

Vote 18

Social Development

Adjusted budget summary

R thousand	2010/11			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	95 929 061	95 941 061	–	12 000
of which:				
Current payments	542 964	549 101	–	6 137
Transfers and subsidies	95 375 950	95 381 813	–	5 863
Payments for capital assets	10 147	10 147	–	–
Executive authority	Minister of Social Development			
Accounting officer	Director-General of Social Development			
Website address	www.dsd.gov.za			

Aim

The aim of the Department of Social Development is to ensure protection against vulnerability by creating an enabling environment for the provision of a comprehensive, integrated and sustainable social development service.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicator is linked to (if relevant)
Total number of old age grant beneficiaries	Comprehensive Social Security	Improved socioeconomic status for households	2.7 million	2.6 million	–
Total number of war veterans grant beneficiaries	Comprehensive Social Security	Improved socioeconomic status for households	1 048	1 022	–
Total number of disability grant beneficiaries	Comprehensive Social Security	Improved socioeconomic status for households	1.3 million	1.2 million	–
Total number of child support grant beneficiaries	Comprehensive Social Security	Improved socioeconomic status for households	10.4 million	9.9 million	–
Total number of foster care grant beneficiaries	Comprehensive Social Security	Improved socioeconomic status for households	626 137	515 358	–
Total number of care dependency grant beneficiaries	Comprehensive Social Security	Improved socioeconomic status for households	124 080	109 490	–
Total number of social assistance backlog appeals cases adjudicated	Comprehensive Social Security	Improved socioeconomic status for households	40 000	20 161	–
Total number of new appeals cases adjudicated	Comprehensive Social Security	Improved socioeconomic status for households	15 000	1 318	–
Total number of social work scholarships awarded	Policy Development, Review and Implementation Support for Welfare Services	Delivery of equitable developmental welfare services	5 625	5 574	–

The number of new appeals cases adjudicated in the first half of 2010/11 is significantly less than the estimate for the year as a whole, mainly due to operational delays. Priority will be given to this matter.

Mid-year progress

The provision of old age grants to 2.6 million beneficiaries, child support grants to 9.9 million beneficiaries and foster care grants to 515 358 beneficiaries in the first six months of 2010/11 contributes positively to the achievement of the departmental outcome of improving the socioeconomic status of households.

Adjusted Estimates of National Expenditure 2010

Programme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
1. Administration	180 766	–	–	18 605	2 306	20 911	201 677
2. Comprehensive Social Security	95 136 497	5 600	–	(2 666)	725	3 659	95 140 156
3. Policy Development, Review and Implementation Support for Welfare Services	346 047	–	–	(1 623)	1 367	(256)	345 791
4. Community Development	194 390	–	–	(8 821)	965	(7 856)	186 534
5. Strategy and Governance	71 361	–	–	(5 495)	1 037	(4 458)	66 903
Total	95 929 061	5 600	–	–	6 400	12 000	95 941 061
Economic classification							
Current payments	542 964	–	–	(263)	6 400	6 137	549 101
Compensation of employees	245 138	–	–	3 401	6 400	9 801	254 939
Goods and services	297 826	–	–	(3 664)	–	(3 664)	294 162
Transfers and subsidies	95 375 950	5 600	–	263	–	5 863	95 381 813
Departmental agencies and accounts	5 940 856	–	–	–	–	–	5 940 856
Foreign governments and international organisations	1 735	–	–	263	–	263	1 998
Non-profit institutions	65 208	–	–	–	–	–	65 208
Households	89 368 151	5 600	–	–	–	5 600	89 373 751
Payments for capital assets	10 147	–	–	–	–	–	10 147
Machinery and equipment	9 602	–	–	–	–	–	9 602
Software and other intangible assets	545	–	–	–	–	–	545
Total	95 929 061	5 600	–	–	6 400	12 000	95 941 061

Programme 1: Administration

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Minister	1 816	–	–	–	–	–	1 816
Deputy Minister	1 496	–	–	–	–	–	1 496
Management	7 135	–	–	(926)	103	(823)	6 312
Corporate Services	146 954	–	–	17 531	2 203	19 734	166 688
Office Accommodation	23 317	–	–	–	–	–	23 317
Government Motor Transport	48	–	–	2 000	–	2 000	2 048
Total	180 766	–	–	18 605	2 306	20 911	201 677
Economic classification							
Current payments	176 667	–	–	18 013	2 306	20 319	196 986
Compensation of employees	90 426	–	–	(1 700)	2 306	606	91 032
Goods and services	86 241	–	–	19 713	–	19 713	105 954
Payments for capital assets	4 099	–	–	592	–	592	4 691
Machinery and equipment	3 749	–	–	592	–	592	4 341
Software and other intangible assets	350	–	–	–	–	–	350
Total	180 766	–	–	18 605	2 306	20 911	201 677

Programme 2: Comprehensive Social Security

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Social Assistance	20 170	5 600	–	(3 794)	254	2 060	22 230
Social Insurance	35 153	–	–	(162)	128	(34)	35 119
Appeals Tribunal	72 455	–	–	–	248	248	72 703
Social Assistance Transfers	89 368 151	–	–	–	–	–	89 368 151
SASSA	5 611 387	–	–	–	–	–	5 611 387
SASSA (MIS)	20 000	–	–	–	–	–	20 000
International Social Security	1 000	–	–	–	–	–	1 000
Social Security Administration	8 181	–	–	1 290	95	1 385	9 566
Total	95 136 497	5 600	–	(2 666)	725	3 659	95 140 156
Economic classification							
Current payments	135 072	–	–	(4 273)	725	(3 548)	131 524
Compensation of employees	27 411	–	–	5 100	725	5 825	33 236
Goods and services	107 661	–	–	(9 373)	–	(9 373)	98 288
Transfers and subsidies	95 000 538	5 600	–	–	–	5 600	95 006 138
Departmental agencies and accounts	5 631 387	–	–	–	–	–	5 631 387
Foreign governments and international organisations	1 000	–	–	–	–	–	1 000
Households	89 368 151	5 600	–	–	–	5 600	89 373 751
Payments for capital assets	887	–	–	1 607	–	1 607	2 494
Machinery and equipment	866	–	–	1 607	–	1 607	2 473
Software and other intangible assets	21	–	–	–	–	–	21
Total	95 136 497	5 600	–	(2 666)	725	3 659	95 140 156

Programme 3: Policy Development, Review and Implementation Support for Welfare Services

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Service Standards	239 190	–	–	915	100	1 015	240 205
Substance Abuse and Central Drug Authority	12 932	–	–	(1 421)	116	(1 305)	11 627
Older Persons	7 592	–	–	(1 051)	79	(972)	6 620
People with Disabilities	5 096	–	–	12	71	83	5 179
Children	26 402	–	–	(5)	442	437	26 839
Families	6 531	–	–	(1 009)	95	(914)	5 617
Victim Empowerment	6 470	–	–	118	104	222	6 692
Social Crime Prevention	7 623	–	–	(536)	112	(424)	7 199
Service Provider Support and Management	23 525	–	–	(669)	97	(572)	22 953
Contributions and Affiliations to other bodies	202	–	–	(6)	–	(6)	196
Welfare Administration	10 484	–	–	2 029	151	2 180	12 664
Total	346 047	–	–	(1 623)	1 367	(256)	345 791

Programme 3: Policy Development, Review and Implementation Support for Welfare Services (continued)

2010/11							
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Economic classification							
Current payments	99 079	–	–	(319)	1 367	1 048	100 127
Compensation of employees	51 656	–	–	4 420	1 367	5 787	57 443
Goods and services	47 423	–	–	(4 739)	–	(4 739)	42 684
Transfers and subsidies	244 290	–	–	195	–	195	244 485
Departmental agencies and accounts	226 000	–	–	–	–	–	226 000
Foreign governments and international organisations	202	–	–	195	–	195	397
Non-profit institutions	18 088	–	–	–	–	–	18 088
Payments for capital assets	2 678	–	–	(1 499)	–	(1 499)	1 179
Machinery and equipment	2 606	–	–	(1 499)	–	(1 499)	1 107
Software and other intangible assets	72	–	–	–	–	–	72
Total	346 047	–	–	(1 623)	1 367	(256)	345 791

Programme 4: Community Development

2010/11							
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Subprogramme							
Sustainable Livelihood	8 409	–	–	(600)	96	(504)	7 905
Community Development Service Standards	8 134	–	–	(1 531)	102	(1 429)	6 705
Registration and Institutional Capacity Building of NPOs	17 013	–	–	(3 440)	298	(3 142)	13 871
Youth	5 747	–	–	(769)	64	(705)	5 042
HIV and Aids	64 764	–	–	(2 662)	280	(2 382)	62 382
National Development Agency	83 469	–	–	–	–	–	83 469
Community Development Administration	6 854	–	–	181	125	306	7 160
Total	194 390	–	–	(8 821)	965	(7 856)	186 534
Economic classification							
Current payments	63 530	–	–	(8 221)	965	(7 256)	56 274
Compensation of employees	36 471	–	–	(2 880)	965	(1 915)	34 556
Goods and services	27 059	–	–	(5 341)	–	(5 341)	21 718
Transfers and subsidies	129 589	–	–	–	–	–	129 589
Departmental agencies and accounts	83 469	–	–	–	–	–	83 469
Non-profit institutions	46 120	–	–	–	–	–	46 120
Payments for capital assets	1 271	–	–	(600)	–	(600)	671
Machinery and equipment	1 271	–	–	(600)	–	(600)	671
Total	194 390	–	–	(8 821)	965	(7 856)	186 534

Programme 5: Strategy and Governance

Subprogramme	2010/11						
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
R thousand							
Strategy Management and Development	13 652	-	-	(813)	182	(631)	13 021
Monitoring and Evaluation	12 904	-	-	752	180	932	13 836
Entity Oversight	9 345	-	-	(2 951)	76	(2 875)	6 470
Social Policy Coordination	4 378	-	-	(1 438)	44	(1 394)	2 984
Special Projects Coordination	6 897	-	-	331	101	432	7 329
Population Research	19 798	-	-	(794)	381	(413)	19 385
Contributions and Affiliations to other bodies	533	-	-	(32)	-	(32)	501
Strategy Administration	3 854	-	-	(550)	73	(477)	3 377
Total	71 361	-	-	(5 495)	1 037	(4 458)	66 903
Economic classification							
Current payments	68 616	-	-	(5 463)	1 037	(4 426)	64 190
Compensation of employees	39 174	-	-	(1 539)	1 037	(502)	38 672
Goods and services	29 442	-	-	(3 924)	-	(3 924)	25 518
Transfers and subsidies	1 533	-	-	68	-	68	1 601
Foreign governments and international organisations	533	-	-	68	-	68	601
Non-profit institutions	1 000	-	-	-	-	-	1 000
Payments for capital assets	1 212	-	-	(100)	-	(100)	1 112
Machinery and equipment	1 110	-	-	(100)	-	(100)	1 010
Software and other intangible assets	102	-	-	-	-	-	102
Total	71 361	-	-	(5 495)	1 037	(4 458)	66 903

Details of adjustments to Estimates of National Expenditure 2010**Roll-overs – R5.6 million**

Programme 2: Comprehensive Social Security

R5.6 million has been rolled over for social relief of distress commitments.

Virements and shifts**Programmes**

- Administration
- Comprehensive Social Security
- Policy Development, Review and Implementation Support for Welfare Services
- Community Development
- Strategy and Governance

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(1 700)	Programme 1		1 700
Compensation of employees	Vacant posts and seconded personnel	(1 108)	Goods and services	For outstanding payments for IT services	1 108
		(592)	Machinery and equipment	For purchase of official vehicles	592
Percentage of programme budget		0.9%			

2010 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 2		(9 505)	Programme 1		2 534
Goods and services	Reduction on consultants, travel and subsistence, and venues	(2 534)	Goods and services	For outstanding payments for IT services	2 534
		(5 100)	Programme 2		6 839
		(1 739)	Compensation of employees	Towards the establishment of the Appeals Tribunal	5 100
			Machinery and equipment	Towards the establishment of the Appeals Tribunal	1 739
			Programme 1		132
Machinery and equipment	Reduction on furniture and office equipment	(132)	Goods and services	For outstanding payments for IT services	132
Percentage of programme budget		0.0%			
Programme 3		(6 800)	Programme 1		973
Goods and services	Reduction on consultants, travel and subsistence and venues.	(973)	Goods and services	For outstanding payments for IT services	973
		(4 121)	Programme 3		4 322
		(201)	Compensation of employees	For the upgrading of social workers posts	4 121
			Foreign governments and international organisations	For social welfare payments in terms of the Walvis Bay agreement	201
			Programme 1		650
Machinery and equipment	Reduction on furniture and office equipment	(650)	Goods and services	For outstanding payments for IT services	650
		(299)	Programme 3		855
		(550)	Compensation of employees	For outstanding payments for IT services	299
		(6)	Goods and services	For increased operational costs	550
Foreign governments and international organisations	Transfer to the International Council for Alcohol and Addiction withdrawn	(6)	Goods and services	For operational costs	6
Percentage of programme budget		2.0%			
Programme 4		(8 871)	Programme 1		2 830
Compensation of employees	Vacant posts	(2 830)	Goods and services	For outstanding payments for IT services	2 830
		(50)	Programme 4		50
			Goods and services	For operational costs	50
			Programme 1		5 991
Goods and services	Reduction in consultants, travel and subsistence and venues	(5 391)	Goods and services	For outstanding payments for IT services	5 391
Machinery and equipment	Reduction in furniture and office equipment	(600)	Goods and services	For outstanding payments for IT services	600
Percentage of programme budget		4.6%			
Programme 5		(5 627)	Programme 1		5 395
Compensation of employees	Vacant posts	(1 539)	Goods and services	For outstanding payments for IT services	1 539
Goods and services	Reduction on consultants, travel and subsistence and venues	(3 856)	Goods and services	For outstanding payments for IT services	3 856
		(100)	Programme 5		100
			Foreign governments and international organisations	For United Nations Research Institute for Social Development membership ¹	100
			Programme 1		100
Machinery and equipment	Reduction on furniture and office equipment	(100)	Goods and services	For outstanding payments for IT services	100
		(32)	Programme 5		32
Foreign governments and international organisations	Reduction due to currency fluctuations	(32)	Goods and services	For operational costs	32
Percentage of programme budget		7.9%			
Total		(32 503)			32 503

1. National Treasury approval has been obtained.

Other adjustments – R6.4 million**Adjustments due to significant and unforeseeable economic and financial events**

An additional R6.4 million is allocated for higher personnel remuneration increases than the main budget provided for, including the increased housing allowance, as follows:

Programme 1: Administration

R2.306 million

Programme 2: Comprehensive Social Security

R725 000

Programme 3: Policy Development, Review and Implementation Support for Welfare Services

R1.367 million

Programme 4: Community Development

R965 000

Programme 5: Strategy and Governance

R1.037 million

Expenditure for 2009/10 and preliminary expenditure for 2010/11

Programme	2009/10					2010/11		
	Expenditure outcome					Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted appropriation	Apr 09 - Mar 10	Apr 09 - Mar 10 % of adjusted appropriation	Adjusted appropriation	Apr 10 - Sep 10	Apr 10 - Sep 10 % of adjusted appropriation
1.Administration	168 651	94 403	56.0	177 820	105.4	201 677	82 468	40.9
2.Comprehensive Social Security	85 691 003	44 954 927	52.5	84 465 729	98.6	95 140 156	49 264 731	51.8
3.Policy Development, Review and Implementation Support for Welfare Services	330 384	257 167	77.8	315 890	95.6	345 791	173 149	50.1
4.Community Development	248 875	110 607	44.4	238 954	96.0	186 534	62 076	33.3
5.Strategy and Governance	69 274	42 708	61.7	119 767	172.9	66 903	26 314	39.3
Total	86 508 187	45 459 812	52.5	85 318 160	98.6	95 941 061	49 608 738	51.7
Economic classification								
Current payments	462 149	249 046	53.9	464 902	100.6	549 101	197 128	35.9
Compensation of employees	225 390	102 654	45.5	220 123	97.7	254 939	116 338	45.6
Goods and services	236 759	146 392	61.8	244 685	103.3	294 162	80 785	27.5
Interest and rent on land	-	-	0.0	94	0.0	-	5	0.0
Transfers and subsidies	86 036 280	45 208 516	52.5	84 849 441	98.6	95 381 813	49 410396	51.8
Departmental agencies and accounts	5 523 678	2 775 661	50.3	5 523 678	100.0	5 940 856	2 919 184	49.1
Foreign governments and international organisations	1 811	292	16.1	1 860	102.7	1 998	1 274	63.8
Non-profit institutions	63 073	11 350	18.0	61 106	96.9	65 208	-	0.0
Households	80 447 718	42 421 213	52.7	79 262 797	98.5	89 373 751	46 489 938	52.0
Payments for capital assets	9 758	2 250	23.1	3 811	39.1	10 147	1 212	11.9
Machinery and equipment	9 195	2 250	24.5	3 811	41.4	9 602	1 212	12.6
Software and other intangible assets	563	-	0.0	-	0.0	545	-	0.0
Payments for financial assets	-	-	-	6	-	-	2	-
Total	86508187	45 459 812	52.5	85 318 160	98.6	95 941 061	49 608 738	51.7

Main expenditure trends for the first half of 2010/11

Total expenditure for 2009/10 was 98.6 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 was R49.6 billion, or 51.7 per cent of the adjusted appropriation of R95.9 billion for the year as a whole. In comparison, mid-year expenditure in 2009/10 was R45.5 billion, or 52.5 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 increased by R4.1 billion or 9.1 per cent, compared to expenditure in the first six months of 2009/10.

The main expenditure increase compared to 2009/10 is due to the increased take up of social assistance grants and salary increases.

Departmental receipts

R thousand	Adjusted estimate	2009/10 Audited outcome				2010/11 Actual receipts			
		Apr 09 - Sep 09		Apr 09 - Mar 10		Budget estimate	Adjusted estimate	Apr 10 - Sep 10	
		Apr 09 - Sep 09	% of adjusted estimate	Apr 09 - Mar 09	% of adjusted estimate			Apr 10 - Sep 10	% of adjusted estimate
Departmental receipts	163	2 503	1 535.6	30 617	18 783.4	510 173	218 251	283	0.1
Sales of goods and services produced by department	28	34	121.4	-	-	30	140	77	55.0
Interest, dividends and rent on land	30	2 256	7 520.0	17 591	58 636.7	10 032	18 000	53	0.3
Sales of capital assets	-	-	-	105	-	-	-	-	-
Transactions in financial assets and liabilities	105	213	202.9	12 921	12 305.7	500 111	200 111	153	0.1
Total	163	2 503	1 535.6	30 617	18 783.4	510 173	218 251	283	0.1

Main departmental revenue trends for the first half of 2010/11

Departmental revenue collection in the first six months of 2010/11 was R283 000 or 0.1 per cent of the adjusted revenue estimate of R218.3 million for the year as a whole. In comparison, the mid-year revenue collection in 2009/10 was R2.5 million, or 1 535.6 per cent of the 2009/10 adjusted estimate. Departmental revenue collection in the first six months of 2010/11 decreased by R2.2 million or 88.7 per cent, compared to revenue in the first six months of 2009/10.

The main revenue decrease is due to lower recoveries on dormant accounts.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers per programme

R thousand	Main appropriation	2010/11 Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
2. Comprehensive Social Security Households								
Other transfers to households								
Current	-	5 600	-	-	-	5 600	5 600	
Social Relief Fund	-	5 600	-	-	-	5 600	5 600	
3. Policy Development, Review and Implementation Support for Welfare Services								
Foreign governments and international organisations								
Current	31	-	-	195	-	195	226	
International Council on Alcohol and Addiction	20	-	-	(20)	-	(20)	-	
United Nations International Drug Control Programme	11	-	-	14	-	14	25	
Walvisbay	-	-	-	201	-	201	201	
5. Strategy and Governance								
Foreign governments and international organisations								
Current	342	-	-	68	-	68	410	
Partners in Population and Development	342	-	-	(32)	-	(32)	310	
United Nations Research Institute for Social Development	-	-	-	100	-	100	100	