

Vote 13

Education

Adjusted budget summary

2008/09				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	18 857 546	19 749 370	-	891 824
<i>of which:</i>				
Current payments	1 083 297	1 222 625	-	139 328
Transfers and subsidies	17 765 521	18 518 251	-	752 730
Payments for capital assets	8 728	8 494	(234)	-
Executive authority	Minister of Education			
Accounting officer	Director-General of Education			

Aim

The aim of the Department of Education is to develop, maintain and support the South African education and training system for the 21st century.

Mid-year performance status

Indicators	Annual performance	
	Projected for 2008/09 as published in the 2008 ENE	Achieved in the first six months of 2008/09 (April to September)
As published in the 2008 ENE		
Number of enrolments in public higher education institutions	783 900	780 000
Proportion of higher education enrolments in science, education and technology: business: humanities	30:31:39	30:31:39
Number of higher education graduates	133 000	130 781
Number of learners registered for programmes in public adult learning centres	315 000	206 770
Number of special schools and full service schools upgraded and revamped	42	42
Number of teachers and district officials trained to implement inclusive education	1 000	1 600
Number of primary school learners fed on all school days	7 million	6.135 million
Number of Dinaledi schools operational	500	500
Number of learners captured by LURITS	4.2 million	270 000
Number of schools interacting with LURITS regularly to update learner data	7 400	800

Additional donor funding is being used to increase the number of teachers and district officials trained to implement inclusive education.

The number of primary school learners fed on all school days for the first six months of the year is below the projected 7 million as a result of higher food prices. An additional R265 million has been allocated to the national school nutrition programme to ensure that the programme will reach its target.

The department has revised its target of 7 400 schools interacting with the learner unit record performance and tracking system (LURITS) regularly during 2008/09 to 4 000, because the South African schools administration and management system (SA-SAMS) has not been fully rolled out yet, and is required to support the first phase of LURITS implementation. The number of learners captured by LURITS has thus also been revised, from 4.2 million to 1.35 million.

Adjusted Estimates of National Expenditure 2008

Table 13.1: Adjusted estimates

Programme	2008/09							
	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments			
R thousand								
1. Administration	202 683	5 000	-	(9 598)	-	(4 598)	198 085	
2. System Planning and Monitoring	98 116	-	22 002	(1 645)	-	20 357	118 473	
3. General Education	348 166	3 221	-	6 308	-	9 529	357 695	
4. Further Education and Training	1 023 353	27 890	-	512	-	28 402	1 051 755	
5. Social and School Enrichment	1 980 464	-	372 000	1 558	79 006	452 564	2 433 028	
6. Higher Education	15 178 189	-	-	765	382 705	383 470	15 561 659	
7. Auxiliary and Associated Services	26 575	-	-	2 100	-	2 100	28 675	
Departmental Total	18 857 546	36 111	394 002	-	461 711	891 824	19 749 370	
Economic classification								
Current payments	1 083 297	32 720	107 000	(392)	-	139 328	1 222 625	
Compensation of employees	286 141	-	-	22 000	-	22 000	308 141	
Goods and services	797 156	32 720	107 000	(22 392)	-	117 328	914 484	
Transfers and subsidies	17 765 521	3 391	287 002	626	461 711	752 730	18 518 251	
Provinces and municipalities	2 546 008	3 391	287 002	-	79 006	369 399	2 915 407	
Departmental agencies and accounts	1 651 408	-	-	96 932	39 000	135 932	1 787 340	
Universities and technikons	13 556 618	-	-	(96 910)	343 705	246 795	13 803 413	
Foreign governments and international organisations	11 437	-	-	18	-	18	11 455	
Non-profit institutions	50	-	-	-	-	-	50	
Households	-	-	-	586	-	586	586	
Payments for capital assets	8 728	-	-	(234)	-	(234)	8 494	
Machinery and equipment	8 154	-	-	167	-	167	8 321	
Software and other intangible assets	574	-	-	(401)	-	(401)	173	
Total	18 857 546	36 111	394 002	-	461 711	891 824	19 749 370	

Details of adjustments to Estimates of National Expenditure 2008

Roll-overs of funds – R36.111 million

Programme 1: Administration

R5 million has been rolled over for the PPP agreement for enlarging the new head office building to eliminate future unitary fee payments.

Programme 3: General Education

R3.221 million has been rolled over for the HIV and Aids conditional grant for KwaZulu-Natal and Mpumalanga for life skills education.

Programme 4: Further Education and Training

R22 million has been rolled over for the special tuition programme to give failed matriculants a second chance. R5.72 million has been rolled over for the ICT feasibility study. R170 000 has been rolled over for the FET colleges recapitalisation conditional grant for Eastern Cape and Mpumalanga.

Unforeseeable and unavoidable expenditure – R394.002 million

Programme 2: System Planning and Monitoring

R22.002 million has been allocated for the disaster management conditional grant for storm damage to schools in Mpumalanga and KwaZulu-Natal.

Programme 5: Social and School Enrichment

R265 million has been allocated for the national school nutrition programme to ensure that the targeted 7 million school learners will be fed on all school days during the current financial year.

R107 million has been allocated for the Kha Ri Gude mass literacy campaign, since 60 000 more learners than the planned 300 000 were enrolled for the campaign.

Virements

Table 13.2: Virements

Programme / Economic classification	R thousand		Details and motivation
	From	To	
1. Administration	(18 851)	9 253	
Current payments	(18 731)	8 486	
Compensation of employees	-	8 486	From goods and services in this programme for the revised staff establishment and improvements in conditions of service
Goods and services	(18 731)	-	Savings on projects (new office building - R14 million; commissions and committees - R4.107 million; and integrated document management system - R624 000) due to over-projections: R8.486 million to compensation of employees in this programme R22 000 to departmental agencies and accounts in this programme R260 000 to households in this programme R365 000 to machinery and equipment in this programme R7.251 million to compensation of employees in programme 3 R522 000 to compensation of employees in programme 4 R1.341 million to compensation of employees in programme 5 R420 000 to machinery and equipment in programme 2 R64 000 to goods and services in programme 7
Transfers and Subsidies	-	282	
Departmental agencies and accounts	-	22	From goods and services in this programme for the ETDP SETA contribution
Households	-	260	From goods and services in this programme for severance packages
Payments for capital assets	(120)	485	
Machinery and equipment	-	485	R356 000 from goods and services in this programme R120 000 from software in this programme For price increases
Software and other intangible assets	(120)	-	Savings as a result of price fluctuations: To machinery and equipment in this programme
2. System Planning and Monitoring	(3 047)	1 402	
Current payments	(2 940)	-	
Compensation of employees	(2 065)	-	Posts for the IQMS project not filled as projected: R218 000 to compensation of employees in programme 5 R840 000 to compensation of employees in programme 6 R1.007 million to compensation of employees in programme 7
Goods and services	(875)	-	Savings mainly on subsistence and travel, catering, and accommodation, in the EMIS improvement and HR and IQMS projects: R874 000 to machinery and equipment in this programme R1 000 to households in this programme
Transfers and Subsidies	-	1	
Households	-	1	From goods and services in this programme for severance packages
Payments for capital assets	(107)	1 401	
Machinery and equipment	-	1 401	R874 000 from goods and services in this programme R420 000 from goods and services in programme 1 R107 000 from software and other intangible assets in this programme For price increases
Software and other intangible assets	(107)	-	Savings as a result of price fluctuations: To machinery and equipment in this programme

Table 13.2: Virements (continued)

Programme / Economic classification	R thousand		Details and motivation
	From	To	
3. General Education	(964)	7 272	
Current payments	(840)	7 251	
Compensation of employees	-	7 251	From goods and services in programme 1 for the revised staff establishment and the occupation specific dispensation (revised salary structures that are unique to each identified occupation in the public sector)
Goods and services	(840)	-	Savings mainly on subsistence and travel, and accommodation, in the ACE school leadership project: To goods and services in programme 7
Transfers and Subsidies	(24)	-	
Foreign governments and international organisations	(24)	-	Reduced transfer payment to Guidance, Counselling and Youth Development Centre in Malawi due to exchange rate: To households in programme 4
Payments for capital assets	(100)	21	
Machinery and equipment	-	21	R21 000 from software and other intangible assets in this programme for price increases
Software and other intangible assets	(100)	-	Savings as a result of price fluctuations: R21 000 to machinery and equipment in this programme R79 000 to goods and services in programme 7
4. Further Education and Training	(592)	1 104	
Current payments	(574)	522	
Compensation of employees	-	522	From compensation of employees in programme 1 for the revised staff establishment and the occupation specific dispensation
Goods and services	(574)	-	R239 000 to machinery and equipment in this programme for the same project Savings on curriculum content support, FET exams and FET schools, mainly on subsistence and travel, and accommodation: R301 000 to households in this programme R34 000 to goods and services in programme 7
Transfers and Subsidies	-	325	
Households	-	325	R24 000 from foreign governments and international organizations in programme 3 R301 000 from goods and services in this programme For severance packages
Payments for capital assets	(18)	257	
Machinery and equipment	-	257	R239 000 from goods and services in this programme R18 000 from software and other intangible assets in this programme
Software and other intangible assets	(18)	-	For the curriculum content support project Savings as a result of price fluctuations: To machinery and equipment in this programme
5. Social and School Enrichment	(4 401)	5 959	
Current payments	(2 544)	5 959	
Compensation of employees	-	5 959	R1.341 million from goods and services in programme 1 R218 000 from compensation of employees in programme 2 For the revised staff establishment
Goods and services	(2 544)	-	R4.4 million earmarked funds from goods and services in this programme for the Kha Ri Gude (mass literacy campaign) unit R1.82 million earmarked funds from machinery and equipment in this programme for the Kha Ri Gude unit R37 000 from software and other intangible assets in this programme for possible overspending R4.4 million earmarked funds (for Kha Ri Gude) to compensation of employees in this programme Savings as a result of price fluctuations: To goods and services in programme 7
Payments for capital assets	(1 857)	-	
Machinery and equipment	(1 820)	-	Earmarked funds (Kha Ri Gude) to goods and services for the same project
Software and other intangible assets	(37)	-	Savings as a result of price fluctuations: To goods and services in this programme

Table 13.2: Virements (continued)

Programme / Economic classification	R thousand		Details and motivation
	From	To	
6. Higher Education	(97 076)	97 841	
Current payments	-	931	
Compensation of employees	-	840	From compensation of employees in programme 2 for the revised staff establishment and the occupation specific dispensation
Goods and services	-	91	From machinery and equipment in this programme for possible overspending due to inflationary pressures
Transfers and Subsidies	(96 910)	96 910	
Departmental agencies and accounts	-	96 910	From universities and technikons for inflation related costs at NSFAS
Universities and technikons	(96 910)	-	National Treasury has given permission for the shifting of funds included in the 2008 ENE inflation adjustment for higher education institutions to departmental agencies and accounts
Payments for capital assets	(166)	-	
Machinery and equipment	(152)	-	Savings as a result of price fluctuations: R91 000 to goods and services in this programme R61 000 to goods and services in programme 7
Software and other intangible assets	(14)	-	Savings as a result of price fluctuations: R2 000 to goods and services in programme 7 R12 000 to foreign governments and international organisations in programme 7
7. Auxiliary and Associated Services	(30)	2 130	
Current payments	-	2 088	
Compensation of employees	-	1 007	From compensation of employees in programme 2 for the revised staff establishment
Goods and services	-	1 081	R64 000 from goods and services in programme 1 R840 000 from goods and services in programme 3 R79 000 from machinery and equipment in programme 3 R34 000 from goods and services in programme 4 R1 000 from goods and services in programme 5 R61 000 from machinery and equipment in programme 6 R2 000 from software and intangible assets in programme 6 Mainly for travel and subsistence for UNESCO National Commission activities
Transfers and Subsidies	-	42	
Foreign governments and international organisations	-	42	R25 000 from machinery and equipment in this programme R5 000 from software and other intangible assets in this programme R12 000 from software and other intangible assets in programme 6 For the Commonwealth of Learning due to exchange rate increases
Payments for capital assets	(30)	-	
Machinery and equipment	(25)	-	Savings as a result of price fluctuations: To foreign governments and international organisations in this programme
Software and other intangible assets	(5)	-	Savings as a result of price fluctuations: To foreign governments and international organisations in this programme
Total for Vote	(124 961)	124 961	

Abbreviations: ACE = advanced certificate in education; EDTP Seta = education, training and development practices sector education and training authority; EMIS = education management information system; FET = further education and training; IQMS = integrated quality management system; NCS = national curriculum statement; NSFAS = national student financial aid scheme.

Other adjustments – R461.711 million

Adjustments due to significant and unforeseeable economic and financial events

Programme 5: Social and School Enrichment

Additional funding of R79.006 million has been allocated to cover costs related to the national school nutrition programme conditional grant for food price increases.

Programme 6: Higher Education

Additional funding of R39 million has been allocated to cover inflation related costs for the National Student Financial Aid Scheme and R343.705 million for subsidies to higher education institutions.

Expenditure 2007/08 and preliminary expenditure 2008/09

Table 13.3: Expenditure trends

Programme	2007/08					2008/09		
	Expenditure outcome					Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2007 - Sep 2007	Apr 07 - Sep 07 % of adjusted appropriation	Apr 2007 - Mar 2008	Apr 07 - Mar 08 % of adjusted appropriation	Adjusted appropriation	Apr 2008 - Sep 2008	Apr 08 - Sep 08 % of adjusted appropriation
1. Administration	161 322	64 056	39.7	144 513	89.6	198 085	77 257	39.0
2. System Planning and Monitoring	96 538	14 222	14.7	51 950	53.8	118 473	37 590	31.7
3. General Education	298 674	114 276	38.3	258 253	86.5	357 695	135 005	37.7
4. Further Education and Training	1 189 964	496 900	41.8	1 131 717	95.1	1 051 755	947 216	90.1
5. Social and School Enrichment	1 278 816	592 376	46.3	1 280 649	100.1	2 433 028	957 448	39.4
6. Higher Education	13 326 930	10 375 109	77.9	13 322 936	100.0	15 561 659	12 344 387	79.3
7. Auxiliary and Associated Services	34 508	13 656	39.6	51 308	148.7	28 675	10 215	35.6
Total	16 386 752	11 670 595	71.2	16 241 326	99.1	19 749 370	14 509 118	73.5
Economic classification								
Current payments	992 252	319 348	32.2	857 728	86.4	1 222 625	466 626	38.2
Compensation of employees	276 528	111 606	40.4	249 739	90.3	308 141	143 229	46.5
Goods and services	715 724	207 591	29.0	576 431	80.5	914 484	323 260	35.3
Financial transactions in assets and liabilities	-	151	-	31 558	0.0	-	137	0.0
Transfers and subsidies	15 386 303	11 349 300	73.8	15 375 687	99.9	18 518 251	14 035 082	75.8
Provinces and municipalities	2 016 773	952 829	47.2	2 007 950	99.6	2 915 407	1 670 513	57.3
Departmental agencies and accounts	1 412 451	1 095 371	77.6	1 412 699	100.0	1 787 340	1 385 183	77.5
Universities and technikons	11 942 751	9 298 076	77.9	11 941 539	100.0	13 803 413	10 976 836	79.5
Foreign governments and international organisations	11 778	1 797	15.3	11 016	93.5	11 455	1 960	17.1
Non-profit institutions	50	50	100.0	50	100.0	50	-	0.0
Households	2 500	1 177	47.1	2 433	97.3	586	590	100.7
Payments for capital assets	8 197	1 947	23.8	7 911	96.5	8 494	7 410	87.2
Machinery and equipment	8 197	1 915	23.4	7 632	93.1	8 321	7 410	89.1
Software and other intangible assets	-	32	-	279	0.0	173	-	0.0
Total	16 386 752	11 670 595	71.2	16 241 326	99.1	19 749 370	14 509 118	73.5

Selected expenditure trends for the first half of 2008/09

Expenditure in the first six months of 2008/09 was R14.509 billion or 73.5 per cent of the adjusted appropriation of R19.749 billion for the year as a whole. Expenditure in the first six months of 2008/09 increased by R2.839 billion, or 24.3 per cent compared to spending in the first six months of 2007/08 which amounted to R11.671 billion, or 71.2 per cent of the 2007/08 adjusted appropriation.

The main increases compared to 2007/08 are related to national school nutrition programme conditional grant payments, further education and training recapitalisation conditional grant payments, the Kha Ri Gude mass literacy campaign, higher education payments, the increased subsidy to Umalusi and inflation related adjustments.

Expenditure for 2007/08 was 99.1 per cent of the adjusted appropriation for that year.

Departmental receipts

Table 13.4: Receipts

R thousand	2008/09			
	Budget estimate	Adjusted estimate	Actual receipts Apr 08 - Sep 08	% of Adjusted estimate
Departmental receipts				
Sales of goods and services other than capital assets	1 018	1 076	717	66.6
Transfers received	-	13	13	100.0
Interest, dividends and rent on land	4 103	4 110	1 987	48.3
Sales of capital assets	-	50	-	-
Financial transactions in assets and liabilities	1 982	1 982	1 160	58.5
Total	7 103	7 231	3 877	53.6

Actual departmental revenue collections for the first six months of 2008/09 were R3.9 million or 53.6 per cent of the adjusted estimate of R7.2 million.

Changes to transfers and subsidies, and conditional grants

Table 13.5: Summary of changes to transfers and subsidies per programme

R thousands	2008/09						Adjusted appropriation
	Main appropriation	Additional Appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements	Other adjustments		
1. Administration	125	-	-	282	-	282	407
Departmental agencies and accounts							
Departmental agencies and accounts (non-business entities)							
Current	125	-	-	22	-	22	147
Education, Training and Development Practices Sector Education and Training Authority	125	-	-	22	-	22	147
Households							
Social benefits							
Current	-	-	-	260	-	260	260
Leave gratuity	-	-	-	260	-	260	260
2. System Planning and Monitoring	-	-	22 002	1	-	22 003	22 003
Provinces and municipalities							
Provinces							
Provincial revenue funds							
Capital	-	-	22 002	-	-	22 002	22 002
Disaster Management Grant	-	-	22 002	-	-	22 002	22 002
Households							
Social benefits							
Current	-	-	-	1	-	1	1
Leave gratuity	-	-	-	1	-	1	1

Table 13.5: Summary of changes to transfers and subsidies per programme (continued)

R thousands	2008/09						Adjusted appropriation
	Main appropriation	Additional Appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements	Other adjustments		
3. General Education	168 005	3 221	-	(24)	-	3 197	171 202
Provinces and municipalities							
Provinces							
Provincial revenue funds							
Current	167 905	3 221	-	-	-	3 221	171 126
HIV and Aids (Life Skills Education) grant	167 905	3 221	-	-	-	3 221	171 126
Foreign governments and international organisations							
Current	100	-	-	(24)	-	(24)	76
Guidance, Counselling and Youth Development Centre for Africa: Malawi	100	-	-	(24)	-	(24)	76
4. Further Education and Training	848 610	170	-	325	-	495	849 105
Provinces and municipalities							
Provinces							
Provincial revenue funds							
Current	795 000	170	-	-	-	170	795 170
Further education and training college sector recapitalisation grant	795 000	170	-	-	-	170	795 170
Households							
Social benefits							
Current	-	-	-	325	-	325	325
Leave gratuity	-	-	-	325	-	325	325
5. Social and School Enrichment	1 583 103	-	265 000	-	79 006	344 006	1 927 109
Provinces and municipalities							
Provinces							
Provincial revenue funds							
Current	1 583 103	-	265 000	-	79 006	344 006	1 927 109
National school nutrition programme grant	1 583 103	-	265 000	-	79 006	344 006	1 927 109
6. Higher Education	15 154 291	-	-	-	382 705	382 705	15 536 996
Departmental agencies and accounts							
Departmental agencies and accounts (non-business entities)							
Current	1 597 673	-	-	96 910	39 000	135 910	1 733 583
National Student Financial Aid Scheme	1 566 465	-	-	96 910	39 000	135 910	1 702 375
Universities and technikons							
Current	13 486 618	-	-	(93 315)	343 705	250 390	13 737 008
Higher Education Institutions	13 486 618	-	-	(93 315)	343 705	250 390	13 737 008
Capital	70 000	-	-	(3 595)	-	(3 595)	66 405
Higher Education Institutions	70 000	-	-	(3 595)	-	(3 595)	66 405
7. Auxiliary and Associated Services	11 387	-	-	42	-	42	11 429
Foreign governments and international organisations							
Current	11 337	-	-	42	-	42	11 379
Association for the Development of Education in Africa	25	-	-	(5)	-	(5)	20
Commonwealth of Learning	1 819	-	-	47	-	47	1 866

Table 13.6: Summary of changes to conditional grants: Provinces¹

R thousand	2008/09						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
2. System Planning and Monitoring							
Disaster Management Grant	–	–	22 002	–	–	22 002	22 002
3. General Education							
HIV and Aids (Life Skills Education) grant	167 905	3 221	–	–	–	3 221	171 126
4. Further Education and Training							
Further education and training college sector recapitalisation grant	795 000	170	–	–	–	170	795 170
5. Social and School Enrichment							
National school nutrition programme grant	1 583 103	–	265 000	–	79 006	344 006	1 927 109

¹ Main appropriation detail provided in the Division of Revenue Act, 2008

