longer transfers funds to the Public Service Sector Education and Training Authority (PSETA) against *Departmental agencies and accounts* in line with a National Treasury Circular of 10 July 2014, which indicated that national departments applied for the creation of a single transfer to PSETA through DPSA. As a result, departments do not have to transfer funds to PSETA, unless such transfers are for a different purpose.
- Spending against *Households* in Programme 2 relates to staff exist costs.
- *Provinces and municipalities* in Programme 3 relates to programmes funded from the HSDG. The increase from 2013/14 to 2015/16 relates to transfers made to the eThekweni Metro in respect of the operational costs of accredited municipalities and also transfers made in 2015/16 for the CRU programme. The decrease in 2016/17 relates to HSDG cuts mainly in respect of operational costs of the accredited municipalities. The increase over the 2017/18 MTEF relates to the CRU programme in the eThekweni Metro, as well as operational costs of accredited municipalities.

Table 8.13 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
1. Administration	2 109	2 180	1 195	902	1 483	2 110	887	887	937
Provinces and municipalities	56	132	98	295	345	295	250	250	300
Motor vehicle licences	56	132	98	295	345	295	250	250	300
Departmental agencies and accounts	752	705	-	-	-	-	-	-	-
PSETA	752	705	-	-	-	-	-	-	-
Households	1 301	1 343	1 097	607	1 138	1 815	637	637	637
Staff exit costs and bursaries	1 301	1 343	1 097	607	1 138	1 815	637	637	637
2. Housing Needs, Research and Planning	-	7	-	-	-	-	-	-	-
Households	-	7	-	-	-	-	-	-	-
Staff exit costs	-	7	-	-	-	-	-	-	-
3. Housing Development	3 144 131	3 284 057	3 483 786	2 844 841	2 877 620	2 877 723	3 181 842	3 431 551	3 674 819
Provinces and municipalities	40 391	68 326	163 059	85 792	85 792	97 991	124 210	140 210	140 210
Operational costs for accredited municipalities	33 421	57 460	54 296	26 792	26 792	26 792	55 210	55 210	55 210
CRU programme	6 963	-	108 757	59 000	59 000	71 147	69 000	85 000	85 000
Claims against the state	7	8	6	-	-	52	-	-	-
Rates and taxes for Section 21 properties	-	10 858	-	-	-	-	-	-	-
Departmental agencies and accounts	-	932	18 000	18 000	18 000	18 000	14 000	-	-
SHRA	-	932	-	-	-	-	-	-	-
Housing Development Agency	-	-	18 000	18 000	18 000	18 000	14 000	-	-
Public corporations and private enterprises	-	-	-	-	100 000	100 000	-	-	-
Ithala	-	-	-	-	100 000	100 000	-	-	-
Households	3 103 740	3 214 799	3 302 727	2 741 049	2 673 828	2 661 732	3 043 632	3 291 341	3 534 609
Staff exit costs	49	315	428	-	413	316	-	-	-
Other - Transfers from previous years	-	40 663	181 236	-	32 931	32 931	-	-	-
EPWP Integrated Grant for Provinces	-	-	3 165	-	-	2 640	-	-	-
Human Settlements Development grant	3 103 691	3 173 821	3 117 898	2 741 049	2 640 484	2 625 845	3 043 632	3 291 341	3 534 609
4. Housing Assets Management	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
Departmental agencies and accounts	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
KZN Housing Fund	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
Total	3 314 180	3 429 932	3 726 625	3 028 198	3 066 788	3 067 518	3 389 097	3 622 627	3 864 651

- Spending against *Departmental agencies and accounts* in Programme 3 pertains to the transfers to SHRA and HDA. The reduction to zero in the transfer to SHRA from 2014/15 onward is mainly due to the fact that the entity had not fully spent the allocation that was transferred to them since 2012/13. The allocation to the HDA was increased by R18 million in 2015/16 to cater for operational costs of the support work being undertaken by HDA in the province. The department has entered into a three-year agreement from 2015/16 to 2017/18 with this national public entity to undertake various assigned functions and programmes such as planning activities of various housing projects.
- *Households* in Programme 3 relates mainly to the HSDG projects. The bulk of the department's funding is allocated within this category. Also included in this category are costs relating to staff exits. The decrease from 2015/16 to 2016/17 relates to the once-off additional funding received from NDHS in 2015/16. The increase over the 2017/18 MTEF is to cater for continuous implementation of housing delivery in the province focusing mainly on informal settlement upgrades, the integrated residential development programme, social and rental housing programmes etc.
- With regard to *Departmental agencies and accounts* in Programme 4, from 2014/15 onward, the department undertook the reclassification of allocations from various economic classifications within Programme 4 which relates to the department providing funding to the KZN Housing Fund for all activities relating to the management and maintenance of housing properties. The funding had previously been budgeted for under various economic classifications instead of *Departmental agencies and accounts*. This was in compliance with an A-G finding and GRAP requirements, whereby the activities of the fund must be paid *via* a transfer, and not form part of the Vote. Prior year information was adjusted accordingly. The increase in 2015/16 relates to transfers made to the eThekweni Metro for the rectification of pre-1994 housing stock programme for rehabilitation of R293 and Ex-own affairs townships. The fluctuating trend from 2016/17 and over the 2017/18 MTEF relates to the HSDG cut in 2016/17, as well as over the MTEF.

8. Programme description

The services rendered by this department are categorised under four programmes, which conforms to the uniform budget and programme structure for the Human Settlements sector. The payments and budgeted

estimates for each of these programmes are summarised below, details of which are presented in the *Annexure to Vote 8 – Human Settlements*.

8.1 Programme 1: Administration

The purpose of this programme is to identify and eliminate bottle-necks, as well as continuously improve the flow of financial, administrative and management information.

The strategic objectives of this programme are to strengthen governance and service delivery.

The programme provides for only one sub-programme, namely Corporate Services.

Tables 8.14 and 8.15 reflect a summary of payments and estimates for the period 2013/14 to 2019/20.

Table 8.14 : Summary of payments and estimates by sub-programme: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
1. Corporate Services	163 986	182 847	198 260	190 054	190 073	190 073	201 248	222 687	235 454
Total	163 986	182 847	198 260	190 054	190 073	190 073	201 248	222 687	235 454

Table 8.15 : Summary of payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Current payments	153 932	173 522	188 867	187 155	184 917	184 290	197 223	217 702	230 439
Compensation of employees	90 922	101 270	110 479	117 659	118 023	117 484	125 871	142 520	151 151
Goods and services	63 006	72 251	78 388	69 496	66 494	66 406	71 352	75 182	79 288
Interest and rent on land	4	1	-	-	400	400	-	-	-
Transfers and subsidies to:	2 109	2 180	1 195	902	1 483	2 110	887	887	937
Provinces and municipalities	56	132	98	295	345	295	250	250	300
Departmental agencies and accounts	752	705	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 301	1 343	1 097	607	1 138	1 815	637	637	637
Payments for capital assets	7 883	6 446	8 181	1 997	3 654	3 654	3 138	4 098	4 078
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	7 661	6 446	8 181	1 997	3 654	3 654	3 138	4 098	4 078
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	222	-	-	-	-	-	-	-	-
Payments for financial assets	62	699	17	-	19	19	-	-	-
Total	163 986	182 847	198 260	190 054	190 073	190 073	201 248	222 687	235 454

The Corporate Services sub-programme caters for services such as providing strategic leadership, co-ordination and management of strategies, administration of the department in line with good governance practices and formulating or reviewing policies and strategies in line with legal prescripts and national and provincial priorities and includes human resource, finance, facilities management and legal services. The overall increase from 2013/14 to 2015/16 was attributable to inflationary increases. The decrease in 2016/17 results from the freezing of all vacant non-OSD posts in line with the budget cuts. The slight increase from the 2016/17 Main to Adjusted Appropriation relates to funds received for a SARS refund. The increase over the 2017/18 MTEF is to cater for wage agreements and inflationary adjustments.

Compensation of employees shows an increase over the 2017/18 MTEF of 7.1 per cent, 13.2 per cent and 6 per cent for the carry-through costs of previous wage agreements and provides for salary related costs within the programme. There are critical vacant posts budgeted for from 2018/19 onward such as Chief Director: Human Capital, Deputy Director: Human Resource Development, employee wellness

practitioners, etc. These posts will not be filled in 2017/18 due to budget cuts, but will be filled in 2018/19 from internal reprioritisation, as mentioned.

The increase against *Goods and services* over the 2017/18 MTEF is to cater for inflationary adjustments. This category provides mainly for the management of office accommodation, training and development, IT related functions, etc. for the entire department.

Interest and rent on land pertains to interest paid on overdue accounts for payments made to the GEFP for employees who took early retirement during the previous financial years. No provision is made for this over the 2017/18 MTEF.

Transfers and subsidies to: Provinces and municipalities relates to payments for motor vehicle licences for the department's entire fleet.

Transfers and subsidies to: Departmental agencies and accounts relates to transfers to PSETA. In line with National Treasury Circular of 10 July 2014, national departments applied for the creation of a single transfer to PSETA through DPSA. The result of this is that departments do not have to transfer funds to PSETA from 2015/16 onward, hence there is no budget in this regard over the MTEF.

The fluctuating trend against *Transfers and subsidies to: Households* over the seven years relates to staff exit costs. The allocations over the 2017/18 MTEF relate to bursaries issued by the department to 12 external candidates in qualifications such as Civil Engineering, Construction Management, Town and Regional Planning, Geographic and Environmental Studies, etc.

Machinery and equipment relates to the replacement of motor vehicles, as well as purchasing of new motor vehicles for districts, as the department has decentralised its offices. The 2017/18 MTEF provides for purchasing of departmental motor vehicles, IT equipment, etc.

Software and other intangible assets relates to the purchase of various software packages in 2013/14.

Payments for financial assets relates to the write-off of staff debts.

8.2 Programme 2: Housing Needs, Research and Planning

The purpose of this programme is to develop tools to guide the department's investment decisions and to provide policy and support to the housing delivery process.

In addition, the programme provides for the facilitation and integration of housing sector planning, education of stakeholders in housing sector planning, alignment of the housing budget with the current and future housing needs, and the capacitation of housing stakeholders for housing delivery through mentorship and training.

Programme 2 consists of four sub-programmes, in line with the uniform budget and programme structure of the Human Settlements sector, namely Administration, Policy, Planning and Research.

Tables 8.16 and 8.17 illustrate payments and budgeted estimates from 2013/14 to 2019/20.

Table 8.16 : Summary of payments and estimates by sub-programme: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
1. Administration	1 374	338	376	410	397	397	361	387	412
2. Policy	3 695	3 539	4 354	4 246	4 305	4 305	5 112	5 520	5 822
3. Planning	3 124	3 400	3 447	3 717	3 624	3 624	3 780	4 018	4 271
4. Research	5 922	6 946	8 234	7 738	6 520	6 520	7 650	8 253	8 691
Total	14 115	14 223	16 411	16 111	14 846	14 846	16 903	18 178	19 196

Table 8.17 : Summary of payments and estimates by economic classification: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Current payments	14 038	14 209	16 411	16 111	14 793	14 793	16 903	18 178	19 196
Compensation of employees	11 496	11 165	12 885	12 986	13 189	12 483	14 524	15 569	16 521
Goods and services	2 542	3 044	3 526	3 125	1 604	2 310	2 379	2 609	2 675
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	7	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	7	-	-	-	-	-	-	-
Payments for capital assets	77	-	-	-	53	53	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	77	-	-	-	53	53	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	7	-	-	-	-	-	-	-
Total	14 115	14 223	16 411	16 111	14 846	14 846	16 903	18 178	19 196

The budget for the sub-programme: Administration over the 2017/18 MTEF provides for administration of services, managing personnel, financial administration and the coordination and monitoring of housing needs, research and planning and shows inflationary increases.

The sub-programme: Policy provides for creating platforms for various stakeholders for discussing, debating and informing human settlement policies, programmes, innovation and technology. The costs that are covered in this sub-programme are mainly *Compensation of employees* and operational costs of the staff within the component.

The sub-programme: Planning provides for the facilitation and integration of housing sector planning in all sectors such as municipalities both local and district, as well as other departments such as COGTA, Transport, Education, to name a few, in order to align the department's budget with current and future housing needs. The sub-programme further provides technical and professional support to municipalities in the review of their housing sector plans, IDPs and spatial development plans, to ensure alignment to the NDP and PGDS. Furthermore, it also maintains a project pipeline of potential projects identified through the engagement process with municipalities and conducts feasibility studies to determine suitability. At project level, it identifies and manages the planning activities and studies of all human settlement projects such as environmental, geotechnical, bulk infrastructure, social aspects, land legal and town planning.

The sub-programme: Research provides for the identification of any skills gaps in the major stakeholders that are an integral part of the housing delivery chain including municipalities, traditional leaders and institutions, emerging contractors, youth and women. The sub-programme includes planned capacity building initiatives to ensure broader participation of key stakeholders in the delivery of sustainable human settlements. The budget grows steadily over the 2017/18 MTEF to cater for the carry-through costs of previous wage agreements, as well as the implementation of capacity building programmes such as the training of traditional leaders and housing consumers, beneficiary training for the community (i.e. training communities on their rights in housing, such as what type of housing they qualify for).

With regard to *Compensation of employees*, it appears that provision has been made over the MTEF for anticipated increases of 16.3 per cent, 7.2 per cent and 6.1 per cent over the MTEF. However, the significant growth from 2016/17 to 2017/18 is distorted because the Revised Estimate is under-stated and will be reviewed by the department in-year.

With regard to *Goods and services*, the budget grows steadily over the 2017/18 MTEF to cater for consumables (ink cartridges, paper etc.) for the plotter, laminating machine in the planning component for

GIS (plotting of vacant land/printing of maps), as well as the implementation of capacity building programmes for the training of traditional leaders and housing consumers, as mentioned.

Machinery and equipment relates to the purchase of machinery, and no allocation has been made going forward due to cost-cutting.

Service delivery measures – Programme 2: Housing Needs, Research and Planning

Table 8.18 reflects the main service delivery measures pertaining to Programme 2.

Note that there are no current generic measures for this sector, but the department is largely following the sector measures from the previous year. It must also be noted that some of the outputs and performance indicators descriptions have been changed to align with the department's 2017/18 APP.

Table 8.18 : Service delivery measures – Programme 2 : Housing Needs, Research and Planning

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2016/17	2017/18	2018/19	2019/20	
Planning						
1.1	Improved planning to achieve integrated settlement developments	<ul style="list-style-type: none"> • A multi-year development plan developed by October each year • No. of municipalities capacitated and supported with regard to human settlement development planning • No. of municipalities capacitated on accreditation • No. of catalytic projects • No. of research papers completed • No. of policies and/or guidelines approved 	1 25 - 3 4 4	1 40 - 6 1 1	1 40 3 4 1 1	1 40 - 5 1 1

8.3 Programme 3: Housing Development

This programme is responsible for the implementation and monitoring of housing delivery within all districts including the eThekweni Metro, through various subsidy mechanisms in terms of national and provincial policies. This programme has a number of projects at various stages of implementation within each municipality. It is also expected to achieve certain key strategic objectives of the department through the implementation of projects using various subsidy instruments. The subsidy instruments implemented by the department are: individual, project linked, institutional, consolidation, relocation, disaster management, social housing, rectification, social and economic facilities and rural housing stock.

Programme 3 consists of the bulk of the HSDG, the remainder of which falls under Programme 4. As such, this programme is aligned to the departmental conditional grant business plan, which contains a list of all projects that are to be implemented.

Tables 8.19 and 8.20 illustrate a summary of payments and budgeted estimates from 2013/14 to 2019/20.

This programme has increased significantly from 2013/14 to 2015/16 due to increases in the HSDG. Note also that the HSDG is reduced in 2015/16 and 2016/17, as well as over the 2017/18 MTEF, partly due to the fiscal consolidation effects, as well as funds being reprioritised from all provinces to the HDA, as mentioned previously.

Table 8.19 : Summary of payments and estimates by sub-programme: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
1. Administration	71 354	90 698	86 714	89 535	86 599	86 599	92 788	97 973	103 441
2. Financial Interventions	444 529	469 225	421 270	420 009	420 009	420 009	478 407	523 435	578 599
3. Incremental Interventions	1 104 695	1 089 267	1 307 268	1 501 585	1 545 802	1 460 348	1 759 482	1 675 536	1 848 706
4. Social and Rental Interventions	60 205	78 768	267 718	225 490	225 490	205 490	108 150	205 000	205 000
5. Rural Intervention	1 590 178	1 804 462	1 591 697	859 873	859 873	965 327	980 524	1 179 607	1 200 253
Total	3 270 961	3 532 420	3 674 667	3 096 492	3 137 773	3 137 773	3 419 351	3 681 551	3 935 999

Table 8.20 : Summary of payments and estimates by economic classification: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Current payments	119 691	175 187	184 082	219 354	237 661	237 558	214 668	248 639	259 819
Compensation of employees	99 630	127 331	142 868	153 695	158 770	154 235	169 239	180 765	191 879
Goods and services	19 953	47 856	41 214	65 659	78 891	83 321	45 429	67 874	67 940
Interest and rent on land	108	-	-	-	-	2	-	-	-
Transfers and subsidies to:	3 144 131	3 284 057	3 483 786	2 844 841	2 877 620	2 877 723	3 181 842	3 431 551	3 674 819
Provinces and municipalities	40 391	68 326	163 059	85 792	85 792	97 991	124 210	140 210	140 210
Departmental agencies and accounts	-	932	18 000	18 000	18 000	18 000	14 000	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	100 000	100 000	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 103 740	3 214 799	3 302 727	2 741 049	2 673 828	2 661 732	3 043 632	3 291 341	3 534 609
Payments for capital assets	7 088	73 119	6 531	32 297	22 492	22 492	22 841	1 361	1 361
Buildings and other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Machinery and equipment	289	5 285	361	843	738	738	815	1 361	1 361
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	379	-	-	-	-	-	-	-
Payments for financial assets	51	57	268	-	-	-	-	-	-
Total	3 270 961	3 532 420	3 674 667	3 096 492	3 137 773	3 137 773	3 419 351	3 681 551	3 935 999

The sub-programme: Administration provides for administration of human settlement development projects, managing of personnel and financial administration. The sub-programme reflects a steady increase over the 2017/18 MTEF, due to provision made for wage adjustments and inflationary increases.

The Financial Interventions sub-programme provides for financial support to procure services relating to housing delivery. The subsidy instruments implemented include, among others, procurement of land for housing development, the operational costs for accredited municipalities, National Home Builders Registration Council (NHBC) enrolment fees, operational capital budget, etc. The increase from 2016/17 to the 2017/18 MTEF is due to provision made for the procurement of land in iLembe, Ugu, uMgungundlovu, King Cetshwayo and Zululand, and the rectification of pre-1994 housing stock, etc.

The Incremental Interventions sub-programme contributes towards achievement of Outcome 8 targets and ensuring sustainable human settlements. The subsidy instruments implemented include ISU, IRDP, emergency housing assistance, etc. The increase from 2016/17 to the 2017/18 MTEF is due to acceleration of service delivery projects related to Outcome 8 which requires the increase of service delivery in urban areas, mainly under ISU such as Nyoni Slums Clearance, Umzinto Slums Clearance, Makhoba, etc.

The sub-programme: Social and Rental Interventions provides for the CRU programme which aims to create a sustainable, affordable and secure rental housing option for households. Over the 2017/18 MTEF, the programme provides for projects such as hostel upgrades, including eThekweni hostels, Ndumo hostel upgrades in uMkhanyakude, Jika Joe in Msunduzi, etc.

The sub-programme: Rural Interventions provides for housing needs that are implemented utilising the rural housing subsidy. The increase over the 2017/18 MTEF is due to the acceleration of rural housing in aiming to finalise the active projects on the ground, such as the Inhlazuka, Mkhambathini, kwaMashabane, Godide and Ngudwini housing projects.

The strong growth against *Compensation of employees* can mainly be attributed to posts from the HSDG, in line with DORA, which allows for a portion (up to 5 per cent) of the conditional grant funding to be used for administrative purposes to enhance service delivery. The increase over the 2017/18 MTEF relates to above inflationary wage increases of 9.7 per cent and new contract posts such as Construction Managers in respect of the HSDG. The officials are appointed on a contract basis as and when needed.

Goods and services provides for operational costs of officials, implementation of the anti-land invasion strategy, as well as portion of the EPWP Integrated Grant for Provinces allocation. The growth from 2018/19 to 2019/20 is very low because no grant funding has been allocated beyond 2017/18, at this stage.

Interest and rent on land pertains to interest paid on overdue accounts in 2013/14.

Transfers and subsidies to: Provinces and municipalities shows an increasing trend over the 2017/18 MTEF largely due to operational costs of the accredited municipalities who are implementing housing projects such as payments of salaries, office accommodation, vehicles, computer systems, purchase of equipment and maintenance, stationery, etc.

Transfers and subsidies to: Departmental agencies and accounts relates to once-off transfers made to SHRA for the implementation of the social housing programme.

The allocation against *Transfers and subsidies to: Public corporations and private enterprises* in 2016/17 relates to funding for the implementation of the Military Veterans' Housing Project. The department entered into an agreement with Ithala as an implementing agent for the construction of these houses.

Transfers and subsidies to: Households provides for the bulk of the housing programmes as well as the EPWP Integrated Grant for Provinces. The HSDG grows consistently over the 2017/18 MTEF. The projects that the department is focusing on over the 2017/18 MTEF include ISU projects, IRDP projects, emergency housing assistance projects, etc.

Buildings and other fixed structures is mainly related to the Social and Economic Amenities programme. In 2017/18, funding is allocated for the finalisation of the Social and Economic Amenities programme, which will form part of the full project cost in future.

Machinery and equipment includes purchasing of office furniture and equipment. The fluctuating trend from 2016/17 and over the 2017/18 MTEF relates to the reduction in the purchasing of capital assets due to ongoing cost-cutting and the fact that the purchase of vehicles is cyclical in nature.

Service delivery measures – Programme 3: Housing Development

Table 8.21 reflects the main service delivery measures pertaining to Programme 3. Note that there are currently no current generic measures for this sector. However the department is largely following the sector measures from the previous year. Some of the outputs and performance indicator descriptions have been changed to ensure alignment with the department's 2017/18 APP.

Table 8.21 : Service delivery measures – Programme 3: Housing Development

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2016/17	2017/18	2018/19	2019/20
1.1 Finance linked individual subsidy prog.	• No. of houses completed	400	2 480	4 100	5 285
1.2 Informal settlements upgrade prog.	• No. of households connected to basic services (including PLS)	4 626	2 239	5 861	6 118
	• No. of houses completed	4 626	4 902	5 125	6 146
1.3 Integrated Residential Development prog.	• No. of new sites connected to basic water and sanitation services	2 974	1 106	1 733	2 176
	• No. of houses completed	2 974	2 964	2 720	1 993
1.4 Peoples' housing process Disaster mgt rehabilitation (inclusive of OSS)	• No. of houses completed	2 355	3 293	2 982	2 801
	• No. of houses completed	1 654	1 894	520	240
1.5 Rectification prog. (1994-2002)	• No. of units rectified	836	802	1 602	2 037
1.6 Affordable social housing (Institutional subsidies)	• No. of units completed	680	-	50	150
1.7 Community Residential Units	• No. of units completed	277	200	250	250
1.8 Rural housing	• No. of houses completed	10 604	7 764	9 525	9 607
1.9 Military Veterans' Housing prog.	• No. of houses completed	170	68	50	80
1.10 Job creation	• No. of work opportunities created through related programmes	-	5 000	5 500	5 900
1.11 Access to land and densification	• No. of ha of well-located land procured	273	1 344	-	-
1.12 All subsidy instruments	• No. of properties transferred	9 080	32 109	12 699	14 477
	• No. of beneficiaries approved	9 345	15 112	14 114	15 129
	• No. of serviced sites delivered per human settlements (housing) prog.	8 829	3 345	7 894	8 594
	• No. of new housing units completed (excluding rectification)	21 063	23 790	26 005	27 818

8.4 Programme 4: Housing Asset Management

This programme is responsible for the management of Ex-Natal Provincial Administration and Own Affairs stock. This stock includes residential properties, vacant land and a variety of other non-residential properties, all of which belong to the KZN Housing Fund. In terms of its mandate, all properties will, on a progressive basis, either be transferred to individual occupants in terms of the EEDBS, or be disposed of in the open market. Some of these properties will also be devolved to municipalities. In cases where a transfer is not possible, such stock will remain rental stock. The KZN Housing Fund is in the process of being dis-established and, once this process is finalised, all assets and liabilities will be transferred to the Vote. Negotiations in this regard are still underway.

Programme 4 consists of three sub-programmes, largely in line with the uniform budget and programme structure of the sector. These are: Administration, Sale and Transfer of Housing Properties and Housing Properties Maintenance.

It must be noted that the spending against *Transfers and subsidies to: Departmental agencies and accounts* relates to transfers to the KZN Housing Fund. Funding in respect of the KZN Housing Fund has been moved to this category, due to compliance with an A-G finding and GRAP requirements.

Tables 8.22 and 8.23 give a summary of payments and budgeted estimates pertaining to this programme. The overall MTEF allocation for this programme shows the effects of the implementation of the EEDBS policy, as explained in greater detail below.

Table 8.22 : Summary of payments and estimates by sub-programme: Housing Asset Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
1. Administration	58 304	46 561	47 633	49 516	54 746	54 746	49 739	42 736	47 442
2. Sale and Transfer of Housing Properties	241	919	537	2 452	2 452	2 452	57 996	45 953	39 953
3. Housing Properties Maintenance	109 395	96 208	193 517	130 487	130 487	130 487	98 633	101 500	101 500
Total	167 940	143 688	241 687	182 455	187 685	187 685	206 368	190 189	188 895

Table 8.23 : Summary of payments and estimates by economic classification: Housing Asset Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	43	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	43	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	167 940	143 688	241 687	182 455	187 685	187 685	206 368	190 189	188 895

The sub-programme: Administration provides for the management of Ex-Natal Provincial Administration and own affairs stock. The 2017/18 MTEF caters for wage agreements and inflationary adjustments. This programme provides for the 43 officials who took voluntary severance packages in 2016/17. These positions are to be abolished, explaining the decrease over the MTEF.

The sub-programme: Sale and Transfer of Housing Properties provides for the transfer of rental housing stock to qualifying beneficiaries in terms of the EEDBS. The increase in 2016/17 is as a result of the provisions made to fast-track the transfer of properties through the EEDBS programme. The decrease over the 2017/18 MTEF is due to estimations that properties will be transferred to beneficiaries, as well as the relevant municipalities.

The sub-programme: Housing Properties Maintenance provides for the co-ordination of the maintenance of departmental rental housing stock and rectification of units built prior to 1994. The fluctuating trend over the 2017/18 MTEF relates to the rectification of pre-1994 housing stock which will be implemented in phases due to financial constraints. Due to the budget, the HSDG only has a limited allocation toward the rectification programmes.

Service delivery measures – Programme 4: Housing Asset Management

Table 8.24 reflects the main service delivery measures pertaining to Programme 4. Note that there are no current generic measures for this sector. However, the department is largely following the sector measures from the previous year. Some of the outputs and performance indicators descriptions have been changed in line with the department’s 2017/18 APP.

Table 8.24 : Service delivery measures – Programme 4: Housing Asset Management

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2016/17	2017/18	2018/19	2019/20
1. To provide secure tenure to communities	• No. of units maintained	1 500	1 500	1 470	1 470
	• No. of rectified and or upgraded pre-1994 units	1 205	1 253	868	868
	• No. of rental units transferred	2 559	553	375	375
	• No. of land parcels devolved to municipalities in terms of section 15 of the Housing Act, 1997	478	10	40	31

9. Other programme information

9.1 Personnel numbers and costs

Table 8.25 illustrates personnel numbers and estimates pertaining to the department over the seven-year period.

Table 8.25 : Summary of departmental personnel numbers and costs by component

	Audited Outcome						Revised Estimate				Medium-term Estimates						Average annual growth over MTEF		
	2013/14		2014/15		2015/16		2016/17				2017/18		2018/19		2019/20		2016/17 - 2019/20		
	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Filled posts	Addit. posts	Pers. nos ¹	Costs	Pers. growth rate	Costs growth rate	% costs of total						
R thousands																			
Salary level																			
1 – 6	131	13 327	86	15 807	94	19 554	71	27	98	26 340	89	24 967	99	28 860	99	30 775	0.3%	5.3%	8.7%
7 – 10	383	121 083	410	137 693	411	156 888	328	65	393	169 668	399	193 249	413	198 410	414	216 490	1.8%	8.5%	59.5%
11 – 12	70	40 933	82	55 525	90	59 742	49	35	84	53 455	82	58 252	98	74 842	96	73 563	4.6%	11.2%	20.5%
13 – 16	27	26 705	31	30 741	30	28 998	27	7	34	33 838	33	32 326	34	35 902	34	37 883	0.0%	3.8%	11.0%
Other	-	-	-	-	25	1 050	(2)	16	14	901	20	840	20	840	20	840	12.6%	(2.3%)	0.3%
Total	611	202 048	609	239 766	650	266 232	473	150	623	284 202	623	309 634	664	338 854	663	359 551	2.1%	8.2%	100.0%
Programme																			
1. Administration	296	90 922	246	101 270	310	110 479	262	23	285	117 484	302	125 871	327	142 520	327	151 151	4.7%	8.8%	41.8%
2. Housing Needs, Research and Planning	27	11 496	35	11 165	26	12 885	25	1	26	12 483	27	14 524	27	15 569	27	16 521	1.3%	9.8%	4.5%
3. Housing Development	288	99 630	328	127 331	314	142 868	186	126	312	154 235	294	169 239	310	180 765	309	191 879	(0.3%)	7.6%	53.6%
4. Housing Asset Management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%	0.0%	0.0%
Total	611	202 048	609	239 766	650	266 232	473	150	623	284 202	623	309 634	664	338 854	663	359 551	2.1%	8.2%	100.0%
Employee dispensation classification																			
PSA appointees not covered by OSDs	502	179 635	483	208 188	500	229 746	356	138	494	244 349	515	268 177	556	294 606	555	312 459	4.0%	8.5%	86.6%
Legal professionals	9	4 058	9	4 639	9	4 969	2	-	2	785	2	842	2	900	2	959	0.0%	6.9%	0.3%
Social services professionals	6	866	14	2 171	14	2 157	13	-	13	2 321	13	2 488	13	2 660	13	2 836	0.0%	6.9%	0.8%
Engineering prof and related occupations	40	14 040	56	20 517	61	23 699	50	9	59	28 361	59	30 403	59	32 501	59	34 646	0.0%	6.9%	9.7%
Educators and related professionals	12	1 685	11	1 659	11	1 775	11	-	11	1 910	5	1 530	5	1 636	5	1 744	(23.1%)	(3.0%)	0.5%
Others (interns, EPWP, learnerships)	42	1 764	36	2 592	55	3 886	41	3	44	6 476	29	6 194	29	6 551	29	6 907	(13.0%)	2.2%	2.0%
Total	611	202 048	609	239 766	650	266 232	473	150	623	284 202	623	309 634	664	338 854	663	359 551	2.1%	8.2%	100.0%

¹ Personnel numbers includes all filled posts together with those posts additional to the approved establishment

The personnel numbers show a fluctuating trend from 2013/14 to 2015/16, mainly as a result of appointments made during the years. The increases in 2016/17 and over the 2017/18 MTEF relates to inflationary increases and the carry-through costs of previous wage agreements. The increase in 2018/19 is to cater for the filling of critical vacant posts such as Chief Director: Human Capital, Deputy Director in Human Resource Development, employee wellness practitioners, etc. These posts will not be filled in 2017/18 due to budget cuts, but will be filled in 2018/19 from internal reprioritisation, as mentioned.

The number of contract workers rises substantially from 2013/14 due to the appointment of staff, such as quantity surveyors, planners, and project managers with the technical skills required to over-see various aspects of housing projects. The officials are appointed on a contract basis as and when required

9.2 Training

Table 8.26 gives a summary of departmental spending and information on training for the period 2013/14 to 2015/16, estimated spending for 2016/17 and budgeted expenditure for the 2017/18 MTEF. The amounts reflected relate mainly to project management, secretarial, financial management and computer training courses for staff.

The department is required by the Skills Development Act to budget at least 1 per cent of its salary expense for staff training. This requirement gives credence to government policy on human resource development. The department is largely abiding by this, exceeding the 1 per cent requirement in most years.

Table 8.26 : Information on training: Human Settlements

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
Number of staff	611	609	650	627	627	627	618	670	668
Number of personnel trained	229	557	471	522	522	522	600	600	600
of which									
Male	104	226	225	230	230	230	300	300	300
Female	125	331	246	292	292	292	300	300	300
Number of training opportunities	14	33	55	62	65	65	39	39	39
of which									
Tertiary	-	2	12	7	10	10	8	8	8
Workshops	3	5	6	5	5	5	5	5	5
Seminars	-	5	-	1	1	1	1	1	1
Other	11	21	37	49	49	49	25	25	25
Number of bursaries offered	-	9	12	12	12	12	16	16	16
Number of interns appointed	52	54	52	20	20	20	20	20	20
Number of learnerships appointed	-	-	-	-	-	-	10	10	10
Number of days spent on training	64	114	381	200	200	200	200	200	200
Payments on training by programme									
1. Administration	418	1 016	1 612	1 397	899	811	1 432	1 773	1 723
2. Housing Needs, Research and Planning	443	321	604	500	93	280	500	500	528
3. Housing Development	-	265	676	175	175	3 104	185	210	210
4. Housing Asset Management	-	-	-	-	-	-	-	-	-
Total	861	1 602	2 892	2 072	1 167	4 195	2 117	2 483	2 461

Table 8.26 also illustrates the number of staff affected by the various training programmes and initiatives. It also includes a gender breakdown, an indication of the types of training, as well as details of the number of bursaries and learnerships. The allocation for general training, such as computer training, secretarial courses, etc. for the department is centralised under Programme 1. There is provision for capacity building in Programme 2 and Programme 3. There is a steady increase in the allocation from 2013/14 to 2017/18, with minimal growth over the MTEF due to cost-cutting measures.

ANNEXURE TO VOTE 8 – HUMAN SETTLEMENTS

Table 8.A : Details of departmental receipts: Human Settlements

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	434	813	700	562	562	532	590	624	685
Sale of goods and services produced by department (excluding capital assets)	434	813	700	562	562	532	590	624	685
Sales by market establishments	214	192	257	200	200	218	265	288	317
Administrative fees	-	-	-	-	-	-	-	-	-
Other sales	220	621	443	362	362	314	325	336	368
<i>Of which</i>									
<i>Commission Insurance</i>	169	186	204	192	192	192	200	206	219
<i>Sale of tender documents</i>	31	427	218	170	170	89	125	130	139
<i>GMT profit on sale of vehicles</i>	-	-	-	-	-	-	-	-	-
<i>Sale of assets <R5000</i>	-	-	22	-	-	-	-	-	-
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	-	-	-	-	-	-	-	-	-
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	4 142	573	2 174	16	16	16	17	18	19
Interest	4 142	573	2 174	16	16	16	17	18	19
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Sale of capital assets	19	49	-	520	520	539	886	779	635
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	19	49	-	520	520	539	886	779	635
Transactions in financial assets and liabilities	4 836	27 485	165 201	3 100	3 100	14 208	3 006	3 388	3 787
Total	9 431	28 920	168 075	4 198	4 198	15 295	4 499	4 809	5 126

Estimates of Provincial Revenue and Expenditure

Table 8.B : Payments and estimates by economic classification: Human Settlements

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
Current payments	287 661	362 918	389 360	422 620	437 371	436 641	428 794	484 519	509 454
Compensation of employees	202 048	239 766	266 232	284 340	289 982	284 202	309 634	338 854	359 551
Salaries and wages	181 901	215 346	238 064	256 852	259 177	253 086	276 230	301 016	319 987
Social contributions	20 147	24 420	28 168	27 488	30 805	31 116	33 404	37 838	39 564
Goods and services	85 501	123 151	123 128	138 280	146 989	152 037	119 160	145 665	149 903
Administrative fees	438	653	525	430	617	626	645	642	655
Advertising	1 738	2 348	2 031	2 201	1 461	991	1 554	2 086	2 086
Minor assets	928	738	2 813	540	2 547	2 347	426	375	422
Audit cost: External	4 620	5 938	6 261	6 000	6 072	6 072	5 746	5 746	5 646
Bursaries: Employees	326	230	122	220	220	220	150	200	220
Catering: Departmental activities	1 701	5 217	2 786	1 568	4 700	5 683	1 182	2 697	2 713
Communication (G&S)	6 861	7 693	8 574	7 816	7 216	7 151	8 796	8 852	8 975
Computer services	9 158	9 681	16 841	12 162	8 853	7 452	12 023	14 329	15 843
Cons and prof serv: Business and advisory services	1 292	5 136	2 595	11 892	17 992	29 667	9 924	14 246	14 230
Infrastructure and planning	686	1 560	1 371	1 847	3 847	4 489	1 952	2 218	2 218
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	2 831	3 651	3 612	2 747	3 047	3 289	3 130	3 257	3 257
Contractors	396	3 023	3 030	17 299	17 116	5 562	5 745	4 304	4 304
Agency and support / outsourced services	79	99	85	102	76	95	86	84	84
Entertainment	4	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	4 757	4 971	4 209	4 591	4 526	4 563	4 735	4 777	4 877
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	57	-	24	17	17	165	18	20	20
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	31	42	49	87	58	59	93	88	88
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	516	18	287	213	201	149	256	256	262
Inventory: Materials and supplies	432	343	380	81	434	434	61	66	66
Inventory: Medical supplies	-	16	2	9	8	8	7	7	7
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medias inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	69	479	500	136	207	489	104	93	93
Consumable: Stationery, printing and office supplies	1 290	1 560	1 121	1 343	1 262	1 254	1 349	1 307	1 324
Operating leases	21 317	21 912	20 468	23 062	22 571	22 269	22 551	22 872	24 719
Property payments	7 279	17 143	23 901	20 378	23 905	25 356	19 389	30 296	30 952
Transport provided: Departmental activity	500	3 402	698	126	1 526	1 264	133	1 570	1 570
Travel and subsistence	13 441	15 324	13 024	15 171	10 577	12 097	12 852	14 750	15 030
Training and development	861	1 602	2 892	2 072	1 167	4 195	2 117	2 483	2 461
Operating payments	1 795	2 990	2 201	1 786	1 647	1 584	1 818	1 668	1 689
Venues and facilities	1 982	4 545	1 694	4 272	507	667	2 201	4 981	4 697
Rental and hiring	116	2 837	1 032	112	4 612	3 840	117	1 395	1 395
Interest and rent on land	112	1	-	-	400	402	-	-	-
Interest	112	1	-	-	400	402	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 314 180	3 429 932	3 726 625	3 028 198	3 066 788	3 067 518	3 389 097	3 622 627	3 864 651
Provinces and municipalities	40 447	68 458	163 157	86 087	86 137	98 286	124 460	140 460	140 510
Provinces	63	140	104	295	345	347	250	250	300
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	63	140	104	295	345	347	250	250	300
Municipalities	40 384	68 318	163 053	85 792	85 792	97 939	124 210	140 210	140 210
Municipalities	40 384	68 318	163 053	85 792	85 792	97 939	124 210	140 210	140 210
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	168 692	145 325	259 644	200 455	205 685	205 685	220 368	190 189	188 895
Social security funds	-	-	-	-	-	-	-	-	-
Entitles receiving transfers	168 692	145 325	259 644	200 455	205 685	205 685	220 368	190 189	188 895
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	100 000	100 000	-	-	-
Public corporations	-	-	-	-	100 000	100 000	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	100 000	100 000	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 105 041	3 216 149	3 303 824	2 741 656	2 674 966	2 663 547	3 044 269	3 291 978	3 535 246
Social benefits	131	334	816	45	989	1 543	50	54	54
Other transfers to households	3 104 910	3 215 815	3 303 008	2 741 611	2 673 977	2 662 004	3 044 219	3 291 924	3 535 192
Payments for capital assets	15 048	79 565	14 755	34 294	26 199	26 199	25 979	5 459	5 439
Buildings and other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Buildings	-	-	-	31 454	21 754	21 754	22 026	-	-
Other fixed structures	6 799	67 455	6 170	-	-	-	-	-	-
Machinery and equipment	8 027	11 731	8 585	2 840	4 445	4 445	3 953	5 459	5 439
Transport equipment	4 362	7 713	-	500	-	455	1 050	1 550	1 050
Other machinery and equipment	3 665	4 018	8 585	2 340	4 445	3 990	2 903	3 909	4 389
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	222	379	-	-	-	-	-	-	-
Payments for financial assets	113	763	285	-	19	19	-	-	-
Total	3 617 002	3 873 178	4 131 025	3 485 112	3 530 377	3 530 377	3 843 870	4 112 605	4 379 544

Table 8.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2013/14	2014/15	2015/16	Appropriation	Appropriation	Estimate	2017/18	2018/19	2019/20
Current payments	153 932	173 522	188 867	187 155	184 917	184 290	197 223	217 702	230 439
Compensation of employees	90 922	101 270	110 479	117 659	118 023	117 484	125 871	142 520	151 151
Salaries and wages	80 203	88 519	95 434	102 723	101 148	100 609	107 692	121 583	128 816
Social contributions	10 719	12 751	15 045	14 936	16 875	16 875	18 179	20 937	22 335
Goods and services	63 006	72 251	78 388	69 496	66 494	66 406	71 352	75 182	79 288
Administrative fees	232	256	294	80	240	250	303	315	304
Advertising	1 015	2 017	1 412	1 180	553	553	969	996	996
Minor assets	483	590	2 085	202	1 406	1 406	157	117	149
Audit cost: External	4 620	5 938	6 261	6 000	6 072	6 072	5 746	5 746	5 646
Bursaries: Employees	326	230	122	220	220	220	150	200	220
Catering: Departmental activities	181	261	298	293	230	230	188	203	179
Communication (G&S)	4 705	5 136	5 747	5 085	4 475	4 475	5 976	5 976	6 013
Computer services	8 406	8 487	16 210	11 064	8 342	7 004	11 171	13 428	14 934
Cons and prof serv: Business and advisory services	151	309	97	90	109	109	61	76	60
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	2 829	2 243	2 205	2 558	2 158	2 158	2 930	3 030	3 030
Contractors	58	692	77	220	1	1	60	60	60
Agency and support / outsourced services	79	84	85	102	76	76	86	84	84
Entertainment	2	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	4 757	4 763	3 899	4 298	4 183	4 183	4 425	4 425	4 525
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	11	-	2	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	19	23	30	63	38	38	71	71	70
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	456	16	103	109	121	121	168	168	163
Inventory: Materials and supplies	29	48	87	76	428	428	56	66	66
Inventory: Medical supplies	-	16	2	2	1	1	1	1	1
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	62	213	88	106	97	182	73	73	73
Consumable: Stationery, printing and office supplies	1 176	1 268	1 043	1 174	1 120	1 120	1 171	1 171	1 178
Operating leases	20 816	21 216	19 626	22 452	22 324	21 897	22 501	22 816	24 663
Property payments	7 279	11 360	11 933	7 156	8 683	10 448	7 716	8 359	9 015
Transport provided: Departmental activity	-	-	36	-	-	-	-	-	-
Travel and subsistence	3 762	4 497	3 837	4 460	3 694	3 599	4 809	4 896	5 004
Training and development	418	1 016	1 612	1 397	899	811	1 432	1 773	1 723
Operating payments	1 046	1 540	1 188	949	1 024	1 024	1 082	1 082	1 082
Venues and facilities	80	29	4	160	-	-	50	50	50
Rental and hiring	8	3	5	-	-	-	-	-	-
Interest and rent on land	4	1	-	-	400	400	-	-	-
Interest	4	1	-	-	400	400	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	2 109	2 180	1 195	902	1 483	2 110	887	887	937
Provinces and municipalities	56	132	98	295	345	295	250	250	300
Provinces	56	132	98	295	345	295	250	250	300
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	56	132	98	295	345	295	250	250	300
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	752	705	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	752	705	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 301	1 343	1 097	607	1 138	1 815	637	637	637
Social benefits	51	-	388	-	531	982	-	-	-
Other transfers to households	1 250	1 343	709	607	607	833	637	637	637
Payments for capital assets	7 883	6 446	8 181	1 997	3 654	3 654	3 138	4 098	4 078
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	7 661	6 446	8 181	1 997	3 654	3 654	3 138	4 098	4 078
Transport equipment	4 362	3 161	-	500	-	455	1 050	1 550	1 050
Other machinery and equipment	3 299	3 285	8 181	1 497	3 654	3 199	2 088	2 548	3 028
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	222	-	-	-	-	-	-	-	-
Payments for financial assets	62	699	17	-	19	19	-	-	-
Total	163 986	182 847	198 260	190 054	190 073	190 073	201 248	222 687	235 454

Estimates of Provincial Revenue and Expenditure

Table 8.D : Payments and estimates by economic classification: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16	2016/17			2017/18	2018/19	2019/20
Current payments	14 038	14 209	16 411	16 111	14 793	14 793	16 903	18 178	19 196
Compensation of employees	11 496	11 165	12 885	12 986	13 189	12 483	14 524	15 569	16 521
Salaries and wages	10 053	9 784	11 289	11 372	11 467	10 824	12 307	13 293	14 087
Social contributions	1 443	1 381	1 596	1 614	1 722	1 659	2 217	2 276	2 434
Goods and services	2 542	3 044	3 526	3 125	1 604	2 310	2 379	2 609	2 675
Administrative fees	40	42	36	49	36	35	40	43	45
Advertising	6	5	2	43	-	-	5	-	-
Minor assets	-	1	-	88	67	67	10	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	550	974	1 578	480	571	1 071	527	711	751
Communication (G&S)	266	187	185	235	219	198	224	210	221
Computer services	-	79	26	-	7	12	15	15	16
Cons and prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	3	12	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	3	4	4	6	1	2	4	4	4
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	59	-	92	38	17	17	28	28	29
Inventory: Materials and supplies	1	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medcas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	4	-	5	3	3	2	4	4	4
Consumable: Stationery, printing and office supplies	23	47	50	59	78	70	65	65	68
Operating leases	128	90	94	104	-	1	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	959	1 208	799	1 495	511	554	930	1 012	991
Training and development	443	321	604	500	93	280	500	500	528
Operating payments	25	77	39	20	1	1	17	17	18
Venues and facilities	35	6	-	5	-	-	10	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	7	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	7	-	-	-	-	-	-	-
Social benefits	-	7	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	77	-	-	-	53	53	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	77	-	-	-	53	53	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	77	-	-	-	53	53	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	7	-	-	-	-	-	-	-
Total	14 115	14 223	16 411	16 111	14 846	14 846	16 903	18 178	19 196

Table 8.E : Payments and estimates by economic classification: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2016/17	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20
Current payments	119 691	175 187	184 082	219 354	237 661	237 558	214 668	248 639	259 819
Compensation of employees	99 630	127 331	142 868	153 695	158 770	154 235	169 239	180 765	191 879
Salaries and wages	91 645	117 043	131 341	142 757	146 562	141 653	156 231	166 140	177 084
Social contributions	7 985	10 288	11 527	10 938	12 208	12 582	13 008	14 625	14 795
Goods and services	19 953	47 856	41 214	65 659	78 891	83 321	45 429	67 874	67 940
Administrative fees	166	355	195	301	341	341	302	284	306
Advertising	717	326	617	978	908	438	580	1 090	1 090
Minor assets	445	147	728	250	1 074	874	259	258	273
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	970	3 982	910	795	3 899	4 382	467	1 783	1 783
Communication (G&S)	1 890	2 370	2 642	2 496	2 522	2 478	2 596	2 666	2 741
Computer services	752	1 115	605	1 098	504	436	837	886	893
Consu and prof serv: Business and advisory services	1 141	4 827	2 498	11 802	17 883	29 558	9 863	14 170	14 170
Infrastructure and planning	686	1 560	1 371	1 847	3 847	4 489	1 952	2 218	2 218
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	2	1 408	1 407	189	889	1 131	200	227	227
Contractors	338	2 328	2 941	17 079	17 115	5 561	5 685	4 244	4 244
Agency and support / outsourced services	-	15	-	-	-	19	-	-	-
Entertainment	2	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	208	310	293	343	380	310	352	352
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	46	-	22	17	17	165	18	20	20
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	9	15	15	18	19	19	18	13	14
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	1	2	92	66	63	11	60	60	70
Inventory: Materials and supplies	402	295	293	5	6	6	5	-	-
Inventory: Medical supplies	-	-	-	7	7	7	6	6	6
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	3	266	407	27	107	305	27	16	16
Consumable: Stationery, printing and office supplies	91	245	28	110	64	64	113	71	78
Operating leases	373	606	748	506	247	371	50	56	56
Property payments	-	5 783	11 968	13 222	15 222	14 908	11 673	21 937	21 937
Transport provided: Departmental activity	500	3 402	662	126	1 526	1 264	133	1 570	1 570
Travel and subsistence	8 720	9 619	8 388	9 216	6 372	7 944	7 113	8 842	9 035
Training and development	-	265	676	175	175	3 104	185	210	210
Operating payments	724	1 373	974	817	622	559	719	569	589
Venues and facilities	1 867	4 510	1 690	4 107	507	667	2 141	4 931	4 647
Rental and hiring	108	2 834	1 027	112	4 612	3 840	117	1 395	1 395
Interest and rent on land	108	-	-	-	-	2	-	-	-
Interest	108	-	-	-	-	2	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 144 131	3 284 057	3 483 786	2 844 841	2 877 620	2 877 723	3 181 842	3 431 551	3 674 819
Provinces and municipalities	40 391	68 326	163 059	85 792	85 792	97 991	124 210	140 210	140 210
Provinces	7	8	6	-	-	52	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	7	8	6	-	-	52	-	-	-
Municipalities	40 384	68 318	163 053	85 792	85 792	97 939	124 210	140 210	140 210
Municipalities	40 384	68 318	163 053	85 792	85 792	97 939	124 210	140 210	140 210
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	932	18 000	18 000	18 000	18 000	14 000	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entitles receiving transfers	-	932	18 000	18 000	18 000	18 000	14 000	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	100 000	100 000	-	-	-
Public corporations	-	-	-	-	100 000	100 000	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	100 000	100 000	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 103 740	3 214 799	3 302 727	2 741 049	2 673 828	2 661 732	3 043 632	3 291 341	3 534 609
Social benefits	80	327	428	45	458	561	50	54	54
Other transfers to households	3 103 660	3 214 472	3 302 299	2 741 004	2 673 370	2 661 171	3 043 582	3 291 287	3 534 555
Payments for capital assets	7 088	73 119	6 531	32 297	22 492	22 492	22 841	1 361	1 361
Buildings and other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Buildings	-	-	-	31 454	21 754	21 754	22 026	-	-
Other fixed structures	6 799	67 455	6 170	-	-	-	-	-	-
Machinery and equipment	289	5 285	361	843	738	738	815	1 361	1 361
Transport equipment	-	4 552	-	-	-	-	-	-	-
Other machinery and equipment	289	733	361	843	738	738	815	1 361	1 361
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	379	-	-	-	-	-	-	-
Payments for financial assets	51	57	288	-	-	-	-	-	-
Total	3 270 961	3 532 420	3 674 667	3 096 492	3 137 773	3 137 773	3 419 351	3 681 551	3 935 999

Table 8.F : Payments and estimates by economic classification: Housing Asset Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2016/17	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Salaries and wages	-	-	-	-	-	-	-	-	-
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	-	-	-
Communication (G&S)	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Cons and prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	-	-	-	-	-	-	-	-
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	-	-	-	-	-	-	-	-	-
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	167 940	143 688	241 644	182 455	187 685	187 685	206 368	190 189	188 895
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	43	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	43	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	43	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	167 940	143 688	241 687	182 455	187 685	187 685	206 368	190 189	188 895

Table 8.G : Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2016/17	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20
Current payments	48 464	95 845	97 284	130 009	151 560	152 273	122 005	150 696	156 408
Compensation of employees	38 575	57 656	64 621	72 254	79 380	75 150	82 564	88 178	94 174
Salaries and wages	38 575	56 792	63 632	71 154	78 180	73 950	81 111	86 621	92 617
Social contributions	-	864	989	1 100	1 200	1 200	1 453	1 557	1 557
Goods and services	9 781	38 189	32 663	57 755	72 180	77 123	39 441	62 518	62 234
Administrative fees	75	240	84	161	221	221	162	172	172
Advertising	395	257	615	908	908	437	580	1 090	1 090
Minor assets	231	83	599	154	994	794	163	185	185
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	576	3 908	901	782	3 882	4 238	456	1 772	1 772
Communication (G&S)	131	540	684	753	753	816	753	791	791
Computer services	11	274	184	686	200	200	725	824	824
Cons and prof serv: Business and advisory services	1 138	4 827	2 498	11 802	17 883	24 374	9 863	14 170	14 170
Infrastructure and planning	686	1 560	1 371	1 847	3 847	4 489	1 952	2 218	2 218
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1	1 401	1 405	189	889	1 131	200	227	227
Contractors	264	2 295	2 941	17 079	17 079	11 622	5 685	4 244	4 244
Agency and support / outsourced services	-	15	-	-	-	19	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	208	310	293	343	380	310	352	352
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	45	-	22	17	17	163	18	20	20
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	1	1	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	149	292	281	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	384	-	-	231	-	-	-
Consumable supplies	-	216	7	-	80	63	-	-	-
Consumable: Stationery, printing and office supplies	25	82	11	-	-	-	-	-	-
Operating leases	1	129	244	47	247	371	50	56	56
Property payments	-	5 783	12 018	13 222	15 222	14 908	11 673	21 937	21 937
Transport provided: Departmental activity	220	3 402	612	126	1 526	1 226	133	1 570	1 570
Travel and subsistence	4 761	4 904	4 007	5 121	2 621	6 990	4 091	6 145	6 145
Training and development	-	265	676	175	175	54	185	210	210
Operating payments	50	163	92	174	174	174	184	209	209
Venues and facilities	966	4 510	1 970	4 107	507	667	2 141	4 931	4 647
Rental and hiring	55	2 834	747	112	4 612	3 555	117	1 395	1 395
Interest and rent on land	108	-	-	-	-	-	-	-	-
Interest	108	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	3 253 711	3 340 206	3 446 176	2 977 780	2 965 929	2 965 216	3 338 471	3 579 004	3 816 272
Provinces and municipalities	40 384	68 326	163 059	85 792	85 792	85 792	124 210	140 210	140 210
Provinces	-	8	6	-	-	-	-	-	-
Provincial Revenue Funds	-	8	6	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	40 384	68 318	163 053	85 792	85 792	85 792	124 210	140 210	140 210
Municipalities	40 384	68 318	163 053	85 792	85 792	85 792	124 210	140 210	140 210
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	109 636	98 059	162 054	150 939	150 939	150 939	170 629	147 453	141 453
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	109 636	98 059	162 054	150 939	150 939	150 939	170 629	147 453	141 453
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	88 714	88 714	-	-	-
Public corporations	-	-	-	-	88 714	88 714	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	88 714	88 714	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 103 691	3 173 821	3 121 063	2 741 049	2 640 484	2 639 771	3 043 632	3 291 341	3 534 609
Social benefits	31	12	77	45	245	245	50	54	54
Other transfers to households	3 103 660	3 173 809	3 120 986	2 741 004	2 640 239	2 636 886	3 043 582	3 291 287	3 534 555
Payments for capital assets	7 068	72 994	6 450	32 107	22 407	22 407	22 716	1 331	1 331
Buildings and other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Machinery and equipment	269	5 160	280	653	653	653	690	1 331	1 331
Transport equipment	-	4 552	-	-	-	-	-	-	-
Other machinery and equipment	269	608	280	653	653	653	690	1 331	1 331
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	379	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	3 309 243	3 509 045	3 549 910	3 139 896	3 139 896	3 139 896	3 483 192	3 731 031	3 974 011

Table 8.H : Payments and estimates by economic classification: Human Settlements Development grant: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Current payments	48 464	95 845	94 391	114 815	136 366	139 719	116 380	150 696	156 408
Compensation of employees	38 575	57 656	64 621	72 254	79 380	75 150	82 564	88 178	94 174
Salaries and wages	38 575	56 792	63 632	71 154	78 180	73 950	81 111	86 621	92 617
Social contributions	-	864	989	1 100	1 200	1 200	1 453	1 557	1 557
Goods and services	9 781	38 189	29 770	42 561	56 986	64 569	33 816	62 518	62 234
Administrative fees	75	240	84	161	221	221	162	172	172
Advertising	395	257	602	908	908	437	580	1 090	1 090
Minor assets	231	83	453	154	994	794	163	185	185
Catering: Departmental activities	576	3 908	901	782	3 882	3 556	456	1 772	1 772
Communication (G&S)	131	540	684	753	753	816	753	791	791
Computer services	11	274	184	686	200	200	725	824	824
Cons and prof serv. Business and advisory services	1 138	4 827	2 498	11 802	17 883	24 374	9 863	14 170	14 170
Infrastructure and planning	686	1 560	1 371	1 847	3 847	4 489	1 952	2 218	2 218
Legal services	1	1 401	1 405	189	889	1 131	200	227	227
Contractors	264	2 295	1 202	1 885	1 885	3 194	60	4 244	4 244
Agency and support / outsourced services	-	15	-	-	-	19	-	-	-
Fleet services (including government motor transport)	-	208	310	293	343	380	310	352	352
Inventory: Clothing material and accessories	45	-	22	17	17	-	18	20	20
Inventory: Food and food supplies	1	1	-	-	-	-	-	-	-
Inventory: Materials and supplies	149	292	-	-	-	-	-	-	-
Consumable supplies	-	216	7	-	80	63	-	-	-
Consumable: Stationery, printing and office supplies	25	82	11	-	-	-	-	-	-
Operating leases	1	129	244	47	247	371	50	56	56
Property payments	-	5 783	11 968	13 222	15 222	14 908	11 673	21 937	21 937
Transport provided: Departmental activity	220	3 402	612	126	1 526	1 226	133	1 570	1 570
Travel and subsistence	4 761	4 904	4 007	5 121	2 621	3 940	4 091	6 145	6 145
Training and development	-	265	676	175	175	54	185	210	210
Operating payments	50	163	92	174	174	174	184	209	209
Venues and facilities	966	4 510	1 690	4 107	507	667	2 141	4 931	4 647
Rental and hiring	55	2 834	747	112	4 612	3 555	117	1 395	1 395
Interest and rent on land	108	-	-	-	-	-	-	-	-
Interest	108	-	-	-	-	-	-	-	-
Transfers and subsidies to	3 144 075	3 243 079	3 298 957	2 844 841	2 832 990	2 829 637	3 181 842	3 431 551	3 674 819
Provinces and municipalities	40 384	68 326	163 059	85 792	85 792	85 792	124 210	140 210	140 210
Provinces	-	8	6	-	-	-	-	-	-
Provincial Revenue Funds	-	8	6	-	-	-	-	-	-
Municipalities	40 384	68 318	163 053	85 792	85 792	85 792	124 210	140 210	140 210
Municipalities	40 384	68 318	163 053	85 792	85 792	85 792	124 210	140 210	140 210
Departmental agencies and accounts	-	932	18 000	18 000	18 000	18 000	14 000	-	-
Entities receiving funds	-	932	18 000	18 000	18 000	18 000	14 000	-	-
Public corporations and private enterprises	-	-	-	-	88 714	88 714	-	-	-
Other transfers	-	-	-	-	88 714	88 714	-	-	-
Households	3 103 691	3 173 821	3 117 898	2 741 049	2 640 484	2 637 131	3 043 632	3 291 341	3 534 609
Social benefits	31	12	77	45	245	245	50	54	54
Other transfers to households	3 103 660	3 173 809	3 117 821	2 741 004	2 640 239	2 636 886	3 043 582	3 291 287	3 534 555
Payments for capital assets	7 068	72 994	6 450	32 107	22 407	22 407	22 716	1 331	1 331
Buildings and other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Other fixed structures	6 799	67 455	6 170	31 454	21 754	21 754	22 026	-	-
Machinery and equipment	269	5 160	280	653	653	653	690	1 331	1 331
Transport equipment	-	4 552	-	-	-	-	-	-	-
Other machinery and equipment	269	608	280	653	653	653	690	1 331	1 331
Software and other intangible assets	-	379	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	3 199 607	3 411 918	3 399 798	2 991 763	2 991 763	2 991 763	3 320 938	3 583 578	3 832 558

Table 8.I : Payments and estimates by economic classification: Human Settlements Development grant: Programme 4

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Transfers and subsidies to	109 636	97 127	144 054	132 939	132 939	132 939	156 629	147 453	141 453
Departmental agencies and accounts	109 636	97 127	144 054	132 939	132 939	132 939	156 629	147 453	141 453
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	109 636	97 127	144 054	132 939	132 939	132 939	156 629	147 453	141 453
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	109 636	97 127	144 054	132 939	132 939	132 939	156 629	147 453	141 453

Table 8.J : Payments and estimates by economic classification: EPWP Integrated Grant for Provinces: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2016/17	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20
Current payments	-	-	2 893	15 194	15 194	12 554	5 625	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	2 893	15 194	15 194	12 554	5 625	-	-
Advertising	-	-	13	-	-	-	-	-	-
Minor assets	-	-	146	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	682	-	-	-
Contractors	-	-	1 739	15 194	15 194	8 428	5 625	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	163	-	-	-
Inventory: Material and supplies	-	-	281	-	-	-	-	-	-
Consumable supplies	-	-	384	-	-	231	-	-	-
Transport provided: Departmental activity	-	-	50	-	-	-	-	-	-
Training and development	-	-	-	-	-	3 050	-	-	-
Rental and hiring	-	-	280	-	-	-	-	-	-
Transfers and subsidies	-	-	3 165	-	-	2 640	-	-	-
Households	-	-	3 165	-	-	2 640	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	-	6 058	15 194	15 194	15 194	5 625	-	-

NOTE: Table 8.K : Summary of transfers to local government is on page 418 hereafter.

Table 8.L : Transfers to local government - CRU Programme and Rates and Taxes

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2016/17	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20
A KZN2000 eThekweni	6 963	10 858	108 757	59 000	59 000	71 147	69 000	85 000	85 000
Total	6 963	10 858	108 757	59 000	59 000	71 147	69 000	85 000	85 000

Table 8.M : Transfers to local government - Accredited Municipalities

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2016/17	Revised Estimate	Medium-term Estimates		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20
A KZN2000 eThekweni	14 824	35 307	23 646	-	-	-	17 966	17 966	17 966
Total: Ugu Municipalities	-	-	3 603	3 378	3 378	3 378	5 082	5 082	5 082
B KZN216 Ray Nkonyeni	-	-	3 603	3 378	3 378	3 378	5 082	5 082	5 082
Total: uMgungundlovu Municipalities	3 495	10 188	12 581	10 389	10 389	10 389	9 688	9 688	9 688
B KZN225 Msunduzi	3 495	10 188	12 581	10 389	10 389	10 389	9 688	9 688	9 688
Total: uThukela Municipalities	865	654	1 203	1 681	1 681	1 681	3 959	3 959	3 959
B KZN238 Alfred Duma	865	654	1 203	1 681	1 681	1 681	3 959	3 959	3 959
Total: Amajuba Municipalities	1 485	3 029	4 561	4 077	4 077	4 077	8 761	8 761	8 761
B KZN252 Newcastle	1 485	3 029	4 561	4 077	4 077	4 077	8 761	8 761	8 761
Total: King Cetshwayo Municipalities	7 779	2 294	4 246	2 154	2 154	2 154	2 628	2 628	2 628
B KZN282 uMhlatuze	7 779	2 294	4 246	2 154	2 154	2 154	2 628	2 628	2 628
Total: iLembe Municipalities	4 973	5 988	4 456	5 113	5 113	5 113	7 126	7 126	7 126
B KZN292 KwaDukuza	4 973	5 988	4 456	5 113	5 113	5 113	7 126	7 126	7 126
Total	33 421	57 460	54 296	26 792	26 792	26 792	55 210	55 210	55 210

Table 8.K : Summary of transfers to local government

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2013/14	2014/15	2015/16	Appropriation	Appropriation	Estimate	2017/18	2018/19	2019/20
A KZN2000 eThekweni	21 787	46 165	132 403	59 000	59 000	71 147	86 966	102 966	102 966
Total: Ugu Municipalities	-	-	3 603	3 378	3 378	3 378	5 082	5 082	5 082
B KZN212 uMdoni	-	-	-	-	-	-	-	-	-
B KZN213 uMzombe	-	-	-	-	-	-	-	-	-
B KZN214 uMuziwabantu	-	-	-	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	-	-	3 603	3 378	3 378	3 378	5 082	5 082	5 082
C DC21 Ugu District Municipality	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	3 495	10 188	12 581	10 389	10 389	10 389	9 688	9 688	9 688
B KZN221 uMshwathi	-	-	-	-	-	-	-	-	-
B KZN222 uMngeni	-	-	-	-	-	-	-	-	-
B KZN223 Mpofana	-	-	-	-	-	-	-	-	-
B KZN224 iMpindle	-	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	3 495	10 188	12 581	10 389	10 389	10 389	9 688	9 688	9 688
B KZN226 Mkhambathini	-	-	-	-	-	-	-	-	-
B KZN227 Richmond	-	-	-	-	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	865	654	1 203	1 681	1 681	1 681	3 959	3 959	3 959
B KZN235 Okhahlamba	-	-	-	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	-	-	-	-	-	-	-	-	-
B KZN238 Alfred Duma	865	654	1 203	1 681	1 681	1 681	3 959	3 959	3 959
C DC23 uThukela District Municipality	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	-	-	-	-	-	-	-	-	-
B KZN241 eNdumeni	-	-	-	-	-	-	-	-	-
B KZN242 Nquthu	-	-	-	-	-	-	-	-	-
B KZN244 uMsinga	-	-	-	-	-	-	-	-	-
B KZN245 uMvoti	-	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	1 485	3 029	4 561	4 077	4 077	4 077	8 761	8 761	8 761
B KZN252 Newcastle	1 485	3 029	4 561	4 077	4 077	4 077	8 761	8 761	8 761
B KZN253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZN254 Dannhauser	-	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	-	-	-	-	-	-	-	-
B KZN261 eDumbe	-	-	-	-	-	-	-	-	-
B KZN262 uPhongolo	-	-	-	-	-	-	-	-	-
B KZN263 Abaqulusi	-	-	-	-	-	-	-	-	-
B KZN265 Nongoma	-	-	-	-	-	-	-	-	-
B KZN266 Ulundi	-	-	-	-	-	-	-	-	-
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	-	-	-	-	-
B KZN271 uMhlabayalingana	-	-	-	-	-	-	-	-	-
B KZN272 Jozini	-	-	-	-	-	-	-	-	-
B KZN275 Mtubatuba	-	-	-	-	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	-	-	-	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	7 779	2 294	4 246	2 154	2 154	2 154	2 628	2 628	2 628
B KZN281 uMfolozi	-	-	-	-	-	-	-	-	-
B KZN282 uMhlatuze	7 779	2 294	4 246	2 154	2 154	2 154	2 628	2 628	2 628
B KZN284 uMlalazi	-	-	-	-	-	-	-	-	-
B KZN285 Mthonjaneni	-	-	-	-	-	-	-	-	-
B KZN286 Nkandla	-	-	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	4 973	5 988	4 456	5 113	5 113	5 113	7 126	7 126	7 126
B KZN291 Mandeni	-	-	-	-	-	-	-	-	-
B KZN292 KwaDukuza	4 973	5 988	4 456	5 113	5 113	5 113	7 126	7 126	7 126
B KZN293 Ndwedwe	-	-	-	-	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	-	-	-	-	-	-	-	-
B KZN433 Greater Kokstad	-	-	-	-	-	-	-	-	-
B KZN434 uBuhlebezwe	-	-	-	-	-	-	-	-	-
B KZN435 uMzimkhulu	-	-	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	-	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	40 384	68 318	163 053	85 792	85 792	97 939	124 210	140 210	140 210