

Vote 4

Cooperative Governance and Traditional Affairs

Adjusted budget summary

2019/20				
R thousand	Appropriation	Adjustments appropriation		Adjusted appropriation
		Decrease	Increase	
Amount to be appropriated	90 717 787	(377 244)	6 011	90 346 554
of which:				
Current payments	4 792 389	(334 970)	–	4 457 419
Transfers and subsidies	85 920 221	(42 274)	–	85 877 947
Payments for capital assets	5 177	–	6 011	11 188
Executive authority	Minister of Cooperative Governance and Traditional Affairs			
Accounting officer	Director-General of Cooperative Governance and Director-General of Traditional Affairs			
Website address	www.cogta.gov.za			

Vote purpose

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

Mid-year performance

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2019/20 as published in the 2019 ENE	Achieved in the first half of 2019/20 (April to September)	Changed target for 2019/20
Number of secondary cities supported to implement the integrated urban development framework per year	Regional and Urban Development and Legislative Support	Outcome 9: Responsive, accountable, effective and efficient local government	6	0	–
Number of municipalities assessed and guided to comply with the rating criteria of the Municipal Property Rates Act (2004) per year	Institutional Development		71	0	–
Percentage of municipalities spending on municipal infrastructure grant per year	Institutional Development		100% (R15.7bn)	29.9% (R4.7bn/R15.7bn)	–
Number of Back to Basics municipal performance progress reports per year	Local Government Support and Intervention Management		1	1	–
Number of work opportunities provided through the community work programme per year	Community Work Programme		247 466	123 733	–

Mid-year progress

No secondary cities were supported in implementing the integrated development framework, and no municipalities were guided to comply with the rating criteria of the Municipal Property Rates Act (2004).

Mid-year spending on the municipal infrastructure grant of R4.7 billion is in line with projections and the department expects to meet its annual target of R15.7 billion by the end of 2019/20.

Adjusted estimates

Programme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Administration	275 708	–	4 936	–	–	–	4 936	280 644
Regional and Urban Development and Legislative Support	966 599	–	3 394	–	–	–	3 394	969 993
Institutional Development	69 370 327	–	11 000	–	(10 500)	–	500	69 370 827
National Disaster Management Centre	761 231	–	(4 200)	(60 733)	–	–	(64 933)	696 298
Local Government Support and Intervention Management	15 259 803	–	49 860	–	–	–	49 860	15 309 663
Community Work Programme	4 084 119	–	(64 990)	–	(300 000)	–	(364 990)	3 719 129
Total	90 717 787	–	–	(60 733)	(310 500)	–	(371 233)	90 346 554
Economic classification								
Current payments	4 792 389	–	(24 470)	–	(310 500)	–	(334 970)	4 457 419
Compensation of employees	365 354	–	(39 000)	–	–	–	(39 000)	326 354
Goods and services	4 427 035	–	14 530	–	(310 500)	–	(295 970)	4 131 065
Transfers and subsidies	85 920 221	–	18 459	(60 733)	–	–	(42 274)	85 877 947
Provinces and municipalities	85 306 920	–	–	(60 733)	–	–	(60 733)	85 246 187
Departmental agencies and accounts	597 774	–	12 700	–	–	–	12 700	610 474
Foreign governments and international organisations	2 032	–	–	–	–	–	–	2 032
Non-profit institutions	13 495	–	99	–	–	–	99	13 594
Households	–	–	5 660	–	–	–	5 660	5 660
Payments for capital assets	5 177	–	6 011	–	–	–	6 011	11 188
Machinery and equipment	5 177	–	6 011	–	–	–	6 011	11 188
Total	90 717 787	–	–	(60 733)	(310 500)	–	(371 233)	90 346 554

Programme 1: Administration

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Ministry	31 505	–	4 936	–	–	–	4 936	36 441
Management	19 775	–	–	–	–	–	–	19 775
Corporate Services	121 095	–	–	–	–	–	–	121 095
Financial Services	43 347	–	(4 000)	–	–	–	(4 000)	39 347
Internal Audit and Risk Management	14 555	–	–	–	–	–	–	14 555
Office Accommodation	45 431	–	4 000	–	–	–	4 000	49 431
Total	275 708	–	4 936	–	–	–	4 936	280 644

Programme 1: Administration (continued)

Economic classification		2019/20						
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Current payments	273 058	–	–	–	–	–	–	273 058
Compensation of employees	152 200	–	(8 000)	–	–	–	(8 000)	144 200
Goods and services	120 858	–	8 000	–	–	–	8 000	128 858
Transfers and subsidies	112	–	4 936	–	–	–	4 936	5 048
Provinces and municipalities	112	–	–	–	–	–	–	112
Households	–	–	4 936	–	–	–	4 936	4 936
Payments for capital assets	2 538	–	–	–	–	–	–	2 538
Machinery and equipment	2 538	–	–	–	–	–	–	2 538
Total	275 708	–	4 936	–	–	–	4 936	280 644

Programme 2: Regional and Urban Development and Legislative Support

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Management: Regional and Urban Development and Legislative Support	3 653	–	–	–	–	–	–	3 653
Local Government Legislative Support and Institutional Establishment	6 742	–	(360)	–	–	–	(360)	6 382
Urban Development Planning	11 255	–	(3 946)	–	–	–	(3 946)	7 309
Spatial Planning Districts and Regions	12 268	–	–	–	–	–	–	12 268
Intergovernmental Policy and Practice	11 453	–	–	–	–	–	–	11 453
Municipal Demarcation Board	56 568	–	7 700	–	–	–	7 700	64 268
South African Cities Network	7 765	–	–	–	–	–	–	7 765
Integrated Urban Development Grant	856 895	–	–	–	–	–	–	856 895
Total	966 599	–	3 394	–	–	–	3 394	969 993
Economic classification								
Current payments	45 371	–	(4 360)	–	–	–	(4 360)	41 011
Compensation of employees	29 682	–	(4 000)	–	–	–	(4 000)	25 682
Goods and services	15 689	–	(360)	–	–	–	(360)	15 329
Transfers and subsidies	921 228	–	7 754	–	–	–	7 754	928 982
Provinces and municipalities	856 895	–	–	–	–	–	–	856 895
Departmental agencies and accounts	56 568	–	7 700	–	–	–	7 700	64 268
Non-profit institutions	7 765	–	–	–	–	–	–	7 765
Households	–	–	54	–	–	–	54	54
Total	966 599	–	3 394	–	–	–	3 394	969 993

Programme 3: Institutional Development

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Management: Institutional Development	3 637	–	(2 000)	–	–	–	(2 000)	1 637
Municipal Human Resources Management Systems	10 419	–	6 000	–	–	–	6 000	16 419
Municipal Finance	31 154	–	–	–	–	–	–	31 154

Programme 3: Institutional Development (continued)

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Citizen Engagement	7 526	–	–	–	–	–	–	7 526
Anti-Corruption and Good Governance	5 678	–	2 000	–	–	–	2 000	7 678
Municipal Property Rates	12 494	–	–	–	–	–	–	12 494
Local Government Equitable Share	68 973 465	–	–	–	–	–	–	68 973 465
South African Local Government Association	33 879	–	–	–	–	–	–	33 879
Municipal Systems Improvement Grant	121 562	–	–	–	(10 500)	–	(10 500)	111 062
Department of Traditional Affairs	163 351	–	5 000	–	–	–	5 000	168 351
United Cities and Local Government of Africa	7 162	–	–	–	–	–	–	7 162
Total	69 370 327	–	11 000	–	(10 500)	–	500	69 370 827
Economic classification								
Current payments	191 870	–	5 989	–	(10 500)	–	(4 511)	187 359
Compensation of employees	41 017	–	(2 000)	–	–	–	(2 000)	39 017
Goods and services	150 853	–	7 989	–	(10 500)	–	(2 511)	148 342
Transfers and subsidies	69 178 457	–	5 000	–	–	–	5 000	69 183 457
Provinces and municipalities	68 973 465	–	–	–	–	–	–	68 973 465
Departmental agencies and accounts	197 230	–	5 000	–	–	–	5 000	202 230
Foreign governments and international organisations	2 032	–	–	–	–	–	–	2 032
Non-profit institutions	5 730	–	–	–	–	–	–	5 730
Payments for capital assets	–	–	11	–	–	–	11	11
Machinery and equipment	–	–	11	–	–	–	11	11
Total	69 370 327	–	11 000	–	(10 500)	–	500	69 370 827

Programme 4: National Disaster Management Centre

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Management: Head of the National Disaster Management Centre	4 070	–	300	–	–	–	300	4 370
Disaster Risk Reduction, Capacity Building and Intervention	51 785	–	(300)	–	–	–	(300)	51 485
Legislation and Policy Management	6 785	–	–	–	–	–	–	6 785
Integrated Provincial Disaster Management Support, Monitoring and Evaluation Systems	4 834	–	–	–	–	–	–	4 834
Fire Services	4 712	–	(1 200)	–	–	–	(1 200)	3 512
Information Technology, Intelligence and Information Management Systems	28 700	–	(3 000)	–	–	–	(3 000)	25 700
Disaster Relief Grant	466 392	–	–	–	–	–	–	466 392
Municipal Disaster Recovery Grant	193 953	–	–	(60 733)	–	–	(60 733)	133 220
Total	761 231	–	(4 200)	(60 733)	–	–	(64 933)	696 298

Programme 4: National Disaster Management Centre (continued)

Economic classification		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Current payments	98 247	–	(4 599)	–	–	–	(4 599)	93 648
Compensation of employees	26 884	–	(4 500)	–	–	–	(4 500)	22 384
Goods and services	71 363	–	(99)	–	–	–	(99)	71 264
Transfers and subsidies	660 345	–	399	(60 733)	–	–	(60 334)	600 011
Provinces and municipalities	660 345	–	–	(60 733)	–	–	(60 733)	599 612
Non-profit institutions	–	–	99	–	–	–	99	99
Households	–	–	300	–	–	–	300	300
Payments for capital assets	2 639	–	–	–	–	–	–	2 639
Machinery and equipment	2 639	–	–	–	–	–	–	2 639
Total	761 231	–	(4 200)	(60 733)	–	–	(64 933)	696 298

Programme 5: Local Government Support and Intervention Management

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Management: Local Government Support and Interventions	3 715	–	–	–	–	–	–	3 715
Municipal Performance Monitoring	11 907	–	360	–	–	–	360	12 267
Local Government Improvement Programme	35 866	–	55 000	–	–	–	55 000	90 866
Litigations and Interventions	8 501	–	(500)	–	–	–	(500)	8 001
Municipal Infrastructure Administration	39 735	–	(5 000)	–	–	–	(5 000)	34 735
Municipal Infrastructure Grant	14 816 103	–	–	–	–	–	–	14 816 103
Municipal Infrastructure Support Agent	343 976	–	–	–	–	–	–	343 976
Total	15 259 803	–	49 860	–	–	–	49 860	15 309 663
Economic classification								
Current payments	99 724	–	49 500	–	–	–	49 500	149 224
Compensation of employees	67 718	–	(5 500)	–	–	–	(5 500)	62 218
Goods and services	32 006	–	55 000	–	–	–	55 000	87 006
Transfers and subsidies	15 160 079	–	360	–	–	–	360	15 160 439
Provinces and municipalities	14 816 103	–	–	–	–	–	–	14 816 103
Departmental agencies and accounts	343 976	–	–	–	–	–	–	343 976
Households	–	–	360	–	–	–	360	360
Total	15 259 803	–	49 860	–	–	–	49 860	15 309 663

Programme 6: Community Work Programme

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Management: Community Work Programme	4 024 890	–	(64 990)	–	(300 000)	–	(364 990)	3 659 900
Programme Coordination	45 260	–	–	–	–	–	–	45 260
Partnerships, Norms, Standards and Innovation	13 969	–	–	–	–	–	–	13 969
Total	4 084 119	–	(64 990)	–	(300 000)	–	(364 990)	3 719 129

Programme 6: Community Work Programme (continued)

Economic classification		2019/20						Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation						
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Current payments	4 084 119	–	(71 000)	–	(300 000)	–	(371 000)	3 713 119
Compensation of employees	47 853	–	(15 000)	–	–	–	(15 000)	32 853
Goods and services	4 036 266	–	(56 000)	–	(300 000)	–	(356 000)	3 680 266
Transfers and subsidies	–	–	10	–	–	–	10	10
Households	–	–	10	–	–	–	10	10
Payments for capital assets	–	–	6 000	–	–	–	6 000	6 000
Machinery and equipment	–	–	6 000	–	–	–	6 000	6 000
Total	4 084 119	–	(64 990)	–	(300 000)	–	(364 990)	3 719 129

Details of adjustments to the 2019 Estimates of National Expenditure**Virements and shifts within the vote**

Programmes					
1. Administration					
2. Regional and Urban Development and Legislative Support					
3. Institutional Development					
4. National Disaster Management Centre					
5. Local Government Support and Intervention Management					
6. Community Work Programme					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(8 000)	Programme 1		8 000
Compensation of employees	Vacant posts ²	(8 000)	Goods and services	Office accommodation	8 000
Shifts within the programme as a percentage of the programme budget		2.9%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(4 360)	Programme 2		4 000
Compensation of employees	Vacant posts ²	(4 000)	Departmental agencies and accounts	Municipal Demarcation Board ²	4 000
Goods and services	Various non-core goods and services items	(360)	Programme 5		360
			Households	One-off gratuities to non-returning councillors	360
Shifts within the programme as a percentage of the programme budget		0.4%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 3		(2 011)	Programme 3		2 011
Compensation of employees	Vacant posts ²	(2 000)	Goods and services	Consultants for anti-corruption projects ²	2 000
Goods and services	Various non-core goods and services items	(11)	Machinery and equipment	Capital assets	11
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 4		(4 599)	Programme 3		4 200
Compensation of employees	Vacant posts ²	(4 200)	Departmental agencies and accounts	Department of Traditional Affairs ²	4 200
Goods and services	Vacant posts ¹	(300)	Programme 4		399
	Various non-core goods and services items	(99)	Households	Leave gratuities	300
Goods and services	Various non-core goods and services items	(99)	Non-profit institutions	Disaster Management Institute of Southern Africa ¹	99
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		0.6%			

From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 5		(5 500)	Programme 3		500
Compensation of employees	Vacant posts ²	(500)	Departmental agencies and accounts	Department of Traditional Affairs ²	500
	Vacant posts ²	(5 000)	Programme 5		5 000
			Goods and services	Consultants for the new district model	5 000
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 6		(71 000)	Programme 1		4 936
Compensation of employees	Vacant posts ¹	(4 936)	Households	Leave gratuities	4 936
	Vacant posts ¹	(54)	Programme 2		3 754
	Vacant posts ²	(3 700)	Households	Leave gratuities	54
	Vacant posts ²	(6 000)	Departmental agencies and accounts	Municipal Demarcation Board ²	3 700
	Vacant posts ²	(300)	Programme 3		6 300
	Vacant posts ¹	(10)	Goods and services	Municipal human resources management systems	6 000
Goods and services	Various non-core goods and services items	(50 000)	Departmental agencies and accounts	Department of Traditional Affairs ²	300
	Various non-core goods and services items	(6 000)	Programme 6		10
			Households	Leave gratuities	10
			Programme 5		50 000
			Goods and services	Consultants for the new district model	50 000
			Programme 6		6 000
			Machinery and equipment	Capital assets	6 000
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		1.6%			
Total		(95 470)			95 470

1. National Treasury approval has been obtained.

2. Only the legislature may approve this virement.

Funds shifted between votes – R60.733 million

Programme 4: National Disaster Management Centre

R60.733 million has been shifted to the Department of Transport to pay for flood damaged roads in the Eastern Cape.

Declared unspent funds – R310.500 million

Programme 3: Institutional Development

R10.5 million in unspent funds has been declared on the *municipal systems improvement grant* due to persistent underspending.

Programme 6: Community Work Programme

R300 million in unspent funds has been declared on the *Community Work Programme* programme due to persistent underspending.

Other adjustments – R5 million**Funds shifted between departments**

Programme 3: Institutional Development

R5 million has been transferred to the Department of Traditional Affairs for projected increased expenditure on legal costs, audit costs, travel and subsistence, and operating leases.

Expenditure outcome for 2018/19 and actual expenditure for 2019/20

Programme		2018/19				2019/20			
	Adjusted appropriation	Outcome				Adjusted appropriation/ Total (%)		Actual expenditure	
		Apr 18 - Sep 18	% of adjusted appropriation	Apr 18 - Mar 19	% of adjusted appropriation			Apr 19 - Sep 19	% of adjusted appropriation
R thousand									
Administration	298 986	137 424	46.0	293 785	98.3	280 644	0.3	137 239	48.9
Regional and Urban Development and Legislative Support	99 875	55 261	55.3	99 739	99.9	969 993	1.1	334 894	34.5
Institutional Development	63 117 938	26 134 637	41.4	61 120 171	96.8	69 370 827	76.8	28 557 836	41.2
National Disaster Management Centre	1 962 716	155 475	7.9	1 370 257	69.8	696 298	0.8	21 906	3.1
Local Government Support and Intervention Management	15 706 373	5 892 982	37.5	15 705 790	100.0	15 309 663	16.9	4 915 909	32.1
Community Work Programme	3 851 123	1 443 944	37.5	3 328 642	86.4	3 719 129	4.1	1 415 889	38.1
Total	85 037 011	33 819 723	39.8	81 918 384	96.3	90 346 554	100.0	35 383 673	39.2
Economic classification									
Current payments	4 452 279	1 678 244	37.7	3 901 829	87.6	4 457 419	4.9	1 677 394	37.6
Compensation of employees	310 025	151 419	48.8	306 841	99.0	326 354	0.4	156 754	48.0
Goods and services	4 142 254	1 526 825	36.9	3 594 988	86.8	4 131 065	4.6	1 520 640	36.8
Transfers and subsidies	80 535 711	32 138 951	39.9	77 971 531	96.8	85 877 947	95.1	33 692 732	39.2
Provinces and municipalities	79 922 083	31 872 353	39.9	77 359 186	96.8	85 246 187	94.4	33 469 350	39.3
Departmental agencies and accounts	594 430	205 883	34.6	594 430	100.0	610 474	0.7	219 484	36.0
Foreign governments and international organisations	1 572	—	—	289	18.4	2 032	0.0	—	—
Non-profit institutions	15 252	60 314	395.4	15 252	100.0	13 594	0.0	2 500	18.4
Households	2 374	401	16.9	2 374	100.0	5 660	0.0	1 398	24.7
Payments for capital assets	48 519	2 519	5.2	44 522	91.8	11 188	0.0	13 547	121.1
Machinery and equipment	48 519	2 519	5.2	44 522	91.8	11 188	0.0	13 547	121.1
Payments for financial assets	502	9	1.8	502	100.0	—	—	—	—
Total	85 037 011	33 819 723	39.8	81 918 384	96.3	90 346 554	100.0	35 383 673	39.2

Expenditure trends for the first half of 2019/20

Total expenditure in 2018/19 was R81.9 billion, 96.3 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2018/19 was R33.8 billion, 39.8 per cent of the 2018/19 adjusted appropriation, whereas expenditure in the first half of 2019/20 was R35.4 billion, 39.2 per cent of the adjusted appropriation for the year. Compared to the first half of 2018/19, expenditure over the same period in 2019/20 increased by

R1.6 billion, 4.6 per cent, mainly due to an increase in spending on the Community Work Programme programme and the integrated urban development grant as a result of additional budget allocations.

Departmental receipts

R thousand	2018/19					2019/20				
	Adjusted estimate	Outcome				Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 18 - Sep 18	Apr 18 - Sep 18 % of adjusted estimate	Apr 18 - Mar 19	Apr 18 - Mar 19 % of adjusted estimate				Apr 19 - Sep 19	Apr 19 - Sep 19 % of adjusted estimate
Departmental receipts	43 768	43 478	99.3	44 580	101.9	1 965	2 048	100.0	978	47.8
Sales of goods and services produced by department	335	234	69.9	329	98.2	395	443	21.6	103	23.3
Sales of scrap, waste, arms and other used current goods	—	—	—	—	—	10	5	0.2	—	—
Interest, dividends and rent on land	950	807	84.9	1 132	119.2	1 020	1 000	48.8	275	27.5
Sales of capital assets	100	54	54.0	621	621.0	40	159	7.8	159	100.0
Transactions in financial assets and liabilities	42 383	42 383	100.0	42 498	100.3	500	441	21.5	441	100.0
Total	43 768	43 478	99.3	44 580	101.9	1 965	2 048	100.0	978	47.8

Revenue trends for the first half of 2019/20

Mid-year revenue in 2018/19 was R43.5 million, 99.3 per cent of the 2018/19 adjusted estimate, whereas revenue in the first half of 2019/20 was R978 000, 47.8 per cent of the adjusted estimate of R2 million for the year. Compared to the first half of 2018/19, revenue over the same period in 2019/20 decreased by R42.5 million, 97.8 per cent, mainly due to the repayment of overpaid funds to municipalities.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

Summary of changes to transfers and subsidies per programme								
2019/20								
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration								
Households								
Social benefits								
Current	—	—	4 936	—	—	—	4 936	4 936
Employee social benefits	—	—	4 936	—	—	—	4 936	4 936
Regional and Urban Development and Legislative Support								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	56 568	—	7 700	—	—	—	7 700	64 268
Municipal Demarcation Board	56 568	—	7 700	—	—	—	7 700	64 268

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

2019/20								
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Households								
Social benefits								
Current	–	–	54	–	–	–	54	54
Employee social benefits	–	–	54	–	–	–	54	54
Institutional Development								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	163 351	–	5 000	–	–	–	5 000	168 351
Department of Traditional Affairs	163 351	–	5 000	–	–	–	5 000	168 351
National Disaster Management Centre								
Provinces and municipalities								
Municipalities								
Municipal bank accounts								
Current	193 953	–	–	(60 733)	–	–	(60 733)	133 220
Municipal disaster recovery grant	193 953	–	–	(60 733)	–	–	(60 733)	133 220
Non-profit institutions								
Current	–	–	99	–	–	–	99	99
Disaster Management Institute of Southern Africa	–	–	99	–	–	–	99	99
Households								
Social benefits								
Current	–	–	300	–	–	–	300	300
Employee social benefits	–	–	300	–	–	–	300	300
Local Government Support and Intervention								
Management								
Households								
Other transfers to households								
Current	–	–	360	–	–	–	360	360
Non-returning local government councillors	–	–	360	–	–	–	360	360
Community Work Programme								
Households								
Other transfers to households								
Current	–	–	10	–	–	–	10	10
Employee social benefits	–	–	10	–	–	–	10	10

Summary of changes to conditional grants: Local government

2019/20								
		Adjustments appropriation					Adjusted appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		Total adjustments appropriation
R thousand	Appropriation							
National Disaster Management Centre	529 441	–	–	(60 733)	–	–	(60 733)	468 708
Municipal disaster recovery grant	193 953	–	–	(60 733)	–	–	(60 733)	133 220

Other department within the vote

Traditional Affairs

Adjusted budget summary

		2019/20		
R thousand	Appropriation	Adjustments appropriation		Adjusted appropriation
		Decrease	Increase	
Amount to be appropriated	163 351	–	5 000	168 351
<i>of which:</i>				
Current payments	115 449	–	5 000	120 449
Transfers and subsidies	45 196	–	–	45 196
Payments for capital assets	2 706	–	–	2 706
Executive authority	Minister of Cooperative Governance and Traditional Affairs			
Accounting officer	Director-General of Traditional Affairs			
Website address	www.dta.gov.za			

Department purpose

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

Mid-year performance status

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2019/20 as published in the 2019 ENE	Achieved in the first half of 2019/20 (April to September)	Changed target for 2019/20
Number of research projects conducted on the history and development of African, Khoi, Nama and San languages per year	Research, Policy and Legislation	Outcome 14: Nation building and social cohesion	2	0	–
Number of provinces trained on the development of genealogies for senior traditional leaders per year	Research, Policy and Legislation		2	2	–

Mid-year progress

For the first half of 2019/20, no research projects were conducted on the history and development of African, Khoi, Nama and San languages.

The department met its annual target of training 2 provinces on the development of genealogies for senior traditional leaders in the first half of the financial year.

Adjusted estimates

Programme		2019/20						
		Adjustments appropriation					Adjusted appropriation	
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		Total adjustments appropriation
R thousand	Appropriation							
Administration	49 230	—	—	1 186	—	—	1 186	50 416
Research, Policy and Legislation	19 181	—	—	184	—	—	184	19 365
Institutional Support and Coordination	94 940	—	—	3 630	—	—	3 630	98 570
Total	163 351	—	—	5 000	—	—	5 000	168 351

Economic classification		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Current payments	115 449	–	–	5 000	–	–	5 000	120 449
Compensation of employees	79 466	–	–	–	–	–	–	79 466
Goods and services	35 983	–	–	5 000	–	–	5 000	40 983
Transfers and subsidies	45 196	–	–	–	–	–	–	45 196
Provinces and municipalities	5	–	–	–	–	–	–	5
Departmental agencies and accounts	45 191	–	–	–	–	–	–	45 191
Payments for capital assets	2 706	–	–	–	–	–	–	2 706
Machinery and equipment	2 706	–	–	–	–	–	–	2 706
Total	163 351	–	–	5 000	–	–	5 000	168 351

Programme 1: Administration

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Ministry	8 492	–	–	500	–	–	500	8 992
Management of Traditional Affairs	15 458	–	–	–	–	–	–	15 458
Corporate Services	20 419	–	–	686	–	–	686	21 105
Internal Audit	4 861	–	–	–	–	–	–	4 861
Total	49 230	–	–	1 186	–	–	1 186	50 416
Economic classification								
Current payments	46 517	–	–	1 186	–	–	1 186	47 703
Compensation of employees	33 645	–	–	–	–	–	–	33 645
Goods and services	12 872	–	–	1 186	–	–	1 186	14 058
Transfers and subsidies	7	–	–	–	–	–	–	7
Provinces and municipalities	5	–	–	–	–	–	–	5
Departmental agencies and accounts	2	–	–	–	–	–	–	2
Payments for capital assets	2 706	–	–	–	–	–	–	2 706
Machinery and equipment	2 706	–	–	–	–	–	–	2 706
Total	49 230	–	–	1 186	–	–	1 186	50 416

Programme 2: Research, Policy and Legislation

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Management	2 038	–	–	184	–	–	184	2 222
Policy and Legislation	4 500	–	–	–	–	–	–	4 500
Research and Information Management	12 643	–	–	–	–	–	–	12 643
Total	19 181	–	–	184	–	–	184	19 365
Economic classification								
Current payments	19 181	–	–	184	–	–	184	19 365
Compensation of employees	15 324	–	–	–	–	–	–	15 324
Goods and services	3 857	–	–	184	–	–	184	4 041
Total	19 181	–	–	184	–	–	184	19 365

Programme 3: Institutional Support and Coordination

Subprogramme		2019/20						
		Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
R thousand	Appropriation							
Management	3 710	–	–	425	–	–	425	4 135
Institutional Development and Capacity Building	8 060	–	–	–	–	–	–	8 060
Intergovernmental Relations and Partnerships	8 907	–	–	–	–	–	–	8 907
National House of Traditional Leaders	20 388	–	–	–	–	–	–	20 388
Commission for the Promotion and Protection of the Rights of Cultural, Religious and Linguistic Communities	45 189	–	–	–	–	–	–	45 189
Disputes and Claims Resolution	8 686	–	–	3 205	–	–	3 205	11 891
Total	94 940	–	–	3 630	–	–	3 630	98 570
Economic classification								
Current payments	49 751	–	–	3 630	–	–	3 630	53 381
Compensation of employees	30 497	–	–	–	–	–	–	30 497
Goods and services	19 254	–	–	3 630	–	–	3 630	22 884
Transfers and subsidies	45 189	–	–	–	–	–	–	45 189
Departmental agencies and accounts	45 189	–	–	–	–	–	–	45 189
Total	94 940	–	–	3 630	–	–	3 630	98 570

Funds shifted between departments - R5 million

Various programmes

R5 million has been transferred from the Department of Cooperative Governance for projected increased expenditure on legal costs, audit costs, travel and subsistence, and operating leases.

Expenditure outcome for 2018/19 and actual expenditure for 2019/20

Programme		2018/19				2019/20			
		Outcome				Actual expenditure			
		Apr 18 - Sep 18		Apr 18 - Mar 19		Adjusted appropriation/Total (%)		Apr 19 - Sep 19	
R thousand	Adjusted appropriation	Apr 18 - Sep 18	% of adjusted appropriation	Apr 18 - Mar 19	% of adjusted appropriation	Adjusted appropriation		Apr 19 - Sep 19	% of adjusted appropriation
Administration	47 021	19 672	41.8	41 298	87.8	50 416	29.9	23 146	45.9
Research, Policy and Legislation	18 640	7 615	40.9	17 077	91.6	19 365	11.5	8 379	43.3
Institutional Support and Coordination	97 645	41 084	42.1	95 888	98.2	98 570	58.6	47 776	48.5
Total	163 306	68 371	41.9	154 263	94.5	168 351	100.0	79 301	47.1
Economic classification									
Current payments	111 844	46 519	41.6	103 353	92.4	120 449	71.5	56 155	46.6
Compensation of employees	73 853	32 141	43.5	65 627	88.9	79 466	47.2	35 749	45.0
Goods and services	37 991	14 378	37.8	37 726	99.3	40 983	24.3	20 406	49.8

Economic classification	2018/19					2019/20			
	Adjusted appropriation	Outcome				Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure	
		Apr 18 - Sep 18	% of adjusted appropriation	Apr 18 - Mar 19	% of adjusted appropriation			Apr 19 - Sep 19	% of adjusted appropriation
R thousand		Apr 18 - Sep 18		Apr 18 - Mar 19		Adjusted appropriation		Apr 19 - Sep 19	
Transfers and subsidies	48 800	21 654	44.4	49 023	100.5	45 196	26.8	22 728	50.3
Provinces and municipalities	5	—	—	3	60.0	5	0.0	3	60.0
Departmental agencies and accounts	48 795	21 457	44.0	48 795	100.0	45 191	26.8	22 595	50.0
Households	—	197	—	225	—	—	—	130	—
Payments for capital assets	2 662	198	7.4	1 848	69.4	2 706	1.6	418	15.4
Machinery and equipment	2 662	198	7.4	1 848	69.4	2 706	1.6	418	15.4
Payments for financial assets	—	—	—	39	—	—	—	—	—
Total	163 306	68 371	41.9	154 263	94.5	168 351	100.0	79 301	47.1

Expenditure trends for the first half of 2019/20

Total expenditure in 2018/19 was R154.3 million, 94.5 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2018/19 was R68.4 million, 41.9 per cent of the 2018/19 adjusted appropriation, whereas expenditure in the first half of 2019/20 was R79.3 million, 47.1 per cent of the adjusted appropriation of R168.4 million for the year. Compared to the first half of 2018/19, expenditure over the same period in 2019/20 increased by R10.9 million, 16 per cent, mainly due to an increase in audit and legal fees for traditional leadership cases.

Departmental receipts

Economic classification	2018/19					2019/20				
	Adjusted estimate	Outcome				Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 18 - Sep 18	% of adjusted estimate	Apr 18 - Mar 19	% of adjusted estimate				Apr 19 - Sep 19	% of adjusted estimate
R thousand		Apr 18 - Sep 18		Apr 18 - Mar 19		Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Apr 19 - Sep 19	
Departmental receipts	127	116	91.3	140	110.2	48	49	100.0	25	51.0
Sales of goods and services produced by department	27	22	81.5	140	518.5	48	49	100.0	25	51.0
Transactions in financial assets and liabilities	100	94	94.0	—	—	—	—	—	—	—
Total	127	116	91.3	140	110.2	48	49	100.0	25	51.0

Revenue trends for the first half of 2019/20

Mid-year revenue in 2018/19 was R116 000, 91.3 per cent of the 2018/19 adjusted estimate, whereas revenue in the first half of 2019/20 was R25 000, 51 per cent of the adjusted estimate of R49 000 for the year. Compared to the first half of 2018/19, revenue over the same period in 2019/20 decreased by R91 000, 78.4 per cent, mainly due to refunds from a cancelled foreign trip.