

# Vote 38

## Human Settlements

### Budget summary

R million	2017/18					2018/19	2019/20
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Payments for financial assets	Total	Total
<b>MTEF allocation</b>							
Administration	457.7	454.1	0.0	3.5	–	450.2	479.8
Human Settlements Policy, Strategy and Planning	93.6	89.9	2.8	0.9	–	89.8	95.7
Human Settlements Delivery Support	217.3	206.4	9.8	1.1	–	216.4	229.7
Housing Development Finance	32 695.8	26.9	32 518.6	0.2	150.0	34 658.3	36 642.2
<b>Total expenditure estimates</b>	<b>33 464.3</b>	<b>777.4</b>	<b>32 531.3</b>	<b>5.7</b>	<b>150.0</b>	<b>35 414.7</b>	<b>37 447.5</b>
Executive authority	Minister of Human Settlements						
Accounting officer	Director General of Human Settlements						
Website address	www.dhs.gov.za						

The Estimates of National Expenditure e-publications for individual votes are available on [www.treasury.gov.za](http://www.treasury.gov.za). These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, entities, donor funding, public private partnerships, conditional grants to provinces and municipalities, and expenditure information at the level of site service delivery, where appropriate.

### Vote purpose

Facilitate the creation of sustainable human settlements and the improvement to household quality of life.

### Mandate

The Department of Human Settlements derives its core mandate and responsibilities from section 26 of the Constitution and section 3 of the Housing Act (1997), read in conjunction with approved policies and chapter 8 of the National Development Plan (NDP). This allows the department, in collaboration with provinces and municipalities, to establish and facilitate a sustainable national housing development process. The department does this by: determining national policy and national norms and standards for housing and human settlements development; and setting broad national housing delivery goals, and monitoring the financial and non-financial performance of provinces and municipalities against these goals. In executing these roles and responsibilities, the department also builds capacity for provinces and municipalities, and promotes consultation with all stakeholders in the housing delivery chain, including civil society and the private sector.

### Selected performance indicators

Table 38.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of municipalities provided with technical assistance for informal settlement upgrading per year	Human Settlements Delivery Support	Outcome 8: Sustainable human settlements and improved quality of household life	20	62	91	53	41	41	39
Number of informal settlements with settlement upgrading plans per year	Human Settlements Delivery Support		148	336	76	473	446	546	475
Number of title deeds registered to eradicate backlog per year	Housing Development Finance		– <sup>1</sup>	– <sup>1</sup>	– <sup>1</sup>	– <sup>1</sup>	207 146	247 500	247 000
Number of title deeds registered for new developments per year	Housing Development Finance		– <sup>1</sup>	– <sup>1</sup>	– <sup>1</sup>	– <sup>1</sup>	170 240	170 240	170 241
Number of additional People's Housing Process subsidies allocated to approved beneficiaries per year	Housing Development Finance		– <sup>1</sup>	4 802	8 498	7 000	7 500	8 000	8 500
Number of subsidy housing units completed per year	Housing Development Finance		105 936	94 566	99 904	108 017	113 341	117 105	138 084
Number of additional households living in affordable rental housing units per year	Housing Development Finance		4 984	5 668	12 097	5 447	13 920	20 429	20 822
Number of households benefiting from informal settlements upgraded to level 2 per year	Housing Development Finance		41 496	74 017	52 349	189 039	189 039	204 943	229 653

**Table 38.1 Performance indicators by programme and related outcome**

Indicator	Programme	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of finance-linked individual subsidy programme subsidies allocated to approved beneficiaries per year	Housing Development Finance	Outcome 8: Sustainable human settlements and improved quality of household life	-1	1 193	2 253	17 231	17 231	18 680	30 643
Number of integrated and catalytic projects initiated per year	Housing Development Finance		-1	-1	13	12	8	7	10

1. No historical data available.

## Expenditure analysis

The Department of Human Settlements is committed to the NDP's vision of transforming human settlements and the spatial economy to create more functionally integrated, balanced and vibrant urban settlements by 2030. Outcome 8 (sustainable human settlements and improved quality of household life) of government's 2014-2019 medium-term strategic framework guides the department's work over the medium term towards ensuring that poor households have access to adequate housing in better living environments, and that institutional capacity and coordination is improved.

### Delivery channels

The department's budget for 2016/17 amounts to R30.7 billion and is expected to increase to R37.4 billion in 2019/20, at an average annual rate of 6.9 per cent. Over the next three years, the department plans to initiate 25 catalytic projects that it will use as the main driver for delivering housing opportunities. Housing opportunities are implemented by provinces, metropolitan municipalities and public entities that are funded through conditional grants and transfers to departmental agencies and accounts. The budget for these transfers is located in the *Housing Development Finance* programme and is expected to increase at an average annual rate of 7 per cent over the medium term, from R29.8 billion in 2016/17 to R36.6 billion in 2019/20. As a result, the department expects to facilitate the delivery of 368 530 fully subsidised units, disburse 66 554 finance-linked individual subsidies and upgrade 623 635 houses in informal settlements by 2019. This will be funded through the *human settlements development grant*, which is expected to increase from R18.3 billion in 2016/17 to R22.3 billion by 2019/20, at an average annual rate of 6.9 per cent. The cost of delivering these programmes in metropolitan municipalities will be supported through the *urban settlements development grant*, a supplementary capital grant to the eight metropolitan municipalities that focuses on providing land, bulk infrastructure and basic services to poor households, and, in particular, for the upgrading of households in informal settlements. This grant is expected to increase at an average annual rate of 5.2 per cent to R12.6 billion by 2019/20.

In addition, 55 171 social rental housing units are expected to be delivered by 2019. This will primarily be funded and facilitated through the Social Housing Regulatory Authority's capital programme, which is expected to total R3.2 billion over the medium term. This budget is the largest and most rapidly growing component of the department's transfers to departmental agencies and accounts over the period, increasing at an average annual rate of 42.9 per cent. Another of the department's focus areas through its implementing agencies is providing title deeds for subsidised housing beneficiaries. The title deeds restoration programme, which is funded through the provincial *human settlements development grant*, is expected to deliver 701 646 title deeds related to the backlog (pre-1994), as well as 510 721 title deeds linked to new beneficiaries.

### Aligning policy with delivery models

Building on the 2004 breaking new ground strategy, the department expects to produce a new white paper on human settlements by 2017/18. The document is intended to formalise the shift in the department's approach from providing housing to developing sustainable human settlements. Under the new approach, the state seeks to develop partnerships with the private sector, communities and individual households to deliver sustainable and affordable accommodation in close proximity to social and economic opportunities. When approved, the white paper will form the basis of new human settlements legislation to replace the Housing Act (1997). Development of the white paper will be funded through the *Human Settlements Policy, Strategy and Planning* programme.

Further work is expected to be undertaken by the department in systematically reviewing and improving policies and delivery models related to affordable rental (social housing), demand-side subsidies such as finance-linked individual subsidies, and the upgrading of informal settlements through an evidence-based approach over the medium term. As a result of these expected activities, expenditure in the *Human Settlements Policy, Strategy and Planning* programme is expected to increase from R88.1 million in 2016/17 to R95.7 million in 2019/20.

### Creating operational capacity

Over the MTEF period, the department expects to finalise the consolidation of the National Housing Finance Corporation, the National Urban Reconstruction and Housing Agency, and the Rural Housing Loan Fund into a single human settlements development finance institution. Once established, the new institution is expected to provide more effective access to affordable housing finance. The department expects to complete the strategic framework and legislation for the new institution by the end of 2017/18.

Through the national upgrading support programme, which is allocated R150 million over the medium term, the department plans to continue providing project-level technical support to 121 municipalities and providing 1 467 informal settlement upgrade plans to related municipalities. As a result, the budget of the *Human Settlements Delivery Support* programme is expected to increase at an average annual rate of 1.9 per cent to R229.7 million in 2019/20.

As of September 2016, the department had 648 filled posts, of which 69.4 per cent were in the *Administration* programme. Spending on compensation of employees was estimated at R371.5 million in 2016/17, and is expected to increase at an average annual rate of 3 per cent over the medium term as a result of the Cabinet-approved compensation of employees ceiling. As a result, the number of filled posts is expected to be 595 by 2019, largely through natural attrition and lapsed contracts over the next three years.

## Expenditure trends

Table 38.2 Vote expenditure trends by programme and economic classification

Programmes																								
1. Administration																								
2. Human Settlements Policy, Strategy and Planning																								
3. Human Settlements Delivery Support																								
4. Housing Development Finance																								
Programme	Annual budget			Adjusted appropriation			Audited outcome			Annual budget			Adjusted appropriation			Audited outcome			Average: Outcome/Annual budget (%)			Average: Outcome/Adjusted appropriation (%)		
R million	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2013/14 - 2016/17	2017/18 - 2018/19	2013/14 - 2016/17	2017/18 - 2018/19								
Programme 1	422.4	422.4	280.4	425.9	433.3	433.1	435.1	440.6	411.1	442.3	460.1	460.1	91.8%	90.2%	91.8%	90.2%								
Programme 2	84.1	84.1	73.3	89.4	87.0	78.7	74.3	73.5	75.7	83.1	88.1	88.1	95.5%	94.9%	95.5%	94.9%								
Programme 3	153.6	188.9	98.7	207.0	183.5	133.7	169.8	165.6	120.8	224.6	217.3	217.3	75.6%	75.5%	75.6%	75.5%								
Programme 4	27 377.1	27 280.0	26 990.8	28 695.3	28 713.9	28 712.7	30 264.1	29 863.6	29 426.9	29 940.9	29 930.9	29 930.9	99.0%	99.4%	99.0%	99.4%								
<b>Total</b>	<b>28 037.2</b>	<b>27 975.4</b>	<b>27 443.3</b>	<b>29 417.6</b>	<b>29 417.6</b>	<b>29 358.2</b>	<b>30 943.4</b>	<b>30 543.4</b>	<b>30 034.5</b>	<b>30 690.9</b>	<b>30 696.4</b>	<b>30 696.4</b>	<b>98.7%</b>	<b>99.1%</b>	<b>98.7%</b>	<b>99.1%</b>								
Change to 2016 Budget estimate													5.5											
Economic classification																								
<b>Current payments</b>	<b>724.2</b>	<b>700.2</b>	<b>454.5</b>	<b>733.0</b>	<b>696.6</b>	<b>605.8</b>	<b>687.0</b>	<b>674.8</b>	<b>603.7</b>	<b>758.9</b>	<b>757.8</b>	<b>757.8</b>	<b>83.4%</b>	<b>85.6%</b>	<b>83.4%</b>	<b>85.6%</b>								
Compensation of employees	330.1	326.9	240.2	351.7	328.8	290.9	322.2	320.8	310.2	383.5	371.5	371.5	87.4%	90.0%	87.4%	90.0%								
Goods and services	393.7	373.2	214.3	381.3	367.7	314.9	364.7	354.0	293.5	375.4	386.3	386.3	79.8%	81.6%	79.8%	81.6%								
Interest and rent on land	0.4	-	0.0	-	0.0	0.0	-	0.0	0.0	-	-	-	18.2%	711.1%	18.2%	711.1%								
<b>Transfers and subsidies</b>	<b>27 209.8</b>	<b>27 165.6</b>	<b>26 879.7</b>	<b>28 450.6</b>	<b>28 480.9</b>	<b>28 507.6</b>	<b>30 252.4</b>	<b>29 692.7</b>	<b>29 255.4</b>	<b>29 826.5</b>	<b>29 821.5</b>	<b>29 821.5</b>	<b>98.9%</b>	<b>99.4%</b>	<b>98.9%</b>	<b>99.4%</b>								
Provinces and municipalities	26 167.5	26 105.2	26 105.2	27 669.1	27 669.1	27 669.1	28 857.0	28 957.0	28 957.0	29 123.5	29 123.5	29 123.5	100.0%	100.0%	100.0%	100.0%								
Departmental agencies and accounts	1 033.8	1 050.8	764.6	772.1	793.2	798.0	1 385.5	724.5	287.9	692.4	682.4	682.4	-	-	-	-								
Higher education institutions	3.2	3.7	3.9	3.9	4.5	4.5	-	-	-	-	-	-	118.2%	102.4%	118.2%	102.4%								
Foreign governments and international organisations	1.1	1.6	1.1	1.1	1.1	1.3	1.2	1.2	1.4	1.2	1.2	1.2	108.8%	98.0%	108.8%	98.0%								
Public corporations and private enterprises	-	-	-	-	4.0	4.0	-	-	-	-	5.0	5.0	-	100.0%	-	100.0%								
Households	4.2	4.3	4.8	4.5	9.0	30.8	8.8	10.0	9.2	9.4	9.4	9.4	201.6%	165.6%	201.6%	165.6%								

Table 38.2 Vote expenditure trends by programme and economic classification

	Annual budget			Annual budget			Annual budget			Annual budget			Average: Outcome/Annual budget (%)	Average: Outcome/Adjusted appropriation (%)
	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Adjusted appropriation	Revised estimate	Annual budget	Adjusted appropriation		
R million	2013/14			2014/15			2015/16			2016/17			2013/14 - 2016/17	
<b>Payments for capital assets</b>	<b>3.3</b>	<b>9.7</b>	<b>8.9</b>	<b>3.9</b>	<b>10.2</b>	<b>14.7</b>	<b>4.0</b>	<b>14.8</b>	<b>14.1</b>	<b>5.5</b>	<b>17.1</b>	<b>17.1</b>	<b>328.6%</b>	<b>105.9%</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	0.2	0.2	-	-	-	-	96.3%
Machinery and equipment	3.0	9.2	8.2	3.7	9.9	13.3	3.7	14.5	13.8	5.2	16.8	16.8	332.4%	103.3%
Software and other intangible assets	0.2	0.5	0.7	0.2	0.2	1.4	0.3	0.1	0.1	0.3	0.3	0.3	245.1%	229.1%
<b>Payments for financial assets</b>	<b>100.0</b>	<b>100.0</b>	<b>100.2</b>	<b>230.0</b>	<b>230.0</b>	<b>230.1</b>	<b>-</b>	<b>161.1</b>	<b>161.3</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>137.6%</b>	<b>100.1%</b>
<b>Total</b>	<b>28 037.2</b>	<b>27 975.4</b>	<b>27 443.3</b>	<b>29 417.6</b>	<b>29 417.6</b>	<b>29 358.2</b>	<b>30 943.4</b>	<b>30 543.4</b>	<b>30 034.5</b>	<b>30 690.9</b>	<b>30 696.4</b>	<b>30 696.4</b>	<b>98.7%</b>	<b>99.1%</b>

## Expenditure estimates

Table 38.3 Vote expenditure estimates by programme and economic classification

Programmes									
1. Administration									
2. Human Settlements Policy, Strategy and Planning									
3. Human Settlements Delivery Support									
4. Housing Development Finance									
Programme	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)	
R million	2016/17	2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20		
Programme 1	460.1	2.9%	1.3%	457.7	450.2	479.8	1.4%	1.3%	
Programme 2	88.1	1.6%	0.3%	93.6	89.8	95.7	2.8%	0.3%	
Programme 3	217.3	4.8%	0.5%	217.3	216.4	229.7	1.9%	0.6%	
Programme 4	29 930.9	3.1%	97.9%	32 695.8	34 658.3	36 642.2	7.0%	97.7%	
<b>Total</b>	<b>30 696.4</b>	<b>3.1%</b>	<b>100.0%</b>	<b>33 464.3</b>	<b>35 414.7</b>	<b>37 447.5</b>	<b>6.9%</b>	<b>100.0%</b>	
Change to 2016 Budget estimate				(1 102.0)	(1 205.3)	(1 230.9)			
Economic classification									
<b>Current payments</b>	<b>757.8</b>	<b>2.7%</b>	<b>2.1%</b>	<b>777.4</b>	<b>766.6</b>	<b>816.5</b>	<b>2.5%</b>	<b>2.3%</b>	
Compensation of employees	371.5	4.4%	1.0%	383.3	376.9	405.7	3.0%	1.1%	
Goods and services	386.3	1.2%	1.0%	394.1	389.7	410.9	2.1%	1.2%	
<b>Transfers and subsidies</b>	<b>29 821.5</b>	<b>3.2%</b>	<b>97.4%</b>	<b>32 531.3</b>	<b>34 562.1</b>	<b>36 574.7</b>	<b>7.0%</b>	<b>97.4%</b>	
Provinces and municipalities	29 123.5	3.7%	95.2%	31 351.6	33 071.3	34 969.0	6.3%	93.8%	
Departmental agencies and accounts	682.4	-13.4%	2.2%	1 167.0	1 479.0	1 593.2	32.7%	3.6%	
Foreign governments and international organisations	1.2	-7.9%	0.0%	1.3	1.3	1.4	5.5%	0.0%	
Public corporations and private enterprises	5.0	-	0.0%	1.5	-	-	-100.0%	0.0%	
Households	9.4	30.0%	0.0%	9.9	10.4	11.0	5.5%	0.0%	
<b>Payments for capital assets</b>	<b>17.1</b>	<b>20.8%</b>	<b>0.0%</b>	<b>5.7</b>	<b>6.0</b>	<b>6.3</b>	<b>-28.2%</b>	<b>0.0%</b>	
Machinery and equipment	16.8	22.2%	0.0%	5.7	6.0	6.3	-27.8%	0.0%	
Software and other intangible assets	0.3	-15.6%	0.0%	-	-	-	-100.0%	0.0%	
<b>Payments for financial assets</b>	<b>100.0</b>	<b>0.0%</b>	<b>0.5%</b>	<b>150.0</b>	<b>80.0</b>	<b>50.0</b>	<b>-20.6%</b>	<b>0.3%</b>	
<b>Total</b>	<b>30 696.4</b>	<b>3.1%</b>	<b>100.0%</b>	<b>33 464.3</b>	<b>35 414.7</b>	<b>37 447.5</b>	<b>6.9%</b>	<b>100.0%</b>	

## Goods and services expenditure trends and estimates

Table 38.4 Vote goods and services expenditure trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2013/14	2014/15	2015/16				2016/17	2013/14 - 2016/17	2017/18		
R thousand											
Administrative fees	533	375	324	465	-4.4%	0.1%	314	314	330	-10.8%	0.1%
Advertising	23 262	29 607	20 019	24 712	2.0%	8.1%	24 650	22 698	23 932	-1.1%	6.1%
Minor assets	586	605	1 664	3 736	85.4%	0.5%	7 821	7 821	8 247	30.2%	1.7%
Audit costs: External	8 689	6 392	7 169	8 894	0.8%	2.6%	128 701	9 161	9 658	2.8%	2.3%
Bursaries: Employees	935	1 222	974	1 980	28.4%	0.4%	2 039	2 039	2 150	2.8%	0.5%
Catering: Departmental activities	6 077	5 016	4 568	3 393	-17.7%	1.6%	3 863	3 863	4 075	6.3%	1.0%
Communication	7 682	10 887	9 798	10 296	10.3%	3.2%	10 962	10 962	11 555	3.9%	2.8%
Computer services	26 812	31 044	43 874	69 340	37.3%	14.1%	58 351	58 351	61 535	-3.9%	15.7%

Table 38.4 Vote goods and services expenditure trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Consultants: Business and advisory services	30 856	72 082	34 484	119 815	57.2%	21.3%	128 701	126 219	133 098	3.6%	32.1%
Legal services	2 210	–	–	3 181	12.9%	0.4%	–	–	–	-100.0%	0.2%
Science and technological services	–	11 161	2 994	–	–	1.2%	3 130	3 130	3 300	–	0.6%
Contractors	1 020	2 864	749	3 585	52.0%	0.7%	1 770	1 770	1 867	-19.5%	0.6%
Agency and support/outourced services	1 309	1 873	2 207	2 949	31.1%	0.7%	2 364	2 364	2 492	-5.5%	0.6%
Entertainment	166	178	200	516	45.9%	0.1%	868	868	948	22.5%	0.2%
Fleet services (including government motor transport)	876	1 524	1 777	1 710	25.0%	0.5%	2 049	2 049	2 160	8.1%	0.5%
Inventory: Clothing material and accessories	–	–	267	456	–	0.1%	–	–	–	-100.0%	–
Inventory: Food and food supplies	–	–	–	41	–	–	48	48	50	6.8%	–
Inventory: Materials and supplies	228	156	27	127	-17.7%	–	32	32	33	-36.2%	–
Inventory: Medical supplies	4	–	–	–	-100.0%	–	–	–	–	–	–
Inventory: Other supplies	2	–	–	43	178.1%	–	53	58	59	11.1%	–
Consumable supplies	10 961	1 240	918	1 823	-45.0%	1.2%	2 571	2 583	2 721	14.3%	0.6%
Consumables: Stationery, printing and office supplies	4 246	3 560	4 082	8 205	24.6%	1.7%	13 322	13 305	14 027	19.6%	3.1%
Operating leases	23 246	25 369	34 216	28 893	7.5%	9.2%	29 039	29 039	30 618	2.0%	7.4%
Rental and hiring	8	19	788	–	-100.0%	0.1%	–	–	–	–	–
Property payments	1 585	6 784	8 113	12 145	97.1%	2.4%	15 071	15 071	15 890	9.4%	3.7%
Transport provided: Departmental activity	–	30 067	25 672	–	–	4.6%	–	–	–	–	–
Travel and subsistence	42 259	36 587	46 539	53 051	7.9%	14.8%	52 439	52 439	55 258	1.4%	13.5%
Training and development	1 854	10 239	3 656	4 704	36.4%	1.7%	4 936	4 936	5 204	3.4%	1.3%
Operating payments	6 240	7 308	7 515	10 135	17.5%	2.6%	9 732	9 732	10 260	0.4%	2.5%
Venues and facilities	12 633	18 759	30 920	12 107	-1.4%	6.2%	10 811	10 811	11 400	-2.0%	2.9%
<b>Total</b>	<b>214 279</b>	<b>314 918</b>	<b>293 514</b>	<b>386 302</b>	<b>21.7%</b>	<b>100.0%</b>	<b>394 097</b>	<b>389 663</b>	<b>410 867</b>	<b>2.1%</b>	<b>100.0%</b>

## Transfers and subsidies expenditure trends and estimates

Table 38.5 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
<b>Provinces and municipalities</b>											
<b>Municipal bank accounts</b>											
<b>Current</b>	–	300 000	100 000	–	–	0.3%	–	–	–	–	–
Municipal human settlements capacity grant	–	300 000	100 000	–	–	0.3%	–	–	–	–	–
<b>Capital</b>	<b>9 076 906</b>	<b>10 284 684</b>	<b>10 554 345</b>	<b>10 839 468</b>	<b>6.1%</b>	<b>35.6%</b>	<b>11 382 247</b>	<b>11 956 137</b>	<b>12 630 786</b>	<b>5.2%</b>	<b>35.1%</b>
Urban settlements development grant	9 076 906	10 284 684	10 554 345	10 839 468	6.1%	35.6%	11 382 247	11 956 137	12 630 786	5.2%	35.1%
<b>Departmental agencies and accounts</b>											
<b>Departmental agencies (non-business entities)</b>											
<b>Current</b>	<b>146 648</b>	<b>200 466</b>	<b>178 696</b>	<b>258 007</b>	<b>20.7%</b>	<b>0.7%</b>	<b>315 373</b>	<b>335 394</b>	<b>354 822</b>	<b>11.2%</b>	<b>0.9%</b>
Public Service Sector Education and Training Authority	–	1 170	–	–	–	–	–	–	–	–	–
Social Housing Regulatory Authority: Operational	32 151	33 480	34 560	36 392	4.2%	0.1%	46 815	51 980	55 201	14.9%	0.1%
Housing Development Agency	97 497	100 966	104 615	147 512	14.8%	0.4%	210 668	222 177	234 955	16.8%	0.6%
National Home Builders Registration Council	–	3 990	–	–	–	–	–	–	–	–	–
Servcon Housing Solutions	–	860	–	–	–	–	–	–	–	–	–
Housing Development Agency: National upgrade support programme	–	20 000	–	10 000	–	–	–	–	–	-100.0%	–
Community Schemes Ombud Services	17 000	40 000	39 521	23 920	12.1%	0.1%	29 400	31 105	32 847	11.2%	0.1%
Social Housing Regulatory Authority: Institutional investment	–	–	–	34 183	–	–	20 490	20 132	21 259	-14.6%	0.1%
Social Housing Regulatory Authority: Regulations	–	–	–	6 000	–	–	8 000	10 000	10 560	20.7%	–
<b>Capital</b>	<b>618 000</b>	<b>597 543</b>	<b>109 210</b>	<b>424 388</b>	<b>-11.8%</b>	<b>1.5%</b>	<b>851 658</b>	<b>1 143 640</b>	<b>1 238 414</b>	<b>42.9%</b>	<b>2.7%</b>
Social Housing Regulatory Authority: Restructuring capital grant	618 000	597 543	109 210	424 388	-11.8%	1.5%	851 658	1 143 640	1 238 414	42.9%	2.7%
<b>Foreign governments and international organisations</b>											
<b>Current</b>	<b>1 075</b>	<b>1 269</b>	<b>1 368</b>	<b>1 211</b>	<b>4.1%</b>	<b>–</b>	<b>1 272</b>	<b>1 346</b>	<b>1 421</b>	<b>5.5%</b>	<b>–</b>
Habitat Foundation	1 075	1 269	1 368	1 211	4.1%	–	1 272	1 346	1 421	5.5%	–
<b>Public corporations and private enterprises</b>											
<b>Other transfers to public corporations</b>											
<b>Current</b>	<b>–</b>	<b>4 000</b>	<b>–</b>	<b>5 000</b>	<b>–</b>	<b>–</b>	<b>1 500</b>	<b>–</b>	<b>–</b>	<b>-100.0%</b>	<b>–</b>
Council for Scientific and Industrial Research	–	4 000	–	5 000	–	–	1 500	–	–	-100.0%	–

**Table 38.5 Vote transfers and subsidies trends and estimates**

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
<b>Households</b>											
<b>Other transfers to households</b>											
<b>Current</b>	4 842	30 764	9 155	9 404	24.8%	-	9 868	10 442	11 027	5.5%	-
Bursaries for non-employees	4 553	8 974	7 301	9 355	27.1%	-	9 822	10 392	10 974	5.5%	-
Gifts and donations	75	748	226	46	-15.0%	-	46	50	53	4.8%	-
Transfers to households	153	21 042	1 445	3	-73.0%	-	-	-	-	-100.0%	-
Leave gratuity	61	-	183	-	-100.0%	-	-	-	-	-	-
<b>Higher education institutions</b>											
<b>Current</b>	3 949	4 499	-	-	-100.0%	-	-	-	-	-	-
Nelson Mandela Metropolitan University	3 949	4 499	-	-	-100.0%	-	-	-	-	-	-
<b>Provinces and municipalities</b>											
<b>Provincial revenue funds</b>											
<b>Capital</b>	17 028 326	17 084 369	18 302 675	18 283 991	2.4%	61.8%	19 969 343	21 115 175	22 338 182	6.9%	61.2%
Human settlements development grant	17 028 326	17 084 369	18 302 675	18 283 991	2.4%	61.8%	19 969 343	21 115 175	22 338 182	6.9%	61.2%
<b>Total</b>	<b>26 879 746</b>	<b>28 507 594</b>	<b>29 255 449</b>	<b>29 821 469</b>	<b>3.5%</b>	<b>100.0%</b>	<b>32 531 261</b>	<b>34 562 134</b>	<b>36 574 652</b>	<b>7.0%</b>	<b>100.0%</b>

## Personnel information

**Table 38.6 Vote personnel numbers and cost by salary level and programme<sup>1</sup>**

Number of posts estimated for 31 March 2017		Number and cost <sup>2</sup> of personnel posts filled / planned for on funded establishment												Number						
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%) 2016/17 - 2019/20	Average: Salary level/ Total (%) 2016/17 - 2019/20					
		2015/16	2016/17	2017/18	2018/19	2019/20	2017/18	2018/19	2019/20	2017/18	2018/19	2019/20								
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost				
<b>Human Settlements</b>		<b>680</b>	<b>67</b>	<b>648</b>	<b>310.2</b>	<b>0.5</b>	<b>680</b>	<b>371.5</b>	<b>0.5</b>	<b>644</b>	<b>383.3</b>	<b>0.6</b>	<b>596</b>	<b>376.9</b>	<b>0.6</b>	<b>595</b>	<b>405.7</b>	<b>0.7</b>	<b>-4.4%</b>	<b>100.0%</b>
<b>Salary level</b>		<b>680</b>	<b>67</b>	<b>648</b>	<b>310.2</b>	<b>0.5</b>	<b>680</b>	<b>371.5</b>	<b>0.5</b>	<b>644</b>	<b>383.3</b>	<b>0.6</b>	<b>596</b>	<b>376.9</b>	<b>0.6</b>	<b>595</b>	<b>405.7</b>	<b>0.7</b>	<b>-4.4%</b>	<b>100.0%</b>
1 - 6	174	13	206	38.6	0.2	174	34.2	0.2	142	35.9	0.3	135	35.5	0.3	135	39.7	0.3	-8.1%	23.3%	
7 - 10	257	40	233	81.3	0.3	257	107.6	0.4	273	122.1	0.4	250	119.5	0.5	250	130.4	0.5	-0.9%	41.0%	
11 - 12	120	5	121	90.6	0.7	120	92.4	0.8	128	102.0	0.8	123	106.6	0.9	122	112.7	0.9	0.6%	19.6%	
13 - 16	129	9	88	99.5	1.1	129	137.4	1.1	101	123.2	1.2	88	115.4	1.3	88	122.9	1.4	-12.0%	16.1%	
<b>Programme</b>		<b>680</b>	<b>67</b>	<b>648</b>	<b>310.2</b>	<b>0.5</b>	<b>680</b>	<b>371.5</b>	<b>0.5</b>	<b>644</b>	<b>383.3</b>	<b>0.6</b>	<b>596</b>	<b>376.9</b>	<b>0.6</b>	<b>595</b>	<b>405.7</b>	<b>0.7</b>	<b>-4.4%</b>	<b>100.0%</b>
Programme 1	456	63	450	186.8	0.4	456	216.5	0.5	418	224.8	0.5	393	222.3	0.6	392	239.6	0.6	-4.9%	66.0%	
Programme 2	83	2	75	49.8	0.7	83	55.7	0.7	85	63.9	0.8	75	61.6	0.8	75	65.9	0.9	-3.3%	12.6%	
Programme 3	111	2	94	58.0	0.6	111	81.3	0.7	111	74.7	0.7	99	72.3	0.7	99	77.8	0.8	-3.7%	16.7%	
Programme 4	30	-	29	15.6	0.5	30	18.1	0.6	30	19.9	0.7	29	20.8	0.7	29	22.4	0.8	-1.1%	4.7%	

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.  
2. Rand million.

## Departmental receipts

**Table 38.7 Departmental receipts by economic classification**

R thousand	Audited outcome			Adjusted estimate 2016/17	Revised estimate 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Receipt item/ Total (%) 2013/14 - 2016/17	Medium-term receipts estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Receipt item/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16					2017/18	2018/19	2019/20		
<b>Departmental receipts</b>	<b>763</b>	<b>1 014</b>	<b>1 237</b>	<b>764</b>	<b>764</b>	<b>-</b>	<b>100.0%</b>	<b>235</b>	<b>238</b>	<b>242</b>	<b>-31.8%</b>	<b>100.0%</b>
<b>Sales of goods and services produced by department</b>	<b>190</b>	<b>200</b>	<b>199</b>	<b>205</b>	<b>205</b>	<b>2.6%</b>	<b>21.0%</b>	<b>217</b>	<b>220</b>	<b>223</b>	<b>2.8%</b>	<b>58.5%</b>
Sales by market establishments	52	57	66	66	66	8.3%	6.4%	60	61	62	-2.1%	16.8%
of which:												
Parking	52	57	66	66	66	8.3%	6.4%	60	61	62	-2.1%	16.8%
Administrative fees	1	-	-	136	136	414.3%	3.6%	154	156	157	4.9%	40.8%
of which:												
Commission on insurance	1	-	-	136	136	414.3%	3.6%	154	156	157	4.9%	40.8%
Other sales	137	143	133	3	3	-72.0%	11.0%	3	3	4	10.1%	0.9%
of which:												
Replacement of security cards	137	143	133	3	3	-72.0%	11.0%	3	3	4	10.1%	0.9%

Table 38.7 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate 2016/17	Revised estimate	Average growth rate (%)		Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2013/14	2014/15	2015/16			2013/14 - 2016/17	2016/17	2017/18	2018/19	2019/20		
Sales of scrap, waste, arms and other used current goods	3	4	3	2	2	-12.6%	0.3%	5	5	6	44.2%	1.2%
of which:												
Waste paper	3	4	3	2	2	-12.6%	0.3%	5	5	6	44.2%	1.2%
Interest, dividends and rent on land	63	286	166	12	12	-42.5%	13.9%	13	13	13	2.7%	3.4%
Interest	63	286	166	12	12	-42.5%	13.9%	13	13	13	2.7%	3.4%
Transactions in financial assets and liabilities	507	524	869	545	545	2.4%	64.7%	-	-	-	-100.0%	36.8%
<b>Total</b>	<b>763</b>	<b>1 014</b>	<b>1 237</b>	<b>764</b>	<b>764</b>	<b>-</b>	<b>100.0%</b>	<b>235</b>	<b>238</b>	<b>242</b>	<b>-31.8%</b>	<b>100.0%</b>

## Programme 1: Administration

### Programme purpose

Provide strategic leadership, management and support services to the department.

### Expenditure trends and estimates

Table 38.8 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16		2013/14 - 2016/17	2016/17	2017/18	2018/19	2019/20		
R million											
Ministry	28.7	66.4	78.6	60.2	28.0%	14.8%	63.5	58.2	60.8	0.3%	13.1%
Departmental Management	53.5	101.9	56.6	102.1	24.0%	19.8%	101.5	97.7	104.0	0.6%	21.9%
Corporate Services	134.1	190.5	188.4	205.9	15.4%	45.4%	196.1	197.7	211.9	1.0%	43.9%
Property Management	24.7	32.2	42.0	39.9	17.3%	8.8%	41.1	41.1	43.3	2.8%	9.0%
Financial Management	39.3	42.1	45.5	51.8	9.7%	11.3%	55.5	55.5	59.8	4.9%	12.1%
<b>Total</b>	<b>280.4</b>	<b>433.1</b>	<b>411.1</b>	<b>460.1</b>	<b>17.9%</b>	<b>100.0%</b>	<b>457.7</b>	<b>450.2</b>	<b>479.8</b>	<b>1.4%</b>	<b>100.0%</b>
Change to 2016 Budget estimate				17.8			(12.3)	(17.2)	(18.2)		
<b>Economic classification</b>											
<b>Current payments</b>	<b>272.9</b>	<b>397.8</b>	<b>398.9</b>	<b>445.3</b>	<b>17.7%</b>	<b>95.6%</b>	<b>454.1</b>	<b>446.6</b>	<b>476.1</b>	<b>2.3%</b>	<b>98.6%</b>
Compensation of employees	140.6	178.8	186.8	216.5	15.5%	45.6%	224.8	222.3	239.6	3.4%	48.9%
Goods and services <sup>1</sup>	132.3	219.0	212.1	228.9	20.0%	50.0%	229.4	224.3	236.6	1.1%	49.7%
of which:											
Advertising	19.9	29.5	19.1	24.6	7.4%	5.9%	24.2	22.3	23.5	-1.6%	5.1%
Computer services	9.4	16.1	43.8	42.4	65.2%	7.1%	30.8	30.8	32.5	-8.5%	7.4%
Consultants: Business and advisory services	16.1	44.1	8.1	39.4	34.8%	6.8%	40.6	37.5	39.5	0.1%	8.5%
Operating leases	23.2	25.4	34.2	28.6	7.2%	7.0%	28.7	28.7	30.3	1.9%	6.3%
Property payments	1.6	6.8	8.1	12.1	97.9%	1.8%	15.1	15.1	15.9	9.4%	3.1%
Travel and subsistence	23.9	11.9	18.7	26.0	2.8%	5.1%	26.5	26.5	27.9	2.4%	5.8%
<b>Transfers and subsidies<sup>1</sup></b>	<b>0.2</b>	<b>22.7</b>	<b>1.0</b>	<b>0.0</b>	<b>-34.6%</b>	<b>1.5%</b>	<b>0.0</b>	<b>0.1</b>	<b>0.1</b>	<b>2.7%</b>	<b>-</b>
Departmental agencies and accounts	-	1.2	-	-	-	0.1%	-	-	-	-	-
Households	0.2	21.5	1.0	0.0	-34.6%	1.4%	0.0	0.1	0.1	2.7%	-
<b>Payments for capital assets</b>	<b>7.2</b>	<b>12.4</b>	<b>10.9</b>	<b>14.6</b>	<b>26.7%</b>	<b>2.9%</b>	<b>3.5</b>	<b>3.5</b>	<b>3.7</b>	<b>-36.9%</b>	<b>1.4%</b>
Buildings and other fixed structures	-	-	0.2	-	-	-	-	-	-	-	-
Machinery and equipment	6.6	11.0	10.6	14.3	29.4%	2.7%	3.5	3.5	3.7	-36.5%	1.4%
Software and other intangible assets	0.6	1.4	0.1	0.3	-20.7%	0.1%	-	-	-	-100.0%	-
<b>Payments for financial assets</b>	<b>0.1</b>	<b>0.1</b>	<b>0.3</b>	<b>0.0</b>	<b>-35.3%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-100.0%</b>	<b>-</b>
<b>Total</b>	<b>280.4</b>	<b>433.1</b>	<b>411.1</b>	<b>460.1</b>	<b>17.9%</b>	<b>100.0%</b>	<b>457.7</b>	<b>450.2</b>	<b>479.8</b>	<b>1.4%</b>	<b>100.0%</b>
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-</b>	<b>-</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-</b>	<b>-</b>
<b>Details of selected transfers and subsidies</b>											
<b>Households</b>											
<b>Other transfers to households</b>											
Current	0.1	21.5	0.9	0.0	-25.7%	1.4%	0.0	0.1	0.1	4.8%	-
Gifts and donations	-	0.7	0.1	0.0	-	0.1%	0.0	0.1	0.1	4.8%	-
Transfers to households	0.1	20.8	0.8	-	-100.0%	1.4%	-	-	-	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from [www.treasury.gov.za](http://www.treasury.gov.za). These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

## Programme 2: Human Settlements Policy, Strategy and Planning

### Programme purpose

Manage the development of policy and compliance with human settlements sector delivery and intergovernmental relations frameworks, and oversee integrated human settlements strategic and planning services.

### Objectives

- Ensure compliance with frameworks on the governance of human settlements by developing and maintaining policies, programmes, and norms and standards for human settlements development on an ongoing basis.
- Promote the sustainable development of human settlements by drafting the human settlements macro policy (white paper) and strategy, as referred to in the NDP, by 2017/18.
- Facilitate a national rollout of human settlements programmes and related projects by managing and monitoring programmes in terms of the planning frameworks and processes on human settlements on an ongoing basis.
- Improve the development of sustainable human settlements by assessing 11 municipalities for accreditation by 2019/20.
- Improve cooperation and collaboration in the sector by managing intergovernmental and sector relations with all stakeholders in the value chain of human settlements development on an ongoing basis.

### Subprogrammes

- *Management for Policy, Strategy and Planning* provides strategic leadership to the programme.
- *Human Settlements Policy Frameworks* manages the implementation of the National Housing Code, provides advisory services to provinces and municipalities in relation to the application of the code, and facilitates the accreditation of municipalities.
- *Human Settlements Strategy and Planning* manages the research, development and evaluation of the human settlements macro strategy, manages the human settlements planning framework, and communicates the national human settlements development plan to sector stakeholders through the implementation of international and intergovernmental programmes and plans.

### Expenditure trends and estimates

**Table 38.9 Human Settlements Policy, Strategy and Planning expenditure trends and estimates by subprogramme and economic classification**

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
R million											
Management for Policy, Strategy and Planning	3.6	3.9	7.4	7.4	27.7%	7.1%	7.7	8.1	8.5	4.7%	8.6%
Human Settlements Policy Frameworks	27.8	29.7	29.2	31.0	3.7%	37.2%	32.1	33.4	35.7	4.9%	36.0%
Human Settlements Strategy and Planning	42.0	45.1	39.1	49.7	5.8%	55.7%	53.7	48.4	51.5	1.2%	55.3%
<b>Total</b>	<b>73.3</b>	<b>78.7</b>	<b>75.7</b>	<b>88.1</b>	<b>6.3%</b>	<b>100.0%</b>	<b>93.6</b>	<b>89.8</b>	<b>95.7</b>	<b>2.8%</b>	<b>100.0%</b>
Change to 2016				5.0			5.3	2.9	2.8		
Budget estimate											
<b>Economic classification</b>											
<b>Current payments</b>	<b>71.6</b>	<b>72.1</b>	<b>72.9</b>	<b>80.9</b>	<b>4.2%</b>	<b>94.2%</b>	<b>89.9</b>	<b>87.6</b>	<b>93.4</b>	<b>4.9%</b>	<b>95.8%</b>
Compensation of employees	38.3	45.3	49.8	55.7	13.3%	59.9%	63.9	61.6	65.9	5.8%	67.3%
Goods and services <sup>1</sup>	33.3	26.8	23.1	25.1	-8.9%	34.3%	26.0	26.0	27.4	2.9%	28.5%
of which:											
Catering: Departmental activities	2.0	1.7	0.6	1.1	-16.7%	1.7%	1.3	1.3	1.4	5.8%	1.4%
Communication	1.2	1.6	1.3	1.5	7.8%	1.8%	1.5	1.5	1.5	1.5%	1.6%
Consultants: Business and advisory services	4.5	3.2	2.1	4.8	1.5%	4.6%	6.5	6.5	6.8	12.8%	6.7%
Travel and subsistence	9.5	12.4	14.2	11.5	6.5%	15.1%	10.6	10.6	11.2	-0.8%	12.0%
Operating payments	0.9	0.3	0.6	0.8	-1.3%	0.8%	0.8	0.8	0.9	2.9%	0.9%
Venues and facilities	2.0	6.8	2.9	3.4	19.0%	4.8%	3.2	3.2	3.3	-1.2%	3.6%



**Table 38.9 Human Settlements Policy, Strategy and Planning expenditure trends and estimates by subprogramme and economic classification**

R million	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
<b>Transfers and subsidies<sup>1</sup></b>	<b>1.1</b>	<b>5.4</b>	<b>1.6</b>	<b>6.2</b>	<b>75.6%</b>	<b>4.5%</b>	<b>2.8</b>	<b>1.3</b>	<b>1.4</b>	<b>-38.8%</b>	<b>3.2%</b>
Foreign governments and international organisations	1.1	1.3	1.4	1.2	4.1%	1.6%	1.3	1.3	1.4	5.5%	1.4%
Public corporations and private enterprises	–	4.0	–	5.0	–	2.8%	1.5	–	–	-100.0%	1.8%
Households	0.1	0.1	0.2	–	-100.0%	0.1%	–	–	–	–	–
<b>Payments for capital assets</b>	<b>0.6</b>	<b>1.2</b>	<b>1.2</b>	<b>1.0</b>	<b>19.7%</b>	<b>1.3%</b>	<b>0.9</b>	<b>0.9</b>	<b>0.9</b>	<b>-1.5%</b>	<b>1.0%</b>
Machinery and equipment	0.6	1.2	1.2	1.0	19.7%	1.3%	0.9	0.9	0.9	-1.5%	1.0%
<b>Payments for financial assets</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-68.5%</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>-100.0%</b>	<b>–</b>
<b>Total</b>	<b>73.3</b>	<b>78.7</b>	<b>75.7</b>	<b>88.1</b>	<b>6.3%</b>	<b>100.0%</b>	<b>93.6</b>	<b>89.8</b>	<b>95.7</b>	<b>2.8%</b>	<b>100.0%</b>
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.3%</b>	<b>–</b>	<b>–</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.3%</b>	<b>–</b>	<b>–</b>
<b>Details of selected transfers and subsidies</b>											
<b>Foreign governments and international organisations</b>											
Current	1.1	1.3	1.4	1.2	4.1%	1.6%	1.3	1.3	1.4	5.5%	1.4%
Habitat Foundation	1.1	1.3	1.4	1.2	4.1%	1.6%	1.3	1.3	1.4	5.5%	1.4%

1. Estimates of National Expenditure data tables are available and can be downloaded from [www.treasury.gov.za](http://www.treasury.gov.za). These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

## Programme 3: Human Settlements Delivery Support

### Programme purpose

Support the execution, and monitor and evaluate the implementation of human settlements programmes and projects. Manage the building of capacity and skills in the sector and provide oversight of public entities.

### Objectives

- Improve the delivery rate of housing projects, including blocked projects and informal settlement upgrading projects, by providing ongoing technical support to provinces and municipalities in the planning and implementation of strategic programmes and projects.
- Promote better human settlements outcomes in informal settlements by implementing the national upgrading support programme in 121 municipalities over the next three years.
- Ensure and verify the delivery of quality housing opportunities by monitoring and evaluating the performance of provinces and municipalities, as reported on in the housing subsidy system, through quarterly project-level site visits, and review sessions and workshops.
- Develop professional and institutional capacity to support roles and responsibilities at the provincial and municipal levels by managing ongoing training and skills development programmes for officials and communities.
- Manage the performance of public entities, provinces and municipalities by monitoring the performance of human settlements development and housing programmes on a quarterly basis.

### Subprogrammes

- *Management for Human Settlements Delivery Support* provides strategic leadership to the programme.
- *Programme Management Unit* provides support to provinces and municipalities for the implementation of housing and human settlements projects and programmes, including catalytic projects.
- *Chief of Operations* provides regulatory, strategic and policy oversight to the public entities reporting to the department; and manages the development of sector-specific technical skills development programmes and strategies, as well as the scholarship programme.

## Expenditure trends and estimates

**Table 38.10 Human Settlements Delivery Support expenditure trends and estimates by subprogramme and economic classification**

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R million					2013/14 - 2016/17					2016/17 - 2019/20	
Management for Human Settlements Delivery Support	4.1	7.0	7.5	9.2	31.4%	4.9%	9.4	8.6	9.1	-0.5%	4.1%
Programme Management Unit	50.5	69.6	70.6	153.0	44.7%	60.2%	159.7	158.8	168.3	3.2%	72.6%
Chief of Operations	44.2	57.1	42.7	55.0	7.6%	34.9%	48.2	49.0	52.3	-1.7%	23.2%
<b>Total</b>	<b>98.7</b>	<b>133.7</b>	<b>120.8</b>	<b>217.3</b>	<b>30.1%</b>	<b>100.0%</b>	<b>217.3</b>	<b>216.4</b>	<b>229.7</b>	<b>1.9%</b>	<b>100.0%</b>
Change to 2016 Budget estimate				(7.3)			9.0	16.5	17.1		
<b>Economic classification</b>											
<b>Current payments</b>	<b>89.3</b>	<b>119.1</b>	<b>111.8</b>	<b>206.7</b>	<b>32.3%</b>	<b>92.4%</b>	<b>206.4</b>	<b>204.6</b>	<b>217.3</b>	<b>1.7%</b>	<b>94.8%</b>
Compensation of employees	47.2	53.0	58.0	81.3	19.8%	42.0%	74.7	72.3	77.8	-1.4%	34.8%
Goods and services <sup>1</sup>	42.0	66.1	53.8	125.5	44.0%	50.4%	131.7	132.3	139.5	3.6%	60.1%
of which:											
Communication	1.4	1.4	1.2	1.6	5.8%	1.0%	1.9	1.9	2.0	6.9%	0.8%
Computer services	17.4	15.0	0.0	26.9	15.6%	10.4%	27.5	27.5	29.0	2.6%	12.6%
Consultants: Business and advisory services	9.4	24.5	24.1	74.7	99.4%	23.3%	80.1	80.7	85.1	4.4%	36.4%
Consumables: Stationery, printing and office supplies	0.4	0.4	0.3	1.9	70.9%	0.5%	2.3	2.3	2.4	7.0%	1.0%
Travel and subsistence	7.7	12.3	12.0	13.1	19.3%	7.9%	12.8	12.8	13.5	1.0%	5.9%
Venues and facilities	3.0	3.5	13.7	3.5	5.6%	4.2%	1.8	1.8	1.9	-18.2%	1.0%
<b>Transfers and subsidies<sup>1</sup></b>	<b>8.5</b>	<b>13.6</b>	<b>7.9</b>	<b>9.4</b>	<b>3.1%</b>	<b>6.9%</b>	<b>9.8</b>	<b>10.4</b>	<b>11.0</b>	<b>5.5%</b>	<b>4.6%</b>
Higher education institutions	3.9	4.5	-	-	-100.0%	1.5%	-	-	-	-	-
Households	4.6	9.1	7.9	9.4	26.8%	5.4%	9.8	10.4	11.0	5.5%	4.6%
<b>Payments for capital assets</b>	<b>0.9</b>	<b>1.0</b>	<b>1.1</b>	<b>1.2</b>	<b>9.2%</b>	<b>0.7%</b>	<b>1.1</b>	<b>1.4</b>	<b>1.5</b>	<b>6.5%</b>	<b>0.6%</b>
Machinery and equipment	0.8	1.0	1.1	1.2	14.2%	0.7%	1.1	1.4	1.5	6.5%	0.6%
Software and other intangible assets	0.1	-	-	-	-100.0%	-	-	-	-	-	-
<b>Total</b>	<b>98.7</b>	<b>133.7</b>	<b>120.8</b>	<b>217.3</b>	<b>30.1%</b>	<b>100.0%</b>	<b>217.3</b>	<b>216.4</b>	<b>229.7</b>	<b>1.9%</b>	<b>100.0%</b>
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>0.4%</b>	<b>0.5%</b>	<b>0.4%</b>	<b>0.7%</b>	<b>-</b>	<b>-</b>	<b>0.6%</b>	<b>0.6%</b>	<b>0.6%</b>	<b>-</b>	<b>-</b>
<b>Details of selected transfers and subsidies</b>											
<b>Households</b>											
<b>Other transfers to households</b>											
<b>Current</b>	<b>4.6</b>	<b>9.0</b>	<b>7.3</b>	<b>9.4</b>	<b>27.1%</b>	<b>5.3%</b>	<b>9.8</b>	<b>10.4</b>	<b>11.0</b>	<b>5.5%</b>	<b>4.6%</b>
Bursaries for non-employees	4.6	9.0	7.3	9.4	27.1%	5.3%	9.8	10.4	11.0	5.5%	4.6%

1. Estimates of National Expenditure data tables are available and can be downloaded from [www.treasury.gov.za](http://www.treasury.gov.za). These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

## Programme 4: Housing Development Finance

### Programme purpose

Fund the delivery of housing and human settlements programmes, and manage all matters related to improving access to housing finance and developing partnerships with the financial sector.

### Objectives

- Manage the performance of provinces and municipalities by monitoring the expenditure and non-financial performance of human settlements development and housing programmes on a monthly and quarterly basis.
- Accelerate the delivery of housing and human settlements by providing funding from the *human settlements development grant*, the *urban settlements development grant* and transfers to public entities on an ongoing basis.
- Improve access to housing finance by collaborating with the private sector and related entities to develop mechanisms to increase market penetration and provide loans to low- and middle-income households on an ongoing basis.
- Ensure equal access to housing finance through monitoring the lending practices of the financial sector by publishing an annual report on mortgage finance.

## Subprogrammes

- *Management for Housing Development Finance* provides strategic leadership to the programme.
- *Chief Investment Officer* monitors the spending and performance of provinces and municipalities implementing housing and human settlements programmes, mobilises the financial sector to provide financial resources to human settlements development, and monitors and reports on the lending patterns by financial institutions through the Office of Disclosure on an ongoing basis.
- *Human Settlements Development Grant* reflects the conditional allocation that is transferred to all provinces for delivering housing projects as per the National Housing Code.
- *Contributions* makes transfers to certain public entities reporting to the department, such as the Social Housing Regulatory Authority and the Housing Development Agency.
- *Urban Settlements Development Grant* reflects the conditional allocations transferred to metropolitan municipalities to supplement their capital budgets for infrastructure development to support the upgrading of informal settlements and increase the provision of serviced land in metropolitan municipalities.
- *Municipal Human Settlements Capacity Grant* reflects the conditional grant transferred to municipalities to build capacity within metropolitan municipalities. This subprogramme has been discontinued as the conditional grant no longer exists.

## Expenditure trends and estimates

**Table 38.11 Housing Development Finance expenditure trends and estimates by subprogramme and economic classification**

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R million											
Management for Housing Development Finance	1.9	0.4	1.0	3.7	24.5%	–	4.1	4.2	4.5	6.4%	–
Chief Investment Officer	19.0	16.5	20.0	21.3	3.9%	0.1%	23.1	23.8	25.5	6.1%	0.1%
Human Settlements Development Grant	17 028.3	17 084.4	18 302.7	18 284.0	2.4%	61.4%	19 969.3	21 115.2	22 338.2	6.9%	61.0%
Contributions	864.6	1 026.8	448.9	782.4	-3.3%	2.7%	1 317.0	1 559.0	1 643.2	28.1%	4.0%
Urban Settlements Development Grant	9 076.9	10 284.7	10 554.3	10 839.5	6.1%	35.4%	11 382.2	11 956.1	12 630.8	5.2%	35.0%
Municipal Human Settlements Capacity Grant	–	300.0	100.0	–	–	0.3%	–	–	–	–	–
<b>Total</b>	<b>26 990.8</b>	<b>28 712.7</b>	<b>29 426.9</b>	<b>29 930.9</b>	<b>3.5%</b>	<b>100.0%</b>	<b>32 695.8</b>	<b>34 658.3</b>	<b>36 642.2</b>	<b>7.0%</b>	<b>100.0%</b>
Change to 2016 Budget estimate				(10.0)			(1 104.0)	(1 207.5)	(1 232.5)		
<b>Economic classification</b>											
<b>Current payments</b>	<b>20.8</b>	<b>16.7</b>	<b>20.1</b>	<b>24.8</b>	<b>6.1%</b>	<b>0.1%</b>	<b>26.9</b>	<b>27.8</b>	<b>29.8</b>	<b>6.2%</b>	<b>0.1%</b>
Compensation of employees	14.1	13.7	15.6	18.1	8.6%	0.1%	19.9	20.8	22.4	7.4%	0.1%
Goods and services <sup>1</sup>	6.7	3.0	4.5	6.8	0.4%	–	7.0	7.0	7.4	2.9%	–
of which:											
Catering: Departmental activities	0.1	0.0	0.0	0.2	18.2%	–	0.2	0.2	0.3	2.8%	–
Communication	0.2	0.3	0.2	0.4	25.3%	–	0.4	0.4	0.4	2.8%	–
Consultants: Business and advisory services	0.8	0.2	0.1	1.0	5.0%	–	1.6	1.6	1.7	21.0%	–
Consumables: Stationery, printing and office supplies	1.8	0.1	0.3	0.6	-31.8%	–	1.5	1.5	1.6	39.8%	–
Travel and subsistence	1.1	–	1.6	2.5	30.3%	–	2.5	2.5	2.6	2.5%	–
Venues and facilities	0.1	–	0.0	0.3	20.2%	–	0.3	0.3	0.3	6.7%	–
<b>Transfers and subsidies<sup>1</sup></b>	<b>26 869.9</b>	<b>28 465.9</b>	<b>29 244.9</b>	<b>29 805.9</b>	<b>3.5%</b>	<b>99.4%</b>	<b>32 518.6</b>	<b>34 550.3</b>	<b>36 562.2</b>	<b>7.0%</b>	<b>99.6%</b>
Provinces and municipalities	26 105.2	27 669.1	28 957.0	29 123.5	3.7%	97.2%	31 351.6	33 071.3	34 969.0	6.3%	96.0%
Departmental agencies and accounts	764.6	796.8	287.9	682.4	-3.7%	2.2%	1 167.0	1 479.0	1 593.2	32.7%	3.7%
<b>Payments for capital assets</b>	<b>0.2</b>	<b>0.1</b>	<b>0.9</b>	<b>0.2</b>	<b>11.4%</b>	<b>–</b>	<b>0.2</b>	<b>0.2</b>	<b>0.2</b>	<b>–</b>	<b>–</b>
Machinery and equipment	0.2	0.1	0.9	0.2	11.4%	–	0.2	0.2	0.2	–	–
<b>Payments for financial assets</b>	<b>100.0</b>	<b>230.0</b>	<b>161.0</b>	<b>100.0</b>	<b>–</b>	<b>0.5%</b>	<b>150.0</b>	<b>80.0</b>	<b>50.0</b>	<b>-20.6%</b>	<b>0.3%</b>
<b>Total</b>	<b>26 990.8</b>	<b>28 712.7</b>	<b>29 426.9</b>	<b>29 930.9</b>	<b>3.5%</b>	<b>100.0%</b>	<b>32 695.8</b>	<b>34 658.3</b>	<b>36 642.2</b>	<b>7.0%</b>	<b>100.0%</b>
<b>Proportion of total programme expenditure to vote expenditure</b>	<b>98.4%</b>	<b>97.8%</b>	<b>98.0%</b>	<b>97.5%</b>	<b>–</b>	<b>–</b>	<b>97.7%</b>	<b>97.9%</b>	<b>97.8%</b>	<b>–</b>	<b>–</b>

**Table 38.11 Housing Development Finance expenditure trends and estimates by subprogramme and economic classification**

R million	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
<b>Departmental agencies and accounts</b>											
<b>Departmental agencies (non-business entities)</b>											
<b>Current</b>	<b>146.6</b>	<b>198.4</b>	<b>178.7</b>	<b>258.0</b>	<b>20.7%</b>	<b>0.7%</b>	<b>315.4</b>	<b>335.4</b>	<b>354.8</b>	<b>11.2%</b>	<b>0.9%</b>
Social Housing Regulatory Authority: Operational	32.2	33.5	34.6	36.4	4.2%	0.1%	46.8	52.0	55.2	14.9%	0.1%
Housing Development Agency	97.5	101.0	104.6	147.5	14.8%	0.4%	210.7	222.2	235.0	16.8%	0.6%
National Home Builders Registration Council	-	4.0	-	-	-	-	-	-	-	-	-
Housing Development Agency: National upgrade support programme	-	20.0	-	10.0	-	-	-	-	-	-100.0%	-
Community Schemes Ombud Services	17.0	40.0	39.5	23.9	12.1%	0.1%	29.4	31.1	32.8	11.2%	0.1%
Social Housing Regulatory Authority: Institutional investment	-	-	-	34.2	-	-	20.5	20.1	21.3	-14.6%	0.1%
Social Housing Regulatory Authority: Regulations	-	-	-	6.0	-	-	8.0	10.0	10.6	20.7%	-
<b>Capital</b>	<b>618.0</b>	<b>597.5</b>	<b>109.2</b>	<b>424.4</b>	<b>-11.8%</b>	<b>1.5%</b>	<b>851.7</b>	<b>1 143.6</b>	<b>1 238.4</b>	<b>42.9%</b>	<b>2.7%</b>
Social Housing Regulatory Authority: Restructuring capital grant	618.0	597.5	109.2	424.4	-11.8%	1.5%	851.7	1 143.6	1 238.4	42.9%	2.7%
<b>Provinces and municipalities</b>											
<b>Municipalities</b>											
<b>Municipal bank accounts</b>											
<b>Current</b>	<b>-</b>	<b>300.0</b>	<b>100.0</b>	<b>-</b>	<b>-</b>	<b>0.3%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Municipal human settlements capacity grant	-	300.0	100.0	-	-	0.3%	-	-	-	-	-
<b>Capital</b>	<b>9 076.9</b>	<b>10 284.7</b>	<b>10 554.3</b>	<b>10 839.5</b>	<b>6.1%</b>	<b>35.4%</b>	<b>11 382.2</b>	<b>11 956.1</b>	<b>12 630.8</b>	<b>5.2%</b>	<b>35.0%</b>
Urban settlements development grant	9 076.9	10 284.7	10 554.3	10 839.5	6.1%	35.4%	11 382.2	11 956.1	12 630.8	5.2%	35.0%
<b>Provinces and municipalities</b>											
<b>Provinces</b>											
<b>Provincial revenue funds</b>											
<b>Capital</b>	<b>17 028.3</b>	<b>17 084.4</b>	<b>18 302.7</b>	<b>18 284.0</b>	<b>2.4%</b>	<b>61.4%</b>	<b>19 969.3</b>	<b>21 115.2</b>	<b>22 338.2</b>	<b>6.9%</b>	<b>61.0%</b>
Human settlements development grant	17 028.3	17 084.4	18 302.7	18 284.0	2.4%	61.4%	19 969.3	21 115.2	22 338.2	6.9%	61.0%

1. Estimates of National Expenditure data tables are available and can be downloaded from [www.treasury.gov.za](http://www.treasury.gov.za). These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

## Entity<sup>1</sup>

### National Home Builders Registration Council

#### Mandate

The National Home Builders Registration Council was established as a schedule 3A public entity in terms of the Housing Consumers Protection Measures Act (1998). The entity is mandated to represent the interests of housing consumers by providing warranty protection against defined defects in new homes, and to regulate the home building industry. The council provides training and capacity building to promote and ensure compliance with technical standards in the home building environment.

#### Selected performance indicators

**Table 38.12 National Home Builders Registration Council performance indicators by programme/objective/activity and related outcome**

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of subsidy inspections carried out per year <sup>1</sup>	Regulation	Outcome 8: Sustainable human settlements and improved quality of household life	230 217	223 915	230 103	408 312	560 784	560 784	560 784
Number of non-subsidy inspections carried out per year <sup>1</sup>	Regulation		221 107	304 267	258 446	212 869	228 769	242 495	257 045
Number of home inspectors to be trained per year	Regulation		- <sup>2</sup>	- <sup>2</sup>	310	400	400	400	400

<sup>1</sup> This section has been compiled with the latest available information from the entities concerned.

**Table 38.12 National Home Builders Registration Council performance indicators by programme/objective/activity and related outcome**

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of home builders to be trained per year	Regulation	Outcome 8: Sustainable human settlements and improved quality of household life	1 369	2 629	2 463	2 000	2 000	2 000	2 000
Number of people to be trained in construction for government projects (youth, women, people with disabilities and military veterans) per year	Regulation		934	1 184	1 623	1 200	1 200	1 200	1 200
Number of subsidy home enrolments per year	Protection		119 440	168 753	77 004	140 196	133 301	133 301	133 301
Number of late enrolments per year	Protection		1 743	1 483	1 028	1 349	1 430	1 515	1 606
Number of forensic assessments conducted per year	Protection		40 500	19 875	12 414	20 000	- <sup>3</sup>	- <sup>3</sup>	- <sup>3</sup>
Number of geotechnical assessments conducted per year	Protection		45 000	2 613	17 443	12 000	- <sup>3</sup>	- <sup>3</sup>	- <sup>3</sup>
Number of non-subsidy enrolments per year	Protection		50 622	52 632	49 612	52 966	55 879	58 953	62 785

1. Inspections carried out range from a minimum of four to a maximum of eight inspection stages per home.

2. No historical data available.

3. Indicator discontinued.

## Expenditure analysis

Over the medium term, the council will continue to focus on providing warranty protection against defects in new homes and regulating the home building industry. This contributes to the realisation of the NDP's vision of adequate housing and improved living environments, and outcome 8 (sustainable human settlements and improved quality of household life) of government's 2014-2019 medium-term strategic framework.

The council's total expenditure is expected to increase to R1 billion over the medium term, at an average annual rate of 8.4 per cent. Spending on consumer protection is estimated to increase from R362.2 million in 2016/17 to R450 million in 2019/20. This increase is expected to result in 399 903 subsidy home enrolments and 177 616 non-subsidy home enrolments over the medium term.

In terms of providing regulation, spending is projected to increase from R196.1 million in 2016/17 to R235.3 million in 2019/20 because of an expected increase in activities related to inspections, training and registrations. In the subsidy market, 1.7 million inspections are expected, while 728 309 inspections are expected in the non-subsidy market. Training in home building skills related to government housing projects is expected to be provided to 6 000 home builders and 3 600 youth, women, people with disabilities and military veterans; and 16 240 new homebuilders are expected to be registered by 2019.

The council's spending on compensation of employees is expected to increase from R418.2 million in 2016/17 to R500.2 million in 2019/20, at an average annual rate of 6.1 per cent. This increase will assist the council in strengthening capacity in its quality assurance division and the Centre for Research and Housing Innovation, and provides for cost-of-living adjustments over the medium term.

The council expects to earn surplus funds amounting to R1.3 billion over the medium term as a result of the increasing income generated from home enrolment fees. The entity uses its surplus funds in investment policies to make provisions for claims related to the warranty scheme. Revenue is expected to increase over the medium term to R1.5 billion in 2019/20, at an average annual rate of 5.6 per cent. This is largely because of an expected steady increase in the growth of construction activity in the non-subsidy sector, particularly for housing units in the sub-R500 000 price range and, to a lesser extent, housing units in the R500 000 to R1 million price range. Another contributing factor to the council's anticipated growth in revenue over the medium is the expected increase in the delivery of fully subsidised houses as well as continued compliance in the subsidy sector with regards to the enrolment of subsidy homes.

## Programmes/objectives/activities

**Table 38.13 National Home Builders Registration Council expenditure trends and estimates by programme/objective/activity**

R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
					2013/14 - 2016/17					2016/17 - 2019/20	
Administration	157.5	274.3	630.4	253.8	17.2%	43.4%	250.3	330.4	349.3	11.2%	31.9%
Regulation	248.3	298.0	169.2	196.1	-7.6%	34.2%	211.4	223.0	235.3	6.3%	23.5%
Protection	102.8	89.4	100.9	362.2	52.2%	22.4%	404.3	426.6	450.0	7.5%	44.6%
<b>Total</b>	<b>508.5</b>	<b>661.8</b>	<b>900.5</b>	<b>812.1</b>	<b>16.9%</b>	<b>100.0%</b>	<b>866.0</b>	<b>980.0</b>	<b>1 034.7</b>	<b>8.4%</b>	<b>100.0%</b>

## Statements of historical financial performance and position

**Table 38.14 National Home Builders Registration Council statements of historical financial performance and position**

Statement of financial performance									
R million	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	Average: Outcome/Budget (%)
	2013/14		2014/15		2015/16		2016/17		2013/14 - 2016/17
<b>Revenue</b>									
<b>Non-tax revenue</b>	<b>932.3</b>	<b>723.1</b>	<b>965.2</b>	<b>1 184.9</b>	<b>1 088.2</b>	<b>1 090.0</b>	<b>1 142.5</b>	<b>1 255.9</b>	<b>103.0%</b>
Sale of goods and services other than capital assets	727.6	402.5	753.4	815.6	812.9	798.6	857.6	868.6	91.6%
<i>of which:</i>									
Administrative fees	–	(9.8)	–	–	–	–	–	–	–
Sales by market establishment	727.6	412.2	753.4	815.6	812.9	798.6	857.6	868.6	91.9%
Insurance premium revenue	524.3	339.1	604.0	740.8	671.7	700.3	708.6	716.1	
Fee revenue	74.3	31.0	53.1	50.7	68.9	42.3	72.7	117.5	
Technical services revenue	129.0	42.2	96.3	24.1	72.3	56.0	76.2	35.0	
Other non-tax revenue	204.7	320.7	211.9	369.4	275.3	291.3	284.9	387.3	140.1%
<b>Total revenue</b>	<b>932.3</b>	<b>723.1</b>	<b>965.2</b>	<b>1 184.9</b>	<b>1 088.2</b>	<b>1 090.0</b>	<b>1 142.5</b>	<b>1 255.9</b>	<b>103.0%</b>
<b>Expenses</b>									
<b>Current expenses</b>	<b>812.6</b>	<b>508.5</b>	<b>865.1</b>	<b>661.8</b>	<b>839.5</b>	<b>900.5</b>	<b>899.9</b>	<b>812.1</b>	<b>84.4%</b>
Compensation of employees	294.3	259.7	454.5	316.7	451.4	399.4	476.2	418.2	83.2%
Goods and services	491.1	238.7	382.0	331.6	362.9	485.9	390.2	367.4	87.5%
Depreciation	27.2	10.1	28.5	9.1	25.2	15.1	33.5	26.5	53.2%
Interest, dividends and rent on land	–	–	–	4.4	–	0.0	–	–	–
<b>Transfers and subsidies</b>	<b>2.5</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total expenses</b>	<b>815.1</b>	<b>508.5</b>	<b>865.1</b>	<b>661.8</b>	<b>839.5</b>	<b>900.5</b>	<b>899.9</b>	<b>812.1</b>	<b>84.3%</b>
<b>Surplus/(Deficit)</b>	<b>117.0</b>	<b>215.0</b>	<b>100.0</b>	<b>523.0</b>	<b>249.0</b>	<b>189.0</b>	<b>243.0</b>	<b>444.0</b>	
<b>Statement of financial position</b>									
Carrying value of assets	331.7	155.3	348.4	191.6	350.9	219.4	325.4	325.4	65.7%
<i>of which:</i>									
Acquisition of assets	(251.9)	(88.7)	(167.3)	(65.9)	(190.0)	(43.3)	(8.0)	(49.7)	40.1%
Investments	3 576.4	4 422.2	4 071.6	4 990.5	5 187.3	5 248.2	5 549.0	5 549.0	109.9%
Inventory	0.5	0.2	0.3	0.9	0.2	5.1	0.2	0.2	546.1%
Receivables and prepayments	27.2	35.7	26.0	19.3	29.3	27.4	27.9	27.9	99.9%
Cash and cash equivalents	25.0	147.5	29.2	171.7	109.2	83.2	109.1	109.1	187.7%
<b>Total assets</b>	<b>3 960.8</b>	<b>4 760.8</b>	<b>4 475.5</b>	<b>5 374.0</b>	<b>5 677.0</b>	<b>5 583.3</b>	<b>6 011.6</b>	<b>6 011.6</b>	<b>108.0%</b>
Accumulated surplus/(deficit)	2 870.6	3 274.3	3 265.7	3 776.6	4 146.0	3 976.4	4 405.9	4 405.9	105.1%
Capital and reserves	50.6	20.4	29.0	41.2	43.4	31.0	36.0	36.0	80.9%
Trade and other payables	62.8	171.9	164.4	192.4	191.6	205.9	202.5	202.5	124.4%
Provisions	374.2	1 294.2	1 016.3	1 363.8	1 295.9	1 370.0	1 367.1	1 367.1	133.1%
<b>Total equity and liabilities</b>	<b>3 358.4</b>	<b>4 760.8</b>	<b>4 475.5</b>	<b>5 374.0</b>	<b>5 677.0</b>	<b>5 583.3</b>	<b>6 011.6</b>	<b>6 011.6</b>	<b>111.3%</b>

## Statements of estimates of financial performance and position

**Table 38.15 National Home Builders Registration Council statements of estimates of financial performance and position**

Statement of financial performance								
R million	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/Total (%)
	2016/17	2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20	
<b>Revenue</b>								
<b>Non-tax revenue</b>	<b>1 255.9</b>	<b>20.2%</b>	<b>100.0%</b>	<b>1 310.1</b>	<b>1 395.2</b>	<b>1 478.3</b>	<b>5.6%</b>	<b>100.0%</b>
Sale of goods and services other than capital assets	868.6	29.2%	66.7%	897.6	955.9	1 010.2	5.2%	68.6%
<i>of which:</i>								
Sales by market establishment	868.6	28.2%	67.1%	897.6	955.9	1 010.2	5.2%	68.6%
Insurance premium revenue	716.1	28.3%	57.7%	788.7	812.2	857.2	6.2%	58.4%
Fee revenue	117.5	56.0%	5.4%	80.8	105.1	112.0	-1.6%	7.7%
Technical services revenue	35.0	-6.1%	4.0%	84.8	38.6	41.1	5.5%	3.7%
Other non-tax revenue	387.3	6.5%	33.3%	412.5	439.3	468.1	6.5%	31.4%
<b>Total revenue</b>	<b>1 255.9</b>	<b>20.2%</b>	<b>100.0%</b>	<b>1 310.1</b>	<b>1 395.2</b>	<b>1 478.3</b>	<b>5.6%</b>	<b>100.0%</b>
<b>Expenses</b>								
<b>Current expenses</b>	<b>812.1</b>	<b>16.9%</b>	<b>100.0%</b>	<b>866.0</b>	<b>980.0</b>	<b>1 034.7</b>	<b>8.4%</b>	<b>115.5%</b>
Compensation of employees	418.2	17.2%	48.7%	445.4	469.9	500.2	6.1%	49.8%
Goods and services	367.4	15.5%	49.1%	386.2	474.7	497.2	10.6%	46.6%
Depreciation	26.5	37.8%	2.1%	34.4	35.4	37.3	12.1%	3.6%
<b>Total expenses</b>	<b>812.1</b>	<b>16.9%</b>	<b>100.0%</b>	<b>866.0</b>	<b>980.0</b>	<b>1 034.7</b>	<b>8.4%</b>	<b>100.0%</b>
<b>Surplus/(Deficit)</b>	<b>444.0</b>	<b>0.0</b>		<b>444.0</b>	<b>415.0</b>	<b>444.0</b>	<b>–</b>	

**Table 38.15 National Home Builders Registration Council statements of estimates of financial performance and position**

Statement of financial position	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/Total (%)
				2016/17	2013/14 - 2016/17	2017/18		
R million								
Carrying value of assets	325.4	28.0%	4.0%	299.0	271.7	348.0	2.3%	4.6%
of which:								
Acquisition of assets	(49.7)	-17.5%	-1.2%	(8.0)	(8.0)	(8.0)	-45.6%	-0.3%
Investments	5 549.0	7.9%	93.0%	5 915.2	6 304.6	7 686.9	11.5%	93.3%
Inventory	0.2	6.8%	0.0%	0.2	0.3	0.3	4.7%	0.0%
Receivables and prepayments	27.9	-7.9%	0.5%	31.0	32.0	42.7	15.2%	0.5%
Cash and cash equivalents	109.1	-9.6%	2.4%	108.3	107.7	107.7	-0.4%	1.6%
<b>Total assets</b>	<b>6 011.6</b>	<b>8.1%</b>	<b>100.0%</b>	<b>6 353.8</b>	<b>6 716.2</b>	<b>8 185.5</b>	<b>10.8%</b>	<b>100.0%</b>
Accumulated surplus/(deficit)	4 405.9	10.4%	70.9%	4 681.8	4 970.8	6 043.5	11.1%	73.7%
Capital and reserves	36.0	20.8%	0.6%	28.2	20.0	40.8	4.3%	0.5%
Trade and other payables	202.5	5.6%	3.6%	201.7	204.3	171.1	-5.5%	2.9%
Provisions	1 367.1	1.8%	25.0%	1 442.1	1 521.1	1 930.1	12.2%	22.9%
<b>Total equity and liabilities</b>	<b>6 011.6</b>	<b>8.1%</b>	<b>100.0%</b>	<b>6 353.8</b>	<b>6 716.2</b>	<b>8 185.5</b>	<b>10.8%</b>	<b>100.0%</b>

## Personnel information

**Table 38.16 National Home Builders Registration Council personnel numbers and cost by salary level**

National Home Builders Registration Council	Number of posts estimated for 31 March 2017		Number and cost <sup>1</sup> of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)			
			2015/16		2016/17		2017/18		2018/19		2019/20		2016/17 - 2019/20						
Salary level	663	663	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
			634	399.4	0.6	663	418.2	0.6	663	445.4	0.7	663	469.9	0.7	663	500.2	0.8	6.1%	100.0%
1 – 6	28	28	25	3.3	0.1	28	3.9	0.1	28	3.7	0.1	28	3.9	0.1	28	4.2	0.1	2.7%	4.2%
7 – 10	394	394	380	174.6	0.5	394	182.9	0.5	394	194.7	0.5	394	205.4	0.5	394	217.9	0.6	6.0%	59.4%
11 – 12	192	192	189	163.1	0.9	192	161.0	0.8	192	181.8	0.9	192	191.2	1.0	192	204.2	1.1	8.2%	29.0%
13 – 16	46	46	37	50.4	1.4	46	61.9	1.3	46	56.2	1.2	46	59.8	1.3	46	63.7	1.4	0.9%	6.9%
17 – 22	3	3	3	8.0	2.7	3	8.5	2.8	3	9.0	3.0	3	9.6	3.2	3	10.2	3.4	6.4%	0.5%

1. Rand million.

## Other entities

Comprehensive coverage of the following entities is provided with the more detailed information for the vote at [www.treasury.gov.za](http://www.treasury.gov.za) under the budget information link.

- The **Community Schemes Ombud Service** is mandated to provide a dispute resolution service for community schemes; monitor and control the quality of all governance documentation relating to sectional title schemes; and take custody of, preserve and provide public access to scheme governance documentation. The entity's total budget for 2017/18 is R39.6 million.
- The **Estate Agency Affairs Board** is mandated to regulate, maintain and promote the conduct of estate agents, issue certificates from the Estate Agents Fidelity Fund, prescribe the standard of education and training for estate agents, investigate complaints lodged against estate agents, and manage and control the Estate Agents Fidelity Fund. The board's total budget for 2017/18 is R142.5 million.
- The **Housing Development Agency** is mandated to identify, acquire, hold, develop and release state-owned and privately owned land for residential and community purposes; and project manage housing developments for the creation of sustainable human settlements. The agency's total budget for 2017/18 is R363 million.
- The **National Housing Finance Corporation** is mandated to broaden and deepen access to affordable housing finance for low- to middle-income households by facilitating private-sector lending for housing purposes. The corporation's total budget for 2017/18 is R226.6 million.
- The **National Urban Reconstruction and Housing Agency** provides bridging finance to contractors building low- to moderate-income housing, infrastructure and community facilities; and provides account administration and support services. The entity's total budget for 2017/18 is R78 million.

- The **Rural Housing Loan Fund** is mandated to facilitate access to housing credit to low-income rural households by providing wholesale finance through a network of retail intermediaries and community-based organisations. The entity's total budget for 2017/18 is R48.3 million.
- The **Social Housing Regulatory Authority** is mandated to regulate the social housing sector, and to ensure a sustainable and regulated flow of investment into the social housing sector in order to support the restructuring of urban spaces through capital grant provisions to accredited social housing institutions. The entity's total budget for 2017/18 is R927 million.



**Additional table: Summary of expenditure on infrastructure**

Project name R million	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
<b>Departmental infrastructure</b>										
<b>Infrastructure transfers to other spheres, agencies and departments</b>										
<b>Mega projects (total project cost of at least R1 billion over the project life cycle)</b>										
Human settlements development grant	Completion of houses and servicing of sites	Various	-	17 028.3	17 084.4	18 302.7	18 284.0	19 969.3	21 115.2	22 338.2
Urban settlements development grant	Installation of bulk infrastructure	Various	-	9 076.9	10 284.7	10 554.3	10 839.5	11 382.2	11 956.1	12 630.8
Social Housing Regulatory Authority: Restructuring capital grant	Funding of social housing	Various	-	618.0	597.5	109.2	424.4	851.2	1 143.6	1 238.4
<b>Total</b>			-	<b>26 723.2</b>	<b>27 966.6</b>	<b>28 966.2</b>	<b>29 547.8</b>	<b>32 202.8</b>	<b>34 214.9</b>	<b>36 207.4</b>

