

Vote 40

Sport and Recreation South Africa

Adjusted budget summary

R thousand	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1 028 600	1 026 600	(2 000)	-
of which:				
Current payments	276 590	274 590	(2 000)	-
Transfers and subsidies	749 843	749 843	-	-
Payments for capital assets	2 167	2 167	-	-
Executive authority	Minister of Sport and Recreation South Africa			
Accounting officer	Director-General of Sport and Recreation South Africa			
Website address	www.srsa.gov.za			

Vote purpose

Transform the delivery of sport and recreation by ensuring equitable access, development and excellence at all levels of participation, thereby improving social cohesion, nation building and the quality of life of all South Africans.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2016/17 as published in the 2016 ENE	Achieved in the first six months of 2016/17 (April to September)	Changed target for 2016/17
Number of people actively participating in sport and recreation promotion campaigns and events per year	Active Nation	Outcome 14: Nation building and social cohesion	11 700	3 500	-
Number of sport and recreation promotional campaigns and events implemented per year	Active Nation		5	4	-
Number of national school sport championships supported per year	Active Nation		3	1	-
Number of participants in national school sport championships per year	Active Nation		7 500	6 400	-
Number of schools, hubs and clubs provided with equipment and/or attire as per the established norms and standards per year	Active Nation		2 500	213	-
Number of major international events receiving intra-governmental support per year	Winning Nation		4	3	-
Number of athletes supported by the sports academies per year	Winning Nation		3 400	1 605	-
Number of athletes supported through the scientific support programme per year	Winning Nation		80	90	-
Number of sport and recreation bodies receiving financial and non-financial support in an effort to assist them in meeting their transformation targets per year	Sport Support		60	3	-

Mid-year progress

The department is on track to meet the targets for the number of sport and recreation promotional campaigns, as well as the number of participants at these events as most of these events are planned for the last two quarters of the financial year. Even though only 6 400 people have participated in national school sport championships per year, it is envisaged that the annual target will be exceeded as the summer national school sport championships will take place in December 2016 and the autumn championships in March 2017. 213 schools and clubs received sport equipment and attire, but as most provinces started their

procurement of these goods in the second quarter of the financial year, delivery is expected in the third and fourth quarters.

To date, 1 605 athletes have been supported by the sports academies through provincial and district academies. The sector expects to meet the annual target as the intake of athletes in the sports academies will improve in the fourth quarter after the summer and autumn school sport championships. Only 3 sport federations out of a targeted 60 have received support thus far, as only these bodies have provided audited financial statements and business plans, which are required before funds are transferred to them. Most of the other bodies will submit these documents later in the year as their financial year ends in December, so the department expects to support the remaining federations. 90 athletes were supported through the scientific support programme. The target was exceeded due to a growing need for scientific support services in preparation for the 2016 Rio Olympics.

Adjusted Estimates of National Expenditure 2016

Programme	2016/17							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Administration	134 862	-	-	(2 000)	(2 000)	-	(4 000)	130 862
Active Nation	648 735	-	-	14 600	-	-	14 600	663 335
Winning Nation	91 149	-	-	(23 994)	-	-	(23 994)	67 155
Sport Support	137 572	-	-	11 394	-	-	11 394	148 966
Sport Infrastructure Support	16 282	-	-	-	-	-	-	16 282
Total	1 028 600	-	-	-	(2 000)	-	(2 000)	1 026 600
Economic classification								
Current payments	276 590	-	-	-	(2 000)	-	(2 000)	274 590
Compensation of employees	108 596	-	-	(5 000)	(2 000)	-	(7 000)	101 596
Goods and services	167 994	-	-	5 000	-	-	5 000	172 994
Transfers and subsidies	749 843	-	-	-	-	-	-	749 843
Provinces and municipalities	555 708	-	-	-	-	-	-	555 708
Departmental agencies and accounts	33 012	-	-	-	-	-	-	33 012
Non-profit institutions	161 123	-	-	-	-	-	-	161 123
Payments for capital assets	2 167	-	-	-	-	-	-	2 167
Machinery and equipment	2 167	-	-	-	-	-	-	2 167
Total	1 028 600	-	-	-	(2 000)	-	(2 000)	1 026 600

Programme 1: Administration

Subprogramme	2016/17							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Ministry	23 191	-	-	-	-	-	-	23 191
Management	19 818	-	-	(5 500)	-	-	(5 500)	14 318
Strategic Support	6 978	-	-	-	-	-	-	6 978
Corporate Services	49 461	-	-	-	(2 000)	-	(2 000)	47 461
Office of the Chief Financial Officer	19 078	-	-	3 500	-	-	3 500	22 578
Office Accommodation	16 336	-	-	-	-	-	-	16 336
Total	134 862	-	-	(2 000)	(2 000)	-	(4 000)	130 862
Economic classification								
Current payments	132 612	-	-	(2 000)	(2 000)	-	(4 000)	128 612
Compensation of employees	77 174	-	-	-	(2 000)	-	(2 000)	75 174
Goods and services	55 438	-	-	(2 000)	-	-	(2 000)	53 438
Transfers and subsidies	83	-	-	-	-	-	-	83
Departmental agencies and accounts	83	-	-	-	-	-	-	83
Payments for capital assets	2 167	-	-	-	-	-	-	2 167
Machinery and equipment	2 167	-	-	-	-	-	-	2 167
Total	134 862	-	-	(2 000)	(2 000)	-	(4 000)	130 862

Programme 2: Active Nation

Subprogramme		2016/17						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Programme Management: Active Nation	3 561	-	-	(1 000)	-	-	(1 000)	2 561
Active Recreation	1 092	-	-	(1 092)	-	-	(1 092)	-
Community Sport	56 265	-	-	19 692	-	-	19 692	75 957
School Sport	32 109	-	-	(3 000)	-	-	(3 000)	29 109
Provincial Sport Support and Coordination	555 708	-	-	-	-	-	-	555 708
Total	648 735	-	-	14 600	-	-	14 600	663 335
Economic classification								
Current payments	54 519	-	-	14 600	-	-	14 600	69 119
Compensation of employees	11 651	-	-	(3 000)	-	-	(3 000)	8 651
Goods and services	42 868	-	-	17 600	-	-	17 600	60 468
Transfers and subsidies	594 216	-	-	-	-	-	-	594 216
Provinces and municipalities	555 708	-	-	-	-	-	-	555 708
Non-profit institutions	38 508	-	-	-	-	-	-	38 508
Total	648 735	-	-	14 600	-	-	14 600	663 335

Programme 3: Winning Nation

Subprogramme		2016/17						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Programme Management: Winning Nation	2 184	-	-	(2 184)	-	-	(2 184)	-
Scientific Support	59 252	-	-	(15 600)	-	-	(15 600)	43 652
Major Events Support	10 813	-	-	(10 210)	-	-	(10 210)	603
Recognition Systems	18 900	-	-	4 000	-	-	4 000	22 900
Total	91 149	-	-	(23 994)	-	-	(23 994)	67 155
Economic classification								
Current payments	59 907	-	-	(23 994)	-	-	(23 994)	35 913
Compensation of employees	4 380	-	-	(1 210)	-	-	(1 210)	3 170
Goods and services	55 527	-	-	(22 784)	-	-	(22 784)	32 743
Transfers and subsidies	31 242	-	-	-	-	-	-	31 242
Departmental agencies and accounts	21 896	-	-	-	-	-	-	21 896
Non-profit institutions	9 346	-	-	-	-	-	-	9 346
Total	91 149	-	-	(23 994)	-	-	(23 994)	67 155

Programme 4: Sport Support

Subprogramme		2016/17						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Programme Management: Sport Support	4 501	-	-	(1 000)	-	-	(1 000)	3 501
International Relations	2 122	-	-	4 710	-	-	4 710	6 832
Sport and Recreation Service Providers	130 949	-	-	7 684	-	-	7 684	138 633
Total	137 572	-	-	11 394	-	-	11 394	148 966
Economic classification								
Current payments	13 270	-	-	11 394	-	-	11 394	24 664
Compensation of employees	7 543	-	-	4 210	-	-	4 210	11 753
Goods and services	5 727	-	-	7 184	-	-	7 184	12 911
Transfers and subsidies	124 302	-	-	-	-	-	-	124 302
Departmental agencies and accounts	11 033	-	-	-	-	-	-	11 033
Non-profit institutions	113 269	-	-	-	-	-	-	113 269
Total	137 572	-	-	11 394	-	-	11 394	148 966

Programme 5: Sport Infrastructure Support

Subprogramme	2016/17							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
Roll-overs		Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments			
R thousand								
Programme Management: Infrastructure Support	2 184	-	-	-	-	-	-	2 184
Sport and Recreation Facility Management	11 387	-	-	-	-	-	-	11 387
Sport and Recreation Facility Planning	2 711	-	-	-	-	-	-	2 711
Total	16 282	-	-	-	-	-	-	16 282
Economic classification								
Current payments	16 282	-	-	-	-	-	-	16 282
Compensation of employees	7 848	-	-	(5 000)	-	-	(5 000)	2 848
Goods and services	8 434	-	-	5 000	-	-	5 000	13 434
Total	16 282	-	-	-	-	-	-	16 282

Details of adjustments to the Estimates of National Expenditure 2016**Virements and shifts within votes**

Programmes					
1. Administration					
2. Active Nation					
3. Winning Nation					
4. Sport Support					
5. Sport Infrastructure Support					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(2 000)	Programme 2		2 000
Goods and services	Reallocation of funds due to efficiency gains arising from a reduction in the number of delegates attending school sport events, legacy projects, portfolio committee meetings	(2 000)	Goods and services	National indigenous games due to the growing popularity of indigenous games and the resultant increase in participants	2 000
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		1.5%			
Programme 2		(3 000)	Programme 4		3 000
Compensation of employees	Vacant posts	(3 000)	Compensation of employees	Realignment of the budget in line with personnel structure	3 000
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.5%			
Programme 3		(23 994)	Programme 4		1 210
Compensation of employees	Vacant posts	(1 210)	Compensation of employees	Realignment of the budget in line with personnel structure	1 210
Goods and services	Reallocation of unspent funds arising from an executive decision not to host the Ekhaya projects in 2016/17	(13 000)	Programme 2		15 600
	Unspent funds reallocated due to the withdrawal of athletes from the residential support programme and the expiry of some athletes' contracts	(2 600)	Goods and services	National indigenous games due to the growing popularity of indigenous games and the resultant increase in participants	13 000
	Reallocation of funds due to efficiency gains arising from a reduction in the number of delegates attending school sport events, legacy projects, portfolio committee meetings	(7 184)	Goods and services	National indigenous games due to the growing popularity of indigenous games and the resultant increase in participants	2 600
			Programme 4		7 184
			Goods and services	South Africa's commitments to the African Union Sports Council Region 5 for the African Games and for the inquest into the death of boxers Phindile Mwelase and Mzwanele Kompolo	7 184
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		26.3%¹			

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 5		(5 000)	Programme 5		5 000
Compensation of employees	Vacant posts ¹	(5 000)	Goods and services	Consultants with specialist skills appointed on a short term basis to support municipalities with scoping, project management and the design of sport infrastructure projects funded from the municipal infrastructure grant	5 000
Shifts within the programme as a percentage of the programme budget		30.7%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Total		(33 994)	33 994		

1. Only the legislature may approve this virement in terms of the Public Finance Management Act (Act 1 of 1999).

Declared unspent funds – R2 million

Programme 1: Administration

R2 million in unspent funds has been declared on compensation of employees due to vacancies that have not been filled.

Expenditure outcome for 2015/16 and actual expenditure for 2016/17

Programme	2015/16					2016/17				
	R thousand	Audited outcome			Apr 15 - Mar 16	Actual expenditure				
Adjusted appropriation		Apr 15 - Sep 15	adjusted appropriation	% of		Adjusted appropriation	Adjusted appropriation/ Total (%)	Apr 16 - Sep 16	adjusted appropriation	% of
Administration	115 477	56 551	49.0	114 448	99.1	130 862	12.7	63 220	48.3	
Active Nation	629 045	308 237	49.0	652 170	103.7	663 335	64.6	340 159	51.3	
Winning Nation	75 552	24 162	32.0	56 510	74.8	67 155	6.5	23 782	35.4	
Sport Support	154 017	32 856	21.3	153 928	99.9	148 966	14.5	53 658	36.0	
Sport Infrastructure Support	6 788	1 679	24.7	2 846	41.9	16 282	1.6	4 998	30.7	
Total	980 879	423 485	43.2	979 902	99.9	1 026 600	100.0	485 817	47.3	
Economic classification										
Current payments	262 111	106 502	40.6	259 280	98.9	274 590	26.7	134 031	48.8	
Compensation of employees	95 805	46 117	48.1	93 784	97.9	101 596	9.9	51 349	50.5	
Goods and services	166 306	60 385	36.3	165 496	99.5	172 994	16.9	82 682	47.8	
Transfers and subsidies	716 601	315 683	44.1	718 608	100.3	749 843	73.0	350 848	46.8	
Provinces and municipalities	533 225	264 251	49.6	533 225	100.0	555 708	54.1	276 973	49.8	
Departmental agencies and accounts	30 363	25 051	82.5	30 344	99.9	33 012	3.2	16 465	49.9	
Non-profit institutions	153 013	26 306	17.2	153 013	100.0	161 123	15.7	56 662	35.2	
Households	-	75	-	2 026	-	-	-	748	-	
Payments for capital assets	2 167	1 300	60.0	2 014	92.9	2 167	0.2	938	43.3	
Machinery and equipment	2 167	1 300	60.0	2 014	92.9	2 167	0.2	938	43.3	
Total	980 879	423 485	43.2	979 902	99.9	1 026 600	100.0	485 817	47.3	

Expenditure trends for the first six months of 2016/17

Total expenditure in 2015/16 was 99.9 per cent of the 2015/16 adjusted appropriation. Expenditure in the first six months of 2016/17 was R485.8 million, or 47.3 per cent of the adjusted appropriation of R1 billion for the year. In comparison, mid-year expenditure in 2015/16 was R423.5 million, or 43.2 per cent of the 2015/16 adjusted appropriation. The increased expenditure in 2016/17 was mainly due to higher transfers to provinces for the mass participation and sport development grant, and expenses incurred for the inquest into the death of boxers Phindile Mwelase and Mzwanele Kompolo.

Departmental receipts

R thousand	2015/16					2016/17				
	Adjusted estimate	Audited outcome				Budget estimate	Actual receipts			
		Apr 15 - Sep 15	Apr 15 - Sep 15 % of adjusted estimate	Apr 15 - Mar 16	Apr 15 - Mar 16 % of adjusted estimate		Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 16 - Sep 16	Apr 16 - Sep 16 % of adjusted estimate
Departmental receipts	273	204	74.7	406	148.7	315	92	100.0	46	50.0
Sales of goods and services produced by department	66	29	43.9	60	90.9	102	70	76.1	33	47.1
Interest, dividends and rent on land	7	1	14.3	2	28.6	9	4	4.3	1	25.0
Transactions in financial assets and liabilities	200	174	87.0	344	172.0	204	18	19.6	12	66.7
Total	273	204	74.7	406	148.7	315	92	100.0	46	50.0

Revenue trends for the first six months of 2016/17

Revenue in the first six months of 2016/17 was R46 000, or 50 per cent of the adjusted revenue estimate of R92 000 for the year, lower than the R204 000 collected at the same point in 2015/16. The decrease in revenue is due to the insurance settlement paid for damages to one of the department's cars and higher levels of debt recovered in 2015/16.