

WATER AND SANITATION

Budget summary

R million	2024/25				2025/26	2026/27
	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total	Total
MTEF allocation						
Administration	2 071.5	14.4	108.4	2 194.3	2 299.7	2 392.1
Water Resources Management	988.0	5 546.2	85.7	6 619.9	7 915.4	7 581.2
Water Services Management	765.6	10 345.3	4 149.5	15 260.4	14 944.8	13 781.3
Total expenditure estimates	3 825.1	15 905.9	4 343.5	24 074.6	25 159.9	23 754.5
Executive authority	Minister of Water and Sanitation					
Accounting officer	Director-General of Water and Sanitation					
Website	www.dws.gov.za					

The Estimates of National Expenditure is available at www.treasury.gov.za. Additional tables in Excel format can be found at www.treasury.gov.za and www.vulekamali.gov.za.

Vote purpose

Ensure the availability of water resources to facilitate equitable and sustainable socioeconomic development, and ensure universal access to water and sanitation services.

Mandate

The mandate of the Department of Water and Sanitation is set out in the National Water Act (1998) and the Water Services Act (1997). The department's legislative mandate is to ensure that the country's water resources are protected, managed, used, developed, conserved and controlled by regulating and supporting the delivery of effective water supply and sanitation. This is done in accordance with the requirements of water-related legislation and policies that are critical in honouring people's rights to have enough food and water, growing the economy and eradicating poverty.

Selected performance indicators

Table 41.1 Performance indicators by programme and related priority

Indicator	Programme	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of river systems with water resources classes and determined resource quality objectives per year	Water Resources Management	Priority 2: Economic transformation and job creation	0	0	1	0	1	0	2
Number of river systems monitored for the implementation of resource-directed measures per year	Water Resources Management		-1	2	4	6	8	10	11
Number of rivers in which the river eco-status monitoring programme is implemented per year	Water Resources Management		77	81	76	75	74	-2	-2
Number of catchment plans implemented for mine water and wastewater management per year	Water Resources Management		-1	1	2	2	2	1	1
Number of water supply systems assessed for compliance with blue drop regulatory requirements per year	Water Resources Management		-1	-1	979	0	0	1 032	0

Table 41.1 Performance indicators by programme and related priority (continued)

Indicator	Programme	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of wastewater systems assessed for compliance with green drop regulatory requirements per year	Water Resources Management	Priority 2: Economic transformation and job creation	– ¹	992	0	1 004	1 004	0	1 004
Number of water services authorities assessed for compliance with the requirements of the no drop regulatory programme per year	Water Services Management	Priority 5: Spatial integration, human settlements and local government	– ¹	– ¹	– ¹	1	0	144	0
Number of mega regional bulk infrastructure project phases completed per year	Water Services Management		1	1	1	3	4	1	2
Number of large regional bulk infrastructure project phases completed per year	Water Services Management		2	4	5	19	6	9	7
Number of small regional bulk infrastructure project phases completed per year	Water Services Management		8	10	5	9	4	2	2
Number of small water services infrastructure grant projects completed per year	Water Services Management		112	72	102	98	112	57	65
Number of district municipalities per year with developed 5-year water and sanitation reliability plans	Water Services Management		– ¹	– ¹	4	22	15	44	44
Number of regional bulk infrastructure project phases funded through the budget facility for infrastructure completed per year ³	Water Services Management		– ¹	– ¹	– ¹	1	1	0	0

1. No historical data available.

2. This function will be transferred to the Limpopo-Olifants Catchment Management Agency.

3. New indicator.

Expenditure overview

Over the medium term, the department will focus on providing reliable water and sanitation services; improving the regulation of water quality through the application of blue drop, green drop and no drop incentive schemes; and prioritising the integration of water resource planning and development.

Transfers to municipalities, public corporations and departmental agencies represent the largest component of the department's budget, accounting for an estimated 64.2 per cent (R47.3 billion) of total spending over the medium term. These transfers are expected to increase at an average annual rate of 3.7 per cent, from R13.3 billion in 2023/24 to R14.8 billion in 2026/27. Large water resource projects, including the raising of the Clanwilliam Dam wall and the uMkhomazi water project, will be prioritised over the period ahead. These projects receive funds in 2024/25 and 2025/26 through the budget facility for infrastructure and the Water Trading Entity's capital augmentation grant. The department will also work with water boards and municipalities to fast-track the delivery of water and sanitation services funded through the *regional bulk infrastructure grant* and the *water services infrastructure grant*.

Despite Cabinet-approved reductions amounting to R5 billion over the medium term, expenditure is expected to increase at an average annual rate of 3.6 per cent, from R21.4 billion in 2023/24 to R23.8 billion in 2026/27. This is due to allocations in the current and previous 2 budgets from the budget facility for infrastructure water resource and bulk water infrastructure projects. To mitigate against any negative impacts of the reductions on performance, the department plans to curtail spending on travel and subsistence, and consultants; capital augmentation transfers to the Water Trading Entity and the Magalies and uMngeni-uThukela water boards; and direct and indirect grants to local government.

Providing reliable water and sanitation services

To improve the provision of reliable water and sanitation services in municipalities over the medium term, the

department plans to complete 37 regional bulk infrastructure project phases (7 mega, 22 large and 8 small) and 234 small water infrastructure projects through the *water services infrastructure grant* that will support water services authorities such as municipalities and certain water boards. To achieve these targets, the *Water Services Management* programme is allocated R44 billion over the next 3 years.

Regulating water quality and access

Over the period ahead, the department intends to strengthen its regulatory function through increased capacity. This is expected to be achieved through establishing a regulator commission, an independent advisory body tasked with overseeing the trading of water and ensuring its continuous, equitable and sustainable provision. In addition to its regulatory role, the department plans to strengthen interventions to address environmental and wastewater pollution in communities and support municipalities in which water and sanitation services have deteriorated. As such, it plans to assess 1 032 water supply systems in 2025/26 for compliance with blue drop regulatory requirements, and 1 004 wastewater systems in both 2024/25 and 2026/27 for compliance with green drop regulatory requirements. It also intends to finalise 80 per cent of water use licence applications within 90 working days of receipt. Expenditure on these activities is expected to increase at an average annual rate of 4.7 per cent, from R228.5 million in 2023/24 to R262.1 million in 2026/27, in the *Water Resources Regulation* subprogramme in the *Water Resources Management* programme.

Integrating and improving water resource planning and development

To improve infrastructure planning and development and ensure better integration of these two functions, the department plans to oversee the completion of 7 strategic projects, including the uMkhomazi bulk water supply scheme; the raising of the Clanwilliam Dam wall; and projects aimed at meeting high water demand for large strategic users such as Eskom, Sasol and Exxaro. Expenditure on these projects is expected to increase from R3.3 billion in 2023/24 to R6.4 billion in 2026/27 at an average annual rate of 24.3 per cent, due to additional allocations in the current and previous 2 budgets from the budget facility for infrastructure and the entity's capital augmentation grant. This work will be funded through transfers to the Water Trading Entity in the *Water Resources Infrastructure Management* subprogramme in the *Water Resources Management* programme.

To decrease over-reliance on surface water, the department intends to diversify its water mix by exploring other sources such as groundwater and aquifer systems, and by treating acid mine drainage water and desalinating sea water. Accordingly, 4 catchment plans for mine water and wastewater management are scheduled for implementation over the period ahead. There are also plans in place to maintain and refurbish water resource infrastructure to ensure its optimal performance in securing water supply. These plans are related to the maintenance of conveyance systems such as the Orange-Vaal: Vaalharts, Fish Sundays government water schemes and the Qamata irrigation scheme. Funding for these initiatives is made available in the *Water Resources Information and Management* subprogramme, which has a budget of R1.9 billion over the next 3 years, in the *Water Resources Management* programme.

Expenditure trends and estimates

Table 41.2 Vote expenditure trends and estimates by programme and economic classification

Programmes											
1. Administration											
2. Water Resources Management											
3. Water Services Management											
Programme											
R million	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average Expenditure/ Total (%)	
	2020/21	2021/22	2022/23		2020/21	2023/24	2024/25	2025/26	2026/27	2023/24	2026/27
Programme 1	1 646.0	1 716.5	1 957.3	2 070.1	7.9%	10.7%	2 194.3	2 299.7	2 392.1	4.9%	9.5%
Programme 2	3 199.0	3 499.9	3 781.2	4 303.2	10.4%	21.5%	6 619.9	7 915.4	7 581.2	20.8%	28.0%
Programme 3	9 657.6	9 987.2	11 954.9	15 002.7	15.8%	67.8%	15 260.4	14 944.8	13 781.3	-2.8%	62.5%
Subtotal	14 502.6	15 203.5	17 693.4	21 375.9	13.8%	100.0%	24 074.6	25 159.9	23 754.5	3.6%	100.0%
Total	14 502.6	15 203.5	17 693.4	21 375.9	13.8%	100.0%	24 074.6	25 159.9	23 754.5	3.6%	100.0%
Change to 2023 Budget estimate				-			(105.5)	(724.6)	(1 700.5)		

Table 41.2 Vote expenditure trends and estimates by programme and economic classification (continued)

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Current payments	3 459.3	3 215.6	3 643.5	3 670.6	2.0%	20.3%	3 825.1	3 996.6	4 167.3	4.3%	16.6%
Compensation of employees	1 638.3	1 742.2	1 812.9	1 874.2	4.6%	10.3%	1 986.1	2 079.5	2 175.1	5.1%	8.6%
Goods and services ¹	1 820.9	1 473.2	1 830.6	1 796.4	-0.5%	10.1%	1 839.1	1 917.1	1 992.2	3.5%	8.0%
of which:					0.0%	0.0%				0.0%	0.0%
Computer services	120.1	122.1	127.4	148.7	7.4%	0.8%	166.9	173.0	181.1	6.8%	0.7%
Consultants: Business and advisory services	281.4	141.5	209.6	105.9	-27.8%	1.1%	187.6	197.5	204.0	24.4%	0.7%
Infrastructure and planning services	29.6	87.2	79.6	174.0	80.4%	0.5%	238.8	245.7	257.0	13.9%	1.0%
Operating leases	457.9	437.4	534.8	499.6	2.9%	2.8%	523.9	547.4	572.5	4.6%	2.3%
Property payments	98.6	117.3	119.1	119.0	6.5%	0.7%	144.3	152.0	159.0	10.1%	0.6%
Travel and subsistence	91.0	153.2	266.7	216.0	33.4%	1.1%	219.8	234.7	241.1	3.7%	1.0%
Interest and rent on land	0.0	0.2	0.0	-	-100.0%	0.0%	-	-	-	0.0%	0.0%
Transfers and subsidies¹	8 850.3	9 414.3	10 799.4	13 279.4	14.5%	61.6%	15 905.9	16 603.6	14 790.3	3.7%	64.2%
Provinces and municipalities	5 373.7	5 858.3	6 357.1	6 879.2	8.6%	35.6%	7 890.9	7 976.3	7 418.0	2.5%	32.0%
Departmental agencies and accounts	2 382.0	2 375.9	2 612.1	3 276.1	11.2%	15.5%	5 463.0	6 700.1	6 300.9	24.4%	23.0%
Foreign governments and international organisations	237.5	243.1	250.8	43.2	-43.3%	1.1%	62.5	66.6	82.5	24.0%	0.3%
Public corporations and private enterprises	809.3	903.0	1 543.7	3 040.0	55.4%	9.2%	2 452.3	1 822.2	948.7	-32.2%	8.8%
Non-profit institutions	0.8	0.6	1.5	7.9	111.2%	0.0%	1.9	1.9	2.0	-37.0%	0.0%
Households	47.0	33.5	34.2	33.0	-11.1%	0.2%	35.4	36.5	38.2	5.0%	0.2%
Payments for capital assets	2 193.0	2 573.4	3 249.5	4 425.9	26.4%	18.1%	4 343.5	4 559.7	4 797.0	2.7%	19.2%
Buildings and other fixed structures	2 063.6	2 479.6	3 135.7	4 224.5	27.0%	17.3%	4 162.4	4 371.3	4 599.8	2.9%	18.4%
Machinery and equipment	91.7	52.5	67.4	133.6	13.4%	0.5%	126.6	133.4	144.4	2.6%	0.6%
Software and other intangible assets	37.8	41.4	46.4	67.8	21.5%	0.3%	54.6	55.1	52.8	-8.0%	0.2%
Payments for financial assets	-	0.2	1.0	0.0	0.0%	0.0%	-	-	-	-100.0%	0.0%
Total	14 502.6	15 203.5	17 693.4	21 375.9	13.8%	100.0%	24 074.6	25 159.9	23 754.5	3.6%	100.0%

1. Tables with expenditure trends, annual budget, adjusted appropriation and audited outcome are available at www.treasury.gov.za and www.vulekamali.gov.za.

Transfers and subsidies expenditure trends and estimates

Table 41.3 Vote transfers and subsidies trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R thousand											
Households											
Social benefits											
Current	11 409	12 518	12 666	5 971	-19.4%	0.1%	6 741	6 677	6 988	5.4%	-
Employee social benefits	11 409	12 518	12 666	5 971	-19.4%	0.1%	6 741	6 677	6 988	5.4%	-
Other transfers to households											
Current	35 592	21 002	21 521	27 040	-8.8%	0.2%	28 679	29 868	31 236	4.9%	0.2%
Bursaries for non-employees	30 596	21 002	21 521	27 040	-4.0%	0.2%	28 679	29 868	31 236	4.9%	0.2%
Other transfers to households	4 996	-	-	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	207 002	303 885	294 502	289 814	11.9%	2.6%	240 943	253 533	265 692	-2.9%	1.7%
Communication	1	2	7	-	-100.0%	-	-	-	-	-	-
Energy and Water Sector Education and Training Authority	3 086	3 188	3 354	3 429	3.6%	-	4 391	6 383	7 219	28.2%	-
Water Trading Entity	203 915	300 695	291 141	286 385	12.0%	2.6%	-	-	-	-100.0%	0.5%
Vaal-Orange Catchment Management Agency	-	-	-	-	-	-	27 113	28 328	29 624	-	0.1%
Breede-Olifants Catchment Management Agency	-	-	-	-	-	-	63 738	66 594	69 645	-	0.3%
Pongola-Umzimkulu Catchment Management Agency	-	-	-	-	-	-	21 558	22 524	23 556	-	0.1%
Mzimvubu-Tsitsikamma Catchment Management Agency	-	-	-	-	-	-	21 558	22 524	23 556	-	0.1%
Limpopo-Olifants Catchment Management Agency	-	-	-	-	-	-	30 279	31 635	33 085	-	0.2%
Inkomati-Usuthu Catchment Management Agency	-	-	-	-	-	-	72 306	75 545	79 007	-	0.4%
Capital	2 175 045	2 071 970	2 317 638	2 986 276	11.1%	22.6%	5 222 015	6 446 578	6 035 180	26.4%	34.2%
Water Trading Entity	2 175 045	2 071 970	2 317 638	2 986 276	11.1%	22.6%	5 222 015	6 446 578	6 035 180	26.4%	34.2%

Table 41.3 Vote transfers and subsidies trends and estimates (continued)

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R thousand											
Provinces and municipalities											
Municipal bank accounts											
Current	533	472	460	729	11.0%	–	804	825	816	3.8%	–
Vehicle licences	533	472	460	729	11.0%	–	804	825	816	3.8%	–
Capital	5 373 162	5 857 802	6 356 687	6 878 489	8.6%	57.8%	7 890 056	7 975 491	7 417 156	2.5%	49.8%
Regional bulk infrastructure grant	2 005 605	2 237 370	2 655 668	3 258 828	17.6%	24.0%	3 852 383	3 756 930	3 005 325	-2.7%	22.9%
Water services infrastructure grant	3 367 557	3 620 432	3 701 019	3 619 661	2.4%	33.8%	4 037 673	4 218 561	4 411 831	6.8%	26.9%
Foreign governments and international organisations											
Current	237 458	243 116	250 754	43 230	-43.3%	1.8%	62 523	66 572	82 497	24.0%	0.4%
Orange-Senqu River Commission	3 258	1 404	1 526	1 550	-21.9%	–	1 550	1 619	1 693	3.0%	–
African Ministers' Council on Water	200	148	–	200	–	–	200	209	219	3.1%	–
Limpopo Watercourse Commission	907	790	950	1 070	5.7%	–	1 196	1 250	1 307	6.9%	–
Komati Basin Water Authority	233 093	240 774	248 278	40 410	-44.2%	1.8%	55 977	59 894	75 678	23.3%	0.4%
Incomati and Maputo Watercourse Commission	–	–	–	–	–	–	3 600	3 600	3 600	–	–
Non-profit institutions											
Current	834	577	1 485	7 856	111.2%	–	1 850	1 883	1 961	-37.0%	–
Strategic Water Partners Network	500	500	500	2 497	70.9%	–	731	598	625	-37.0%	–
South African Youth Water Prize	–	–	469	19	–	–	20	21	22	5.0%	–
Various institutions: 2020 vision for water education programme	334	77	516	5 340	151.9%	–	1 099	1 264	1 314	-37.3%	–
Public corporations and private enterprises											
Other transfers to public corporations											
Current	–	–	130 000	7 000	–	0.3%	–	–	–	-100.0%	–
Magalies Water Board	–	–	21 200	2 000	–	0.1%	–	–	–	-100.0%	–
Bloem Water Board	–	–	108 800	–	–	0.3%	–	–	–	–	–
Vaal Central Water Board	–	–	–	5 000	–	–	–	–	–	-100.0%	–
Capital	809 312	902 969	1 413 686	3 032 960	55.3%	14.5%	2 452 278	1 822 177	948 738	-32.1%	13.6%
Magalies Water Board	98 000	103 390	109 284	1 780 000	162.9%	4.9%	1 431 194	1 165 000	–	-100.0%	7.2%
uMngeni-uThukela Water Board	440 006	662 858	738 673	269 000	-15.1%	5.0%	315 000	151 468	158 436	-16.2%	1.5%
Sedibeng Water Board	271 306	136 721	143 729	–	-100.0%	1.3%	–	–	–	–	–
Lepelle Water Board	–	–	422 000	633 000	–	2.5%	317 000	–	–	-100.0%	1.6%
Vaal Central Water Board	–	–	–	350 960	–	0.8%	389 084	505 709	790 302	31.1%	3.4%
Total	8 850 347	9 414 311	10 799 399	13 279 365	14.5%	100.0%	15 905 889	16 603 604	14 790 264	3.7%	100.0%

Personnel information

Table 41.4 Vote personnel numbers and cost by salary level and programme¹

Programmes		Number and cost ² of personnel posts filled/planned for on funded establishment															Average growth rate (%)	Average Salary level/ Total (%)		
Number of posts estimated for 31 March 2024		Number and cost ² of personnel posts filled/planned for on funded establishment																		
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						2023/24 - 2026/27						
		2022/23	2023/24	2024/25	2025/26	2026/27														
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost				
Water and Sanitation		5 066	614	3 080	1 812.9	0.6	3 086	1 874.2	0.6	3 324	1 986.1	0.6	3 445	2 079.5	0.6	3 597	2 175.1	0.6	5.2%	100.0%
Salary level																				
1 – 6	1 635	130	1 010	264.9	0.3	1 029	301.9	0.3	1 140	332.6	0.3	1 157	336.6	0.3	1 198	347.5	0.3	5.2%	33.6%	
7 – 10	2 265	315	1 279	734.7	0.6	1 236	715.5	0.6	1 343	778.2	0.6	1 401	819.8	0.6	1 478	874.0	0.6	6.1%	40.6%	
11 – 12	972	161	618	594.1	1.0	650	639.4	1.0	670	657.9	1.0	709	696.5	1.0	743	726.9	1.0	4.6%	20.6%	
13 – 16	191	8	170	212.8	1.3	168	211.0	1.3	168	211.0	1.3	175	220.3	1.3	175	220.3	1.3	1.4%	5.1%	
Other	3	–	3	6.4	2.1	3	6.4	2.1	3	6.4	2.1	3	6.4	2.1	3	6.4	2.1	0.0%	0.1%	
Programme	5 066	614	3 080	1 812.9	0.6	3 086	1 874.2	0.6	3 324	1 986.1	0.6	3 445	2 079.5	0.6	3 597	2 175.1	0.6	5.2%	100.0%	
Programme 1	2 309	325	1 553	849.9	0.5	1 587	884.7	0.6	1 669	930.8	0.6	1 730	974.5	0.6	1 794	1 019.4	0.6	4.2%	50.4%	
Programme 2	1 736	176	1 000	593.2	0.6	976	630.6	0.6	1 112	686.9	0.6	1 150	719.2	0.6	1 211	752.2	0.6	7.5%	33.1%	
Programme 3	1 021	113	527	369.7	0.7	523	358.9	0.7	543	368.4	0.7	565	385.8	0.7	592	403.4	0.7	4.2%	16.5%	

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

2. Rand million.

Departmental receipts

Table 41.5 Departmental receipts by economic classification

	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)	
	2020/21	2021/22	2022/23					2023/24	2024/25	2025/26			2026/27
R thousand													
Departmental receipts	22 781	5 774	26 699	6 686	6 686	-33.5%	100.0%	7 259	7 590	7 690	4.8%	100.0%	
Sales of goods and services produced by department	1 757	1 726	1 690	2 028	2 028	4.9%	11.6%	2 268	2 488	2 687	9.8%	32.4%	
Sales by market establishments of which:	731	650	598	601	601	-6.3%	4.2%	808	857	910	14.8%	10.9%	
Market establishment: Rental dwelling	511	470	389	300	300	-16.3%	2.7%	550	570	600	26.0%	6.9%	
Market establishment: Non-residential building	–	132	–	200	200	–	0.5%	250	280	300	14.5%	3.5%	
Market establishment: Rental parking	220	48	209	101	101	-22.9%	0.9%	8	7	10	-53.7%	0.4%	
Administrative fees of which:	65	55	59	55	55	-5.4%	0.4%	58	68	73	9.9%	0.9%	
Services rendered: Transport fees	62	55	55	50	50	-6.9%	0.4%	50	60	65	9.1%	0.8%	
Sales: Maps	2	–	–	–	–	-100.0%	–	3	5	5	–	–	
Replacement of security cards	1	–	4	5	5	71.0%	–	5	3	3	-15.7%	0.1%	
Other sales of which:	961	1 021	1 033	1 372	1 372	12.6%	7.1%	1 402	1 563	1 704	7.5%	20.7%	
Rental capital assets	93	100	100	92	92	-0.4%	0.6%	125	170	200	29.5%	2.0%	
Sales: Departmental publications and production	4	2	6	5	5	7.7%	–	2	3	4	-7.2%	–	
Services rendered: Commission on insurance and garnishee	805	798	828	1 000	1 000	7.5%	5.5%	1 000	1 100	1 200	6.3%	14.7%	
Sales: Meals and refreshments	59	35	70	150	150	36.5%	0.5%	125	130	135	-3.5%	1.8%	
Services rendered: Boarding service	–	86	29	125	125	–	0.4%	150	160	165	9.7%	2.1%	
Sales of scrap, waste, arms and other used current goods of which:	1	8	14	88	88	344.8%	0.2%	1	2	3	-67.6%	0.3%	
Sales: Scrap	1	8	14	85	85	339.7%	0.2%	1	2	3	-67.2%	0.3%	
Sales: Wastepaper	–	–	–	3	3	–	–	–	–	–	-100.0%	–	
Fines, penalties and forfeits	–	–	3 270	100	100	–	5.4%	–	–	–	-100.0%	0.3%	
Interest, dividends and rent on land	1 056	126	1 146	1 170	1 170	3.5%	5.6%	1 190	1 200	1 200	0.8%	16.3%	
Interest	1 056	126	1 146	1 170	1 170	3.5%	5.6%	1 190	1 200	1 200	0.8%	16.3%	
Sales of capital assets	35	242	162	–	–	-100.0%	0.7%	600	600	600	–	6.2%	
Transactions in financial assets and liabilities	19 932	3 672	20 417	3 300	3 300	-45.1%	76.4%	3 200	3 300	3 200	-1.0%	44.5%	
Total	22 781	5 774	26 699	6 686	6 686	-33.5%	100.0%	7 259	7 590	7 690	4.8%	100.0%	

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department. Develop and promote international relations on water resources with neighbouring countries.

Objective

Facilitate cooperation by implementing and evaluating the approved African and global/international relations plan annually, in support of the national water and sanitation agenda.

Subprogrammes

- *Ministry* provides administrative support to the minister, the deputy minister and their support staff, and makes provision for their salaries.
- *Departmental Management* provides policy and strategic direction for water and sanitation management. This includes enterprise-wide support services comprising administrative support to the director-general, corporate planning, monitoring, evaluation, and the provision of salaries and operational budgets for the department's regional office heads.
- *Corporate Services* provides enterprise-wide support comprising human resources, legal services, communications, the learning and development academy, and transformation policy and coordination.

- *Financial Management* ensures the efficient management of daily financial operations, processes and systems.
- *Office Accommodation* makes payments for rental charges on all leased office space occupied by the department, and for municipal services such as electricity, water, and sewage and waste removal.
- *Provincial and International Coordination* provides for the coordination of international relations on water and sanitation with neighbouring countries, and the provision of salaries and operational budgets for the department's regional office heads.

Expenditure trends and estimates

Table 41.6 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome				Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2020/21	2021/22	2022/23	2023/24		2020/21	2023/24	2024/25	2025/26	2026/27	2023/24	2026/27
R million												
Ministry	43.7	63.8	59.8	52.4	52.4	6.2%	3.0%	49.3	51.7	54.1	1.1%	2.3%
Departmental Management	138.4	124.7	142.5	154.2	154.2	3.7%	7.6%	171.1	183.9	192.0	7.6%	7.8%
Corporate Services	634.3	717.9	815.9	921.4	921.4	13.3%	41.8%	957.9	1 003.9	1 045.0	4.3%	43.9%
Financial Management	245.5	237.8	255.8	283.8	283.8	5.0%	13.8%	318.9	328.9	336.6	5.9%	14.2%
Office Accommodation	503.2	490.2	587.8	556.4	556.4	3.4%	28.9%	582.2	609.1	637.0	4.6%	26.6%
Provincial and International Coordination	81.0	82.1	95.5	101.9	101.9	8.0%	4.9%	114.9	122.1	127.4	7.7%	5.2%
Total	1 646.0	1 716.5	1 957.3	2 070.1	2 070.1	7.9%	100.0%	2 194.3	2 299.7	2 392.1	4.9%	100.0%
Change to 2023 Budget estimate								72.7	89.6	80.7		
Economic classification												
Current payments	1 547.8	1 623.7	1 849.6	1 896.7	1 896.7	7.0%	93.6%	2 071.5	2 170.7	2 259.7	6.0%	93.8%
Compensation of employees	765.1	791.5	849.9	884.7	884.7	5.0%	44.5%	930.8	974.5	1 019.4	4.8%	42.5%
Goods and services	782.7	832.1	999.7	1 012.0	1 012.0	8.9%	49.1%	1 140.7	1 196.2	1 240.3	7.0%	51.2%
of which:												
Audit costs: External	24.1	37.0	35.7	50.7	50.7	28.1%	2.0%	68.0	63.9	59.2	5.3%	2.7%
Computer services	66.9	70.4	75.0	101.9	101.9	15.1%	4.3%	131.1	134.9	140.4	11.3%	5.7%
Consultants: Business and advisory services	46.7	31.7	3.1	15.9	15.9	-30.2%	1.3%	39.2	41.3	41.1	37.3%	1.5%
Operating leases	457.9	437.4	534.8	499.1	499.1	2.9%	26.1%	522.5	545.9	570.9	4.6%	23.9%
Property payments	78.7	95.0	103.3	114.5	114.5	13.3%	5.3%	129.6	135.6	141.9	7.4%	5.8%
Travel and subsistence	31.5	47.5	90.2	71.5	71.5	31.5%	3.3%	74.3	92.9	96.6	10.5%	3.7%
Interest and rent on land	0.0	0.0	0.0	–	–	-100.0%	–	–	–	–	–	–
Transfers and subsidies	48.3	31.7	33.7	38.2	38.2	-7.5%	2.1%	14.4	16.1	17.3	-23.3%	1.0%
Provinces and municipalities	0.0	0.0	0.0	0.1	0.1	152.0%	–	0.1	0.1	0.1	4.0%	–
Departmental agencies and accounts	3.1	3.2	3.4	3.4	3.4	3.6%	0.2%	4.4	6.4	7.2	28.2%	0.2%
Foreign governments and international organisations	4.4	2.3	2.5	2.8	2.8	-13.6%	0.2%	6.5	6.7	6.8	34.2%	0.3%
Non-profit institutions	0.5	0.5	0.5	2.5	2.5	70.9%	0.1%	0.7	0.6	0.6	-37.0%	–
Households	40.4	25.7	27.4	29.4	29.4	-10.0%	1.7%	2.6	2.4	2.5	-56.1%	0.4%
Payments for capital assets	49.9	61.1	73.4	135.2	135.2	39.4%	4.3%	108.4	112.8	115.2	-5.2%	5.3%
Machinery and equipment	12.1	19.7	27.1	68.5	68.5	78.0%	1.7%	54.8	57.8	62.4	-3.1%	2.7%
Software and other intangible assets	37.8	41.4	46.4	66.6	66.6	20.9%	2.6%	53.6	55.1	52.8	-7.5%	2.5%
Payments for financial assets	–	0.0	0.5	–	–	–	–	–	–	–	–	–
Total	1 646.0	1 716.5	1 957.3	2 070.1	2 070.1	7.9%	100.0%	2 194.3	2 299.7	2 392.1	4.9%	100.0%
Proportion of total programme expenditure to vote expenditure	11.3%	11.3%	11.1%	9.7%	9.7%	–	–	9.1%	9.1%	10.1%	–	–
Details of transfers and subsidies												
Households												
Social benefits												
Current	4.8	4.7	5.9	2.4	2.4	-20.9%	0.2%	2.6	2.4	2.5	1.8%	0.1%
Employee social benefits	4.8	4.7	5.9	2.4	2.4	-20.9%	0.2%	2.6	2.4	2.5	1.8%	0.1%
Other transfers to households												
Current	35.6	21.0	21.5	27.0	27.0	-8.8%	1.4%	–	–	–	-100.0%	0.3%
Bursaries for non-employees	30.6	21.0	21.5	27.0	27.0	-4.0%	1.4%	–	–	–	-100.0%	0.3%
Other transfers to households	5.0	–	–	–	–	-100.0%	0.1%	–	–	–	–	–
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current	3.1	3.2	3.4	3.4	3.4	3.6%	0.2%	4.4	6.4	7.2	28.2%	0.2%
Energy and Water Sector Education and Training Authority	3.1	3.2	3.4	3.4	3.4	3.6%	0.2%	4.4	6.4	7.2	28.2%	0.2%
Provinces and municipalities												
Municipal bank accounts												
Current	0.0	0.0	0.0	0.1	0.1	152.0%	–	0.1	0.1	0.1	4.0%	–
Vehicle licences	0.0	0.0	0.0	0.1	0.1	152.0%	–	0.1	0.1	0.1	4.0%	–

Table 41.6 Administration expenditure trends and estimates by subprogramme and economic classification (continued)

Details of transfers and subsidies				Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
Audited outcome			2023/24				2020/21 - 2023/24	2024/25	2025/26		
R million	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2023/24 - 2026/27	
Foreign governments and international organisations											
Current	4.4	2.3	2.5	2.8	-13.6%	0.2%	6.5	6.7	6.8	34.2%	0.3%
Orange-Senqu River Commission	3.3	1.4	1.5	1.6	-21.9%	0.1%	1.6	1.6	1.7	3.0%	0.1%
African Ministers' Council on Water	0.2	0.1	-	0.2	-	-	0.2	0.2	0.2	3.1%	-
Limpopo Watercourse Commission	0.9	0.8	1.0	1.1	5.7%	0.1%	1.2	1.3	1.3	6.9%	0.1%
Incomati and Maputo Watercourse Commission	-	-	-	-	-	-	3.6	3.6	3.6	-	0.1%
Non-profit institutions											
Current	0.5	0.5	0.5	2.5	70.9%	0.1%	0.7	0.6	0.6	-37.0%	-
Strategic Water Partners Network	0.5	0.5	0.5	2.5	70.9%	0.1%	0.7	0.6	0.6	-37.0%	-

Personnel information

Table 41.7 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024			Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average Salary level/ Total (%)			
Number of funded posts	Number of posts additional to the establishment	325	Actual 2022/23			Revised estimate 2023/24			Medium-term expenditure estimate								2023/24 - 2026/27		
			Number	Cost	Unit cost	Number	Cost	Unit cost	2024/25		2025/26		2026/27						
Administration			1 553	849.9	0.5	1 587	884.7	0.6	1 669	930.8	0.6	1 730	974.5	0.6	1 794	1 019.4	0.6	4.2%	100.0%
1 – 6	851	46	534	140.5	0.3	600	179.0	0.3	624	186.5	0.3	629	187.6	0.3	639	189.7	0.3	2.1%	36.8%
7 – 10	1 064	174	694	382.7	0.6	666	378.7	0.6	708	402.5	0.6	744	427.9	0.6	773	449.3	0.6	5.1%	42.6%
11 – 12	291	100	236	211.8	0.9	236	217.1	0.9	252	232.0	0.9	272	249.1	0.9	297	270.6	0.9	8.0%	15.6%
13 – 16	100	5	86	108.6	1.3	82	103.5	1.3	82	103.5	1.3	82	103.5	1.3	82	103.5	1.3	-	4.8%
Other	3	-	3	6.4	2.1	3	6.4	2.1	3	6.4	2.1	3	6.4	2.1	3	6.4	2.1	-	0.2%

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

2. Rand million.

Programme 2: Water Resources Management

Programme purpose

Ensure that South Africa's water resources are protected, used, developed, conserved, managed, controlled and planned in an integrated and sustainable manner.

Objectives

- Effectively manage water demand and supply on an ongoing basis by:
 - maintaining 6 water information systems
 - updating climate change risk and vulnerability assessments.
- Ensure the effective and sustainable management of water resources by distributing and monitoring funds transferred to the Water Trading Entity for the design, construction, commissioning and rehabilitation of bulk raw water infrastructure, including dam safety rehabilitation, on an ongoing basis.
- Improve the efficiency and effectiveness of the management of water resources by establishing 6 catchment management agencies by March 2025.
- Ensure the equitable allocation of water resources for social and economic development by processing 80 per cent of applications to authorise water use within 90 working days on an ongoing basis.
- Protect and restore ecological infrastructure by:
 - implementing monitoring programmes for the quality of drinking water, wastewater and mine water on an ongoing basis
 - implementing the waste discharge charge system by March 2025.

- Ensure the protection of water resources by coordinating and monitoring compliance with standards, licence conditions and regulations across all sectors on an ongoing basis.
- Ensure the effective enforcement of compliance with water legislation by monitoring water use, conducting investigations and providing legal support in cases of unlawful water use on an ongoing basis.

Subprogrammes

- *Water Resources Management Support* provides strategic leadership, management and support services to the programme and makes provisions for associated salaries.
- *Integrated Water Resources Planning* develops comprehensive plans for the availability of adequate water resources to guide infrastructure development, systems and services management in the water sector.
- *Water Ecosystems Management* develops and implements measures to protect water resources by determining measures to manage water resources and developing guidelines and protocols for pollution control and rehabilitation.
- *Water Resources Information and Management* ensures the development and maintenance of data and information management systems to enable informed decisions in the water sector.
- *Water Resources Infrastructure Management* develops, rehabilitates and refurbishes bulk raw water resources infrastructure to meet South Africa's socioeconomic and environmental needs.
- *Water Resources Policy and Strategy* develops, monitors and reviews management policies and procedures for water resources.
- *Water Resources Regulation* develops, implements, monitors and reviews regulations on water resources, particularly the regulation of raw water pricing, the authorisation of water use, compliance monitoring and enforcement, dam safety, resource protection and waste.
- *Water Resources Institutional Oversight* is responsible for the institutional governance and oversight of all water resources institutions, and facilitates their establishment and development.

Expenditure trends and estimates

Table 41.8 Water Resources Management expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/Total (%)
	2020/21	2021/22	2022/23		2020/21	2023/24	2024/25	2025/26	2026/27		
R million											
Water Resources Management Support	6.1	5.4	6.3	5.7	-2.3%	0.2%	4.2	4.7	4.9	-4.9%	0.1%
Integrated Water Resources Planning	62.1	74.8	69.5	78.9	8.3%	1.9%	134.6	140.6	147.0	23.0%	1.9%
Water Ecosystems Management	38.9	51.7	69.8	62.8	17.3%	1.5%	75.5	79.0	82.6	9.6%	1.1%
Water Resources Information and Management	423.4	506.0	535.6	560.3	9.8%	13.7%	593.0	627.1	653.3	5.3%	9.2%
Water Resources Infrastructure Management	2 612.1	2 613.4	2 857.1	3 313.1	8.2%	77.1%	5 514.5	6 753.6	6 369.3	24.3%	83.1%
Water Resources Policy and Strategy	10.1	2.3	2.6	9.5	-2.1%	0.2%	9.4	10.9	11.4	6.4%	0.2%
Water Resources Regulation	–	197.7	201.8	228.5	–	4.2%	242.8	251.3	262.1	4.7%	3.7%
Water Resources Institutional Oversight	46.2	48.4	38.6	44.5	-1.3%	1.2%	45.8	48.3	50.4	4.3%	0.7%
Total	3 199.0	3 499.9	3 781.2	4 303.2	10.4%	100.0%	6 619.9	7 915.4	7 581.2	20.8%	100.0%
Change to 2023 Budget estimate				–			991.7	265.7	(954.0)		
Economic classification											
Current payments	535.8	825.7	868.4	923.8	19.9%	21.3%	988.0	1 039.9	1 081.8	5.4%	15.3%
Compensation of employees	421.5	611.7	593.2	630.6	14.4%	15.3%	686.9	719.2	752.2	6.1%	10.6%
Goods and services	114.3	214.0	275.2	293.2	36.9%	6.1%	301.2	320.7	329.6	4.0%	4.7%
of which:											
Communication	4.9	7.3	5.3	7.4	14.8%	0.2%	7.4	11.4	11.9	17.2%	0.1%
Computer services	31.9	39.9	39.7	30.7	-1.2%	1.0%	22.4	24.2	26.0	-5.4%	0.4%
Consultants: Business and advisory services	10.2	42.4	50.0	55.9	76.4%	1.1%	82.4	89.7	93.0	18.5%	1.2%
Infrastructure and planning services	13.9	25.3	33.4	38.5	40.5%	0.8%	52.8	55.6	58.1	14.7%	0.8%
Consumable supplies	7.8	8.7	15.9	27.9	52.8%	0.4%	18.3	13.3	15.1	-18.6%	0.3%
Travel and subsistence	30.0	70.8	106.8	86.0	42.0%	2.0%	73.8	75.6	72.0	-5.7%	1.2%
Transfers and subsidies	2 615.6	2 619.3	2 860.8	3 315.8	8.2%	77.2%	5 546.2	6 786.5	6 403.7	24.5%	83.5%
Provinces and municipalities	0.5	0.5	0.5	0.6	6.3%	–	0.7	0.7	0.7	3.8%	–
Departmental agencies and accounts	2 379.0	2 372.7	2 608.8	3 272.7	11.2%	71.9%	5 458.6	6 693.7	6 293.7	24.4%	82.2%
Foreign governments and international organisations	233.1	240.8	248.3	40.4	-44.2%	5.2%	56.0	59.9	75.7	23.3%	0.9%
Households	3.0	5.4	3.3	2.1	-11.9%	0.1%	31.0	32.2	33.6	152.8%	0.4%

Table 41.8 Water Resources Management expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification	Audited outcome			Adjusted appropriation 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
	R million										
Payments for capital assets	47.6	54.7	51.8	63.6	10.1%	1.5%	85.7	89.1	95.7	14.6%	1.3%
Buildings and other fixed structures	34.8	29.4	21.6	9.8	-34.4%	0.6%	24.7	25.8	27.0	40.0%	0.3%
Machinery and equipment	12.7	25.3	30.1	52.6	60.4%	0.8%	60.0	63.2	68.7	9.3%	0.9%
Software and other intangible assets	-	-	0.1	1.2	-	-	1.0	-	-	-100.0%	-
Payments for financial assets	-	0.1	0.3	0.0	-	-	-	-	-	-100.0%	-
Total	3 199.0	3 499.9	3 781.2	4 303.2	10.4%	100.0%	6 619.9	7 915.4	7 581.2	20.8%	100.0%
Proportion of total programme expenditure to vote expenditure	22.1%	23.0%	21.4%	20.1%	-	-	27.5%	31.5%	31.9%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	3.0	5.4	3.3	2.1	-11.9%	0.1%	2.3	2.3	2.4	4.8%	-
Employee social benefits	3.0	5.4	3.3	2.1	-11.9%	0.1%	2.3	2.3	2.4	4.8%	-
Other transfers to households											
Current	-	-	-	-	-	-	28.7	29.9	31.2	-	0.3%
Bursaries for non-employees	-	-	-	-	-	-	28.7	29.9	31.2	-	0.3%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	203.9	300.7	291.1	286.4	12.0%	7.3%	236.6	247.2	258.5	-3.4%	3.9%
Communication	0.0	0.0	0.0	-	-100.0%	-	-	-	-	-	-
Water Trading Entity	203.9	300.7	291.1	286.4	12.0%	7.3%	-	-	-	-100.0%	1.1%
Vaal-Orange Catchment Management Agency	-	-	-	-	-	-	27.1	28.3	29.6	-	0.3%
Breede-Olifants Catchment Management Agency	-	-	-	-	-	-	63.7	66.6	69.6	-	0.8%
Pongola-Umzimkulu Catchment Management Agency	-	-	-	-	-	-	21.6	22.5	23.6	-	0.3%
Mzimvubu-Tsitsikamma Catchment Management Agency	-	-	-	-	-	-	21.6	22.5	23.6	-	0.3%
Limpopo-Olifants Catchment Management Agency	-	-	-	-	-	-	30.3	31.6	33.1	-	0.4%
Inkomati-Usuthu Catchment Management Agency	-	-	-	-	-	-	72.3	75.5	79.0	-	0.9%
Capital	2 175.0	2 072.0	2 317.6	2 986.3	11.1%	64.6%	5 222.0	6 446.6	6 035.2	26.4%	78.3%
Water Trading Entity	2 175.0	2 072.0	2 317.6	2 986.3	11.1%	64.6%	5 222.0	6 446.6	6 035.2	26.4%	78.3%
Provinces and municipalities											
Municipal bank accounts											
Current	0.5	0.5	0.5	0.6	6.3%	-	0.7	0.7	0.7	3.8%	-
Vehicle licences	0.5	0.5	0.5	0.6	6.3%	-	0.7	0.7	0.7	3.8%	-
Foreign governments and international organisations											
Current	233.1	240.8	248.3	40.4	-44.2%	5.2%	56.0	59.9	75.7	23.3%	0.9%
Komati Basin Water Authority	233.1	240.8	248.3	40.4	-44.2%	5.2%	56.0	59.9	75.7	23.3%	0.9%

Personnel information

Table 41.9 Water Resources Management personnel numbers and cost by salary level¹

Water Resources Management	Number of posts estimated for 31 March 2024		Number and cost ² of personnel posts filled/planned for on funded establishment									Average growth rate (%) 2023/24 - 2026/27	Average: Salary level/ Total (%)						
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23		2023/24		2024/25		2025/26		2026/27								
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			Number	Cost	Unit cost			
Salary level	1 736	176	1 000	593.2	0.6	976	630.6	0.6	1 112	686.9	0.6	1 150	719.2	0.6	1 211	752.2	0.6	7.5%	100.0%
1 – 6	534	45	354	90.7	0.3	309	85.8	0.3	388	106.8	0.3	393	108.1	0.3	415	114.1	0.3	10.3%	33.8%
7 – 10	741	83	355	205.5	0.6	320	182.7	0.6	373	214.4	0.6	391	228.2	0.6	430	255.2	0.6	10.4%	34.0%
11 – 12	415	45	252	248.3	1.0	304	307.6	1.0	308	311.2	1.0	323	328.5	1.0	323	328.5	1.0	2.0%	28.3%
13 – 16	46	3	39	48.7	1.2	43	54.4	1.3	43	54.4	1.3	43	54.4	1.3	43	54.4	1.3	-	3.9%

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

2. Rand million.

Programme 3: Water Services Management

Programme purpose

Develop, rehabilitate and refurbish water services infrastructure to meet the socioeconomic and environmental needs of South Africa.

Objectives

- Enhance the efficiency of water use and the management of water quality by assessing 8 large water systems for water losses annually.
- Ensure adequate water availability through the development and management of infrastructure for water resources, and enhance the provision of sustainable and reliable water supply and sanitation by:
 - implementing 44 large regional bulk infrastructure projects over the medium term
 - supporting 44 district municipalities with developing water and sanitation reliability plans over the medium term
 - assessing annual municipal strategic self-assessments across all water services authorities on an ongoing basis
 - transferring funds and monitoring the performance of municipalities that receive funds through the *regional bulk infrastructure grant* and *water services infrastructure grant* in terms of the annual Division of Revenue Act.

Subprogrammes

- *Water Services Management Support* provides strategic leadership, management and support services to the programme and makes provision for associated salaries.
- *Water Services and Local Management* develops comprehensive plans that guide water and sanitation services and management across the value chain.
- *Regional Bulk Infrastructure Grant* provides for the development of new infrastructure; the refurbishment, upgrading and replacement of ageing infrastructure; and the servicing of extensive areas across municipal boundaries.
- *Water Services Regulation* develops, implements, monitors and reviews water resource regulations, particularly the compliance of water services authorities with water supply regulations.
- *Water Services Policy and Strategy* develops and reviews water services policies, procedures, norms and standards, and monitors their implementation.
- *Water Services Infrastructure Grant* provides for the construction of new water and sanitation infrastructure and the rehabilitation of existing infrastructure through the grant transfer of water services schemes to water services institutions.
- *Water Services Institutional Oversight* is responsible for the institutional governance and oversight of all water services institutions, and facilitates their establishment and development.

Expenditure trends and estimates

Table 41.10 Water Services Management 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 (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Water Services Management Support	28.6	27.6	32.7	41.8	13.5%	0.3%	49.2	51.5	54.0	8.9%	0.3%
Water Services and Local Management	330.3	223.8	359.1	331.6	0.1%	2.7%	374.8	388.5	407.4	7.1%	2.5%
Regional Bulk Infrastructure Grant	5 124.2	5 444.6	7 005.6	9 677.3	23.6%	58.5%	9 497.9	8 903.8	7 291.8	-9.0%	60.0%
Water Services Regulation	200.3	38.1	42.3	47.7	-38.0%	0.7%	54.6	56.4	59.1	7.4%	0.4%
Water Services Policy and Strategy	–	12.3	13.5	8.8	–	0.1%	9.3	9.7	9.3	2.0%	0.1%
Water Services Infrastructure Grant	3 973.1	4 233.1	4 481.0	4 876.1	7.1%	37.7%	5 250.2	5 509.5	5 933.2	6.8%	36.6%
Water Services Institutional Oversight	1.0	7.6	20.8	19.4	168.7%	0.1%	24.3	25.4	26.6	11.1%	0.2%
Total	9 657.6	9 987.2	11 954.9	15 002.7	15.8%	100.0%	15 260.4	14 944.8	13 781.3	-2.8%	100.0%
Change to 2023				–			(1 169.9)	(1 079.9)	(827.3)		
Budget estimate											
Economic classification											
Current payments	1 375.7	766.2	925.5	850.1	-14.8%	8.4%	765.6	786.0	825.8	-1.0%	5.5%
Compensation of employees	451.7	339.0	369.7	358.9	-7.4%	3.3%	368.4	385.8	403.4	4.0%	2.6%
Goods and services	924.0	427.0	555.8	491.2	-19.0%	5.1%	397.3	400.2	422.4	-4.9%	2.9%
of which:											
Computer services	21.3	11.8	12.7	16.0	-8.9%	0.1%	13.4	14.0	14.6	-3.1%	0.1%
Consultants: Business and advisory services	224.5	67.4	156.5	34.1	-46.7%	1.0%	66.0	66.5	69.9	27.0%	0.4%
Infrastructure and planning services	15.7	61.9	45.6	135.5	104.9%	0.6%	185.9	190.1	198.9	13.6%	1.2%
Consumables: Stationery, printing and office supplies	1.7	2.1	2.7	5.6	47.6%	–	6.2	6.7	7.0	7.7%	–
Property payments	16.6	18.9	13.2	1.8	-52.7%	0.1%	11.7	12.3	12.9	94.3%	0.1%
Travel and subsistence	29.5	34.8	69.7	58.5	25.6%	0.4%	71.7	66.2	72.5	7.4%	0.5%
Interest and rent on land	0.0	0.2	–	–	-100.0%	–	–	–	–	–	–
Transfers and subsidies	6 186.4	6 763.2	7 904.9	9 925.3	17.1%	66.0%	10 345.3	9 801.0	8 369.3	-5.5%	65.2%
Provinces and municipalities	5 373.2	5 857.8	6 356.7	6 878.5	8.6%	52.5%	7 890.1	7 975.5	7 417.2	2.5%	51.1%
Public corporations and private enterprises	809.3	903.0	1 543.7	3 040.0	55.4%	13.5%	2 452.3	1 822.2	948.7	-32.2%	14.0%
Non-profit institutions	0.3	0.1	1.0	5.4	152.2%	–	1.1	1.3	1.3	-37.1%	–
Households	3.6	2.4	3.5	1.5	-24.8%	–	1.8	2.0	2.1	11.2%	–
Payments for capital assets	2 095.5	2 457.6	3 124.3	4 227.2	26.4%	25.5%	4 149.5	4 357.8	4 586.1	2.8%	29.4%
Buildings and other fixed structures	2 028.7	2 450.2	3 114.1	4 214.7	27.6%	25.3%	4 137.7	4 345.4	4 572.8	2.8%	29.3%
Machinery and equipment	66.8	7.4	10.2	12.6	-42.7%	0.2%	11.8	12.4	13.3	2.0%	0.1%
Payments for financial assets	–	0.1	0.3	–	–	–	–	–	–	–	–
Total	9 657.6	9 987.2	11 954.9	15 002.7	15.8%	100.0%	15 260.4	14 944.8	13 781.3	-2.8%	100.0%
Proportion of total programme expenditure to vote expenditure	66.6%	65.7%	67.6%	70.2%	–	–	63.4%	59.4%	58.0%	–	–
Details of transfers and subsidies											
Households											
Social benefits											
Current	3.6	2.4	3.5	1.5	-24.8%	–	1.8	2.0	2.1	11.2%	–
Employee social benefits	3.6	2.4	3.5	1.5	-24.8%	–	1.8	2.0	2.1	11.2%	–
Provinces and municipalities											
Municipal bank accounts											
Capital	5 373.2	5 857.8	6 356.7	6 878.5	8.6%	52.5%	7 890.1	7 975.5	7 417.2	2.5%	51.1%
Regional bulk infrastructure grant	2 005.6	2 237.4	2 655.7	3 258.8	17.6%	21.8%	3 852.4	3 756.9	3 005.3	-2.7%	23.5%
Water services infrastructure grant	3 367.6	3 620.4	3 701.0	3 619.7	2.4%	30.7%	4 037.7	4 218.6	4 411.8	6.8%	27.6%
Non-profit institutions											
Current	0.3	0.1	1.0	5.4	152.2%	–	1.1	1.3	1.3	-37.1%	–
South African Youth Water Prize	–	–	0.5	0.0	–	–	0.0	0.0	0.0	5.0%	–
Various institutions: 2020 vision for water education programme	0.3	0.1	0.5	5.3	151.9%	–	1.1	1.3	1.3	-37.3%	–
Public corporations and private enterprises											
Other transfers to public corporations											
Current	–	–	130.0	7.0	–	0.3%	–	–	–	-100.0%	–
Magalies Water Board	–	–	21.2	2.0	–	–	–	–	–	-100.0%	–
Bloem Water Board	–	–	108.8	–	–	0.2%	–	–	–	–	–
Vaal Central Water Board	–	–	–	5.0	–	–	–	–	–	-100.0%	–
Capital	809.3	903.0	1 413.7	3 033.0	55.3%	13.2%	2 452.3	1 822.2	948.7	-32.1%	14.0%
Magalies Water Board	98.0	103.4	109.3	1 780.0	162.9%	4.5%	1 431.2	1 165.0	–	-100.0%	7.4%
uMngeni-uThukela Water Board	440.0	662.9	738.7	269.0	-15.1%	4.5%	315.0	151.5	158.4	-16.2%	1.5%
Sedibeng Water Board	271.3	136.7	143.7	–	-100.0%	1.2%	–	–	–	–	–
Lepelle Water Board	–	–	422.0	633.0	–	2.3%	317.0	–	–	-100.0%	1.6%
Vaal Central Water Board	–	–	–	351.0	–	0.8%	389.1	505.7	790.3	31.1%	3.5%

Personnel information

Table 41.11 Water Services Management personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024			Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)			
Number of funded posts	Number of posts additional to the establishment		Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23		Unit cost	2023/24		Unit cost	2024/25		Unit cost	2025/26		Unit cost			2026/27		Unit cost
Water Services Management			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	2023/24 - 2026/27	
Salary level	1 021	113	527	369.7	0.7	523	358.9	0.7	543	368.4	0.7	565	385.8	0.7	592	403.4	0.7	4.2%	100.0%
1 – 6	250	39	122	33.7	0.3	120	37.0	0.3	128	39.4	0.3	135	40.9	0.3	144	43.7	0.3	6.3%	23.7%
7 – 10	460	58	230	146.6	0.6	250	154.0	0.6	262	161.2	0.6	266	163.7	0.6	275	169.5	0.6	3.2%	47.4%
11 – 12	266	16	130	134.0	1.0	110	114.7	1.0	110	114.7	1.0	114	118.9	1.0	123	127.9	1.0	3.8%	20.6%
13 – 16	45	–	45	55.5	1.2	43	53.1	1.2	43	53.1	1.2	50	62.3	1.2	50	62.3	1.2	5.2%	8.4%

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

2. Rand million.

Entities

Breede-Olifants Catchment Management Agency

Selected performance indicator

Table 41.12 Breede-Olifants Catchment Management Agency performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of water registrations finalised per year	Water projects	Priority 2: Economic transformation and job creation	83.8% (351/419)	86.5% (416/481)	97.1% (465/479)	85%	85%	85%	85%

Entity overview

The former Breede-Gouritz Catchment Management Agency was established in 2005 in terms of the National Water Act (1998). In November 2022, the agency's boundary and area of operation was extended to form the Breede-Olifants Catchment Management Agency. The agency is mandated to protect the use of water resources in its area of operation. Its functions include resource allocation, protection, use, conservation, monitoring, planning development and operations.

Over the medium term, the agency plans to engage with users in the Breede-Olifants water management area as part of its public participation programme, monitor and authorise their water usage, and finalise 85 per cent of user registrations each year.

Total expenditure is expected to increase at an average annual rate of 27.3 per cent, from R87.9 million in 2023/24 to R181.4 million in 2026/27, due to the extension of the agency's operational area to the entire Western Cape. This extension will require additional personnel, which is expected to drive an increase in operational expenses. As a result, spending on compensation of employees is set to increase at average annual rate of 23.8 per cent, from R56.6 million in 2023/24 to R107.4 million in 2026/27. Spending on goods and services is set to increase at an average annual rate of 35.5 per cent, from R29.8 million in 2023/24 to R74 million in 2026/27.

The agency is set to derive 57.6 per cent (R311.1 million) of its revenue over the medium term through water resource management charges, water waste charges and income from a cooperation agreement with the South African National Biodiversity Institute. Over the same period, transfers from the department account for a projected 42.4 per cent (R202.9 million) of total revenue, increasing at an average annual rate of 16.7 per cent, from R45.1 million in 2023/24 to R71.6 million in 2026/27, due to the entity's expanded service area.

Programmes/Objectives/Activities**Table 41.13 Breede-Olifants Catchment Management Agency expenditure trends and estimates by programme/objective/activity**

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Administration	35.9	36.6	45.9	41.0	4.6%	48.7%	82.6	87.5	92.8	31.2%	50.0%
Water projects	27.5	33.2	35.0	37.1	10.6%	40.5%	62.5	66.3	70.3	23.7%	39.6%
Public participation	7.5	8.7	9.3	9.8	9.2%	10.8%	16.3	17.3	18.4	23.4%	10.4%
Total	70.8	78.5	90.2	87.9	7.5%	100.0%	161.5	171.1	181.4	27.3%	100.0%

Statements of financial performance, cash flow and financial position**Table 41.14 Breede-Olifants Catchment Management Agency statements of financial performance, cash flow and financial position****Statement of financial performance**

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Revenue											
Non-tax revenue	53.7	59.2	64.5	42.9	-7.2%	56.9%	97.7	103.6	109.8	36.8%	57.6%
Sale of goods and services other than capital assets	45.0	49.1	48.8	33.9	-9.0%	45.8%	95.3	101.0	107.1	46.7%	53.9%
Other sales	45.0	49.1	48.8	33.9	-9.0%	45.8%	95.3	101.0	107.1	46.7%	53.9%
Other non-tax revenue	8.6	10.1	15.8	9.0	1.4%	11.2%	2.4	2.6	2.7	-32.7%	3.7%
Transfers received	38.7	40.6	40.2	45.1	5.2%	43.1%	63.7	67.6	71.6	16.7%	42.4%
Total revenue	92.4	99.8	104.7	88.0	-1.6%	100.0%	161.5	171.1	181.4	27.3%	100.0%
Expenses											
Current expenses	70.8	78.5	90.2	87.9	7.5%	100.0%	161.5	171.1	181.4	27.3%	100.0%
Compensation of employees	44.9	50.5	55.1	56.6	8.0%	63.3%	95.6	101.3	107.4	23.8%	60.5%
Goods and services	24.4	26.6	35.0	29.8	6.9%	35.2%	65.9	69.8	74.0	35.5%	39.1%
Depreciation	1.6	1.4	-	1.6	0.6%	1.5%	-	-	-	-100.0%	0.5%
Total expenses	70.8	78.5	90.2	87.9	7.5%	100.0%	161.5	171.1	181.4	27.3%	100.0%
Surplus/(Deficit)	21.5	21.3	14.5	-	-100.0%		-	-	-	-	-

Cash flow statement

Cash flow from operating activities	25.5	17.7	15.4	19.8	-8.1%	100.0%	(0.2)	(0.2)	6.8	-29.9%	100.0%
Receipts											
Non-tax receipts	46.9	44.0	49.5	49.3	1.7%	53.5%	97.7	103.6	116.8	33.3%	58.8%
Sales of goods and services other than capital assets	44.9	41.3	43.6	46.3	1.0%	49.7%	95.3	101.0	113.5	34.8%	56.8%
Other sales	44.9	41.3	43.6	46.3	1.0%	49.7%	95.3	101.0	113.5	34.8%	56.8%
Other tax receipts	2.0	2.7	6.0	3.0	14.1%	3.8%	2.4	2.6	3.4	4.1%	2.0%
Transfers received	38.7	40.6	40.2	45.5	5.6%	46.5%	63.7	67.6	71.6	16.3%	41.2%
Total receipts	85.6	84.6	89.7	94.8	3.5%	100.0%	161.5	171.1	188.5	25.7%	100.0%
Payment											
Current payments	60.1	66.9	74.3	75.0	7.7%	100.0%	161.7	171.4	181.6	34.3%	100.0%
Compensation of employees	43.7	49.8	55.2	55.8	8.5%	74.0%	95.6	101.3	107.4	24.4%	62.9%
Goods and services	16.4	17.1	19.1	19.2	5.5%	26.0%	66.1	70.1	74.3	56.9%	37.1%
Total payments	60.1	66.9	74.3	75.0	7.7%	100.0%	161.7	171.4	181.6	34.3%	100.0%
Net cash flow from investing activities	(0.6)	(1.4)	(2.1)	(1.2)	25.3%	100.0%	(10.9)	(1.2)	(1.2)	1.3%	100.0%
Acquisition of property, plant, equipment and intangible assets	(0.2)	(0.9)	(1.1)	(0.9)	58.7%	56.9%	(8.7)	(0.9)	(0.9)	1.3%	76.3%
Acquisition of software and other intangible assets	(0.4)	(0.5)	(1.0)	(0.3)	-8.4%	43.3%	(2.2)	(0.3)	(0.3)	1.3%	23.7%
Proceeds from the sale of property, plant, equipment and intangible assets	0.0	-	-	-	-100.0%	-0.2%	-	-	-	-	-
Net increase/(decrease) in cash and cash equivalents	24.9	16.3	13.4	18.6	-9.2%	23.0%	(11.1)	(1.4)	5.6	-33.1%	100.0%

Statement of financial position

Carrying value of assets	1.9	1.8	4.1	1.8	-1.3%	1.4%	1.8	1.8	1.8	-	1.0%
<i>of which:</i>											
Acquisition of assets	(0.2)	(0.9)	(1.1)	(0.9)	58.7%	100.0%	(8.7)	(0.9)	(0.9)	1.3%	100.0%
Receivables and prepayments	48.1	57.1	56.3	57.0	5.9%	32.4%	57.0	57.0	57.0	-	33.3%
Cash and cash equivalents	96.3	112.6	126.0	112.6	5.4%	66.2%	112.6	112.6	112.6	-	65.7%
Total assets	146.2	171.4	186.4	171.4	5.4%	100.0%	171.4	171.4	171.4	-	100.0%
Accumulated surplus/(deficit)	136.6	157.9	172.8	157.9	4.9%	92.6%	157.9	157.9	157.9	-	92.1%
Trade and other payables	9.6	4.0	3.7	4.0	-25.2%	3.3%	4.0	4.0	4.0	-	2.3%
Provisions	-	3.7	3.3	3.7	-	1.5%	3.7	3.7	3.7	-	2.2%
Derivatives financial instruments	-	5.8	6.6	5.8	-	2.6%	5.8	5.8	5.8	-	3.4%
Total equity and liabilities	146.2	171.4	186.4	171.4	5.4%	100.0%	171.4	171.4	171.4	-	100.0%

Personnel information

Table 41.15 Breede-Olifants Catchment Management Agency personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024			Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average: salary level/ Total (%)
Number of funded posts	Number of approved establishment	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23			2023/24			2024/25			2025/26			2026/27				
Breede-Olifants Catchment Management Agency			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	2023/24 - 2026/27	
Salary level	68	68	68	55.1	0.8	68	56.6	0.8	104	95.6	0.9	104	101.3	1.0	104	107.4	1.0	15.2%	100.0%
1 – 6	6	6	6	3.1	0.5	6	3.2	0.5	12	7.0	0.6	12	7.5	0.6	12	7.9	0.7	26.0%	10.9%
7 – 10	38	38	38	26.0	0.7	38	26.6	0.7	60	47.0	0.8	60	49.8	0.8	60	52.8	0.9	16.4%	57.2%
11 – 12	21	21	21	21.1	1.0	21	21.6	1.0	27	31.9	1.2	27	33.8	1.3	27	35.8	1.3	8.7%	27.2%
13 – 16	3	3	3	5.0	1.7	3	5.1	1.7	5	9.7	1.9	5	10.3	2.1	5	10.9	2.2	18.6%	4.7%

1. Rand million.

Consolidated water boards

Selected performance indicators

Table 41.16 Consolidated water boards performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Volume ¹ of bulk water sales by Amatola water board per year	Bulk activities	Priority 5: Spatial integration, human settlements and local government	31 064	32 990	29 905	31 159	32 657	35 728	38 828
Volume ¹ of bulk water sales by Bloem water board per year	Bulk activities		81 188	85 501	85 719	– ²	– ²	– ²	– ²
Volume ¹ of bulk water sales by Lepelle Northern water board per year	Bulk activities		88 505	91 873	115 809	119 228	130 545	130 649	93 714
Volume ¹ of bulk water sales by Magalies water board per year	Bulk activities		94 176	91 035	107 011	136 078	138 449	140 870	143 232
Volume ¹ of bulk water sales by Mhlathuze water board per year	Bulk activities		58 395	43 887	57 332	– ³	– ³	– ³	– ³
Volume ¹ of bulk water sales by Overberg water board per year	Bulk activities		3 237	3 432	3 756	3 449	3 466	3 484	3 501
Volume ¹ of bulk water sales by Rand water board per year	Bulk activities		1 674 639	1 694 316	1 721 658	1 704 703	1 730 834	1 757 382	1 784 355
Volume ¹ of bulk water sales by Umgeni water board per year	Bulk activities		548 547	562 483	580 265	– ³	– ³	– ³	– ³
Volume ¹ of bulk water sales by uMngeni-uThukela Water Board per year	Bulk activities		– ³	– ³	– ³	622 636	627 227	630 284	636 093
Volume ¹ of bulk water sales by Vaal Central water board per year	Bulk activities		– ²	– ²	– ²	183 935	185 775	187 632	189 509

1. Measured in megalitres.

2. On 13 July 2023, the Bloem water board's name was changed to the Vaal Central water board in terms of section 28(1)(b) of the Water Services Act (1997).

3. The Mhlathuze water board was dissolved on 30 June 2023 in terms of section 28 of the Water Services Act (1997) and merged with the Umgeni water board to form the new uMngeni-uThukela water board.

Entity overview

The water boards are mandated, in terms of the Water Services Act (1997), to provide bulk industrial water services to industries and bulk potable water services to municipalities within their areas of operation. The water boards vary in size, activities, customer mix, revenue base and capacity. The 2 largest boards are Rand Water and the newly formed uMngeni-uThukela water board, the combined bulk sales of which account for an estimated 82.8 per cent of total sales in 2024/25.

Consolidated expenditure is expected to increase at an average annual rate of 8.7 per cent, from R31 billion in 2023/24 to R39.7 billion in 2026/27, with goods and services (mainly materials and supplies) constituting 73.1 per cent (R78.7 billion) of this spending over the medium term. The water boards' main cost drivers are the rising costs of raw water due to increased water demand, higher energy tariffs imposed by Eskom and higher chemical costs attributable to increased turbidity levels in raw water.

Total revenue, mostly derived from the sale of water, is set to increase at an average annual rate of 8.4 per cent, from R36.7 billion in 2023/24 to R46.8 billion in 2026/27.

Programmes/Objectives/Activities

Table 41.17 Consolidated Water Boards expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Administration	5 749.3	5 501.4	7 385.6	7 456.1	9.1%	24.1%	6 976.8	6 957.5	8 096.1	2.8%	21.4%
Bulk activities	17 198.7	19 048.7	22 183.1	23 499.6	11.0%	75.9%	25 271.3	28 764.4	31 633.1	10.4%	78.6%
Total	22 948.0	24 550.1	29 568.7	30 955.6	10.5%	100.0%	32 248.0	35 722.0	39 729.1	8.7%	100.0%

Statements of financial performance, cash flow and financial position

Table 41.18 Consolidated Water Boards statements of financial performance, cash flow and financial position

Statement of financial performance											
R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Revenue	27 940.9	29 146.2	34 692.0	35 983.4	8.8%	97.9%	38 897.2	42 600.1	46 757.3	9.1%	99.1%
Non-tax revenue	26 074.1	27 763.9	30 722.8	34 004.6	9.3%	91.0%	36 753.7	40 794.5	45 316.3	10.0%	94.6%
Sale of goods and services other than capital assets											
of which:											
Administrative fees	34.6	17.1	–	40.3	5.2%	0.1%	42.3	44.5	46.7	5.0%	0.1%
Management fees	34.6	17.1	–	40.3	5.2%	0.1%	42.3	44.5	46.7	5.0%	0.1%
Sales by market establishments	26 034.8	27 742.1	30 697.2	33 963.1	9.3%	90.9%	36 710.1	40 748.7	45 268.3	10.1%	94.5%
Water sales	25 038.8	26 647.3	29 908.5	32 385.5	9.0%	87.5%	35 155.0	39 112.0	43 439.6	10.3%	90.5%
Wastewater	580.4	590.2	621.8	734.0	8.1%	1.9%	804.9	853.1	1 014.4	11.4%	2.1%
Other activities	415.6	504.6	166.9	843.6	26.6%	1.5%	750.2	783.7	814.3	-1.2%	1.9%
Other sales	4.7	4.7	25.6	1.2	-36.7%	–	1.2	1.3	1.4	4.5%	–
Other non-tax revenue	1 866.8	1 382.3	3 969.2	1 978.9	2.0%	6.9%	2 143.5	1 805.6	1 440.9	-10.0%	4.5%
Transfers received	336.1	476.9	1 215.3	755.8	31.0%	2.1%	473.4	127.3	16.7	-71.9%	0.9%
Total revenue	28 277.0	29 623.1	35 907.2	36 739.3	9.1%	100.0%	39 370.7	42 727.4	46 774.0	8.4%	100.0%
Expenses	22 948.0	24 550.1	29 568.7	30 955.6	10.5%	100.0%	32 248.0	35 722.0	39 729.1	8.7%	100.0%
Current expenses	4 499.7	5 155.2	5 869.5	6 120.3	10.8%	20.1%	6 573.5	7 031.5	7 527.1	7.1%	19.7%
Compensation of employees	16 759.9	17 527.8	21 683.0	22 744.6	10.7%	72.8%	23 220.2	26 280.4	29 217.7	8.7%	73.1%
Goods and services	1 251.1	1 430.1	1 878.9	1 918.6	15.3%	6.0%	2 219.8	2 150.0	2 645.5	11.3%	6.4%
Depreciation	437.3	436.9	137.3	172.0	-26.7%	1.2%	234.5	260.0	338.9	25.4%	0.7%
Interest, dividends and rent on land											
Total expenses	22 948.0	24 550.1	29 568.7	30 955.6	10.5%	100.0%	32 248.0	35 722.0	39 729.1	8.7%	100.0%
Surplus/(Deficit)	5 329.0	5 073.0	6 338.5	5 783.6	2.8%		7 122.7	7 005.4	7 044.9	6.8%	

Table 41.18 Consolidated Water Boards statements of financial performance, cash flow and financial position (continued)

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Cash flow from operating activities	6 430.2	6 164.1	5 485.8	7 194.2	3.8%	100.0%	8 951.3	10 577.1	9 960.9	11.5%	100.0%
Receipts											
Non-tax receipts	26 219.4	28 610.9	31 959.0	35 057.3	10.2%	98.7%	37 952.4	41 592.1	45 847.4	9.4%	99.3%
Sales of goods and services other than capital assets of which:	25 418.5	27 541.1	30 236.0	33 634.8	9.8%	94.7%	36 455.6	40 474.2	45 155.4	10.3%	96.3%
Administrative fees	360.4	546.6	17.5	9.9	-69.9%	0.8%	8.0	9.1	23.3	33.2%	-
Sales by market establishment	24 886.6	26 785.9	29 894.3	33 474.1	10.4%	93.2%	36 186.2	40 270.4	44 933.7	10.3%	95.8%
Water sales	24 261.6	26 398.5	29 121.2	31 885.5	9.5%	90.5%	34 629.5	38 631.1	43 218.9	10.7%	91.7%
Wastewater	496.7	317.1	608.3	734.0	13.9%	1.7%	804.0	853.1	897.9	6.9%	2.0%
Other activities	128.3	70.3	164.8	843.6	87.4%	0.9%	752.6	786.2	816.9	-1.1%	2.0%
Other sales	171.6	208.6	324.2	150.9	-4.2%	0.7%	261.4	194.6	198.4	9.6%	0.5%
Other tax receipts	800.9	1 069.8	1 722.9	1 422.5	21.1%	4.0%	1 496.8	1 117.9	691.9	-21.4%	3.0%
Transfers received	146.5	120.3	451.4	635.0	63.1%	1.0%	317.0	-	-	-100.0%	0.7%
Financial transactions in assets and liabilities	92.0	26.0	197.1	12.3	-48.9%	0.3%	12.6	12.8	16.0	9.1%	-
Total receipts	26 457.9	28 757.3	32 607.4	35 704.6	10.5%	100.0%	38 281.9	41 604.9	45 863.3	8.7%	100.0%
Payment											
Current payments	20 027.7	22 593.3	27 121.6	28 510.4	12.5%	100.0%	29 330.6	31 027.8	35 902.5	8.0%	100.0%
Compensation of employees	4 702.4	5 439.9	5 918.7	5 876.5	7.7%	22.5%	6 287.8	6 730.9	7 186.4	6.9%	20.9%
Goods and services	14 766.9	16 902.2	20 995.3	22 451.0	15.0%	76.2%	22 570.1	23 805.5	28 241.1	7.9%	77.8%
Interest and rent on land	558.3	251.2	207.7	183.0	-31.1%	1.3%	472.7	491.3	475.0	37.4%	1.3%
Total payments	20 027.7	22 593.3	27 121.6	28 510.4	12.5%	100.0%	29 330.6	31 027.8	35 902.5	8.0%	100.0%
Net cash flow from investing activities	(2 786.8)	(7 626.6)	(6 748.4)	(6 515.8)	32.7%	100.0%	(10 253.4)	(12 497.3)	(12 123.1)	23.0%	100.0%
Acquisition of property, plant, equipment and intangible assets	(3 893.7)	(3 474.7)	(4 225.6)	(7 039.6)	21.8%	89.0%	(10 754.5)	(15 315.8)	(14 752.3)	28.0%	114.3%
Acquisition of software and other intangible assets	(10.1)	(1.4)	(24.6)	(3.1)	-32.6%	0.2%	(3.1)	(4.2)	(2.4)	-8.0%	-
Proceeds from the sale of property, plant, equipment and intangible assets	2.4	18.5	13.7	0.3	-52.2%	-0.1%	0.3	0.3	1.0	57.0%	-
Other flows from investing activities	1 114.6	(4 169.0)	(2 511.9)	526.6	-22.1%	11.0%	503.9	2 822.4	2 630.6	70.9%	-14.3%
Net cash flow from financing activities	(213.9)	100.7	1 080.6	1 557.5	-293.8%	100.0%	2 948.7	1 399.2	973.2	-14.5%	100.0%
Deferred income	382.6	200.2	975.8	2 196.1	79.0%	62.8%	1 899.9	1 477.1	158.4	-58.4%	81.8%
Borrowing activities	(620.0)	(71.9)	10.9	(822.3)	9.9%	41.7%	1 093.9	73.6	1 175.4	-212.6%	27.6%
Repayment of finance leases	(6.3)	(3.3)	(3.4)	(1.4)	-39.4%	-0.2%	(1.3)	(1.4)	(1.4)	-	-0.1%
Other flows from financing activities	29.8	(24.3)	97.4	185.0	83.7%	-4.3%	(43.9)	(150.1)	(359.2)	-224.8%	-9.3%
Net increase/(decrease) in cash and cash equivalents	3 429.5	(1 361.9)	(182.0)	2 235.9	-13.3%	4.0%	1 646.6	(521.0)	(1 189.0)	-181.0%	100.0%
Statement of financial position											
Carrying value of assets of which:	49 351.7	52 443.0	54 193.4	62 612.9	8.3%	62.9%	69 490.4	82 517.9	94 356.2	14.6%	69.5%
Acquisition of assets	(3 893.7)	(3 474.7)	(4 225.6)	(7 039.6)	21.8%	100.0%	(10 754.5)	(15 315.8)	(14 752.3)	28.0%	100.0%
Investments	5 799.8	9 378.4	11 736.5	10 206.7	20.7%	10.6%	9 535.6	7 431.4	4 664.1	-23.0%	7.4%
Inventory	386.1	464.1	605.6	533.0	11.3%	0.6%	556.8	658.1	687.7	8.9%	0.6%
Loans	1.8	1.5	8.2	176.4	361.1%	-	175.3	174.3	173.6	-0.5%	0.2%
Receivables and prepayments	11 864.2	13 297.3	15 598.5	16 048.9	10.6%	16.3%	17 545.4	18 065.4	18 515.0	4.9%	15.9%
Cash and cash equivalents	8 944.5	8 091.2	7 859.3	7 841.9	-4.3%	9.5%	8 122.3	6 374.0	5 036.2	-13.7%	6.3%
Non-current assets held for sale	28.1	13.2	3.0	0.5	-73.1%	-	0.5	0.5	0.5	-	-
Taxation	84.7	88.3	61.5	76.7	-3.2%	0.1%	77.6	83.4	81.7	2.1%	0.1%
Statutory receivables	-	-	37.5	-	-	-	-	-	-	-	-
Total assets	76 460.9	83 777.0	90 103.7	97 497.1	8.4%	100.0%	105 504.0	115 305.1	123 515.0	8.2%	100.0%
Accumulated surplus/(deficit)	53 291.4	58 555.0	68 413.1	75 612.6	12.4%	73.3%	81 023.0	87 995.8	91 828.9	6.7%	76.3%
Capital and reserves	2 987.3	4 033.2	764.5	741.3	-37.2%	2.6%	754.7	763.0	4 021.0	75.7%	1.3%
Capital reserve fund	226.3	231.4	143.1	127.8	-17.4%	0.2%	1 129.5	289.4	314.0	34.9%	0.4%
Borrowings	5 763.6	5 689.7	4 368.8	4 697.5	-6.6%	6.0%	4 138.1	5 331.8	5 670.6	6.5%	4.5%
Finance lease	1.0	0.3	9.5	4.6	67.6%	-	2.7	3.0	3.1	-12.9%	-
Accrued interest	10.7	10.7	-	-	-100.0%	-	-	-	-	-	-
Deferred income	965.6	1 197.2	734.5	699.5	-10.2%	1.1%	691.3	684.1	681.5	-0.9%	0.6%
Trade and other payables	11 412.5	12 038.3	13 581.5	13 580.4	6.0%	14.6%	15 489.8	17 593.1	18 364.5	10.6%	14.7%
Taxation	285.6	249.9	255.9	235.9	-6.2%	0.3%	243.7	272.6	193.7	-6.4%	0.2%
Provisions	938.1	1 039.6	949.1	1 041.5	3.5%	1.1%	1 072.8	1 169.3	1 295.9	7.6%	1.0%
Derivatives financial instruments	578.8	731.7	883.5	755.9	9.3%	0.8%	958.4	1 203.0	1 141.8	14.7%	0.9%
Total equity and liabilities	76 460.9	83 777.0	90 103.7	97 497.1	8.4%	100.0%	105 504.0	115 305.1	123 515.0	8.2%	100.0%

Personnel information

Table 41.19 Consolidated Water Boards personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment												Average growth rate of personnel posts (%)	Average: salary level/ Total (%)				
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23			2023/24			2024/25		2025/26		2026/27		2023/24 - 2026/27					
Consolidated Water Boards		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	7 972	7 974	7 742	5 869.5	0.8	7 928	5 948.5	0.8	7 933	6 395.0	0.8	7 934	6 848.0	0.9	7 560	7 343.6	1.0	-1.6%	100.0%
1 – 6	652	652	665	184.0	0.3	652	173.9	0.3	653	189.0	0.3	653	202.8	0.3	590	216.0	0.4	-3.3%	8.1%
7 – 10	5 593	5 593	5 380	3 067.4	0.6	5 560	3 176.1	0.6	5 554	3 431.9	0.6	5 554	3 673.5	0.7	5 298	3 936.0	0.7	-1.6%	70.1%
11 – 12	681	681	649	730.6	1.1	673	763.8	1.1	673	815.4	1.2	673	873.4	1.3	637	933.7	1.5	-1.8%	8.5%
13 – 16	989	991	989	1 674.5	1.7	986	1 642.0	1.7	994	1 753.0	1.8	995	1 870.4	1.9	977	1 996.6	2.0	-0.3%	12.6%
17 – 22	57	57	59	213.0	3.6	57	192.8	3.4	59	205.7	3.5	59	228.0	3.9	58	261.3	4.5	0.6%	0.7%

Inkomati-Usuthu Catchment Management Agency

Selected performance indicators

Table 41.20 Inkomati-Usuthu Catchment Management Agency performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of compliance monitoring completed on resource quality objectives per year	Protection and use of water resources		- ¹	- ¹	100% (23)	≥90%	≥90%	≥90%	≥90%
Percentage of approved water use authorisations registered on the water use authorisation and registration management system per year	Protection and use of water resources	Priority 5: Spatial integration, human settlements and local government	- ¹	- ¹	100% (358)	≥90%	≥90%	≥90%	≥90%
Percentage of planned inspections and audits for resource pollution incidents per year	Protection and use of water resources		- ¹	- ¹	100% (112)	≥90%	≥90%	≥90%	≥90%

1. No historical data available.

Entity overview

The former Inkomati Catchment Management Agency was established in 2004 in terms of the National Water Act (1998). In May 2014, the agency's boundary and area of operation was extended to form the Inkomati-Usuthu Catchment Management Agency. The agency is mandated to protect the use of water resources in its area of operation. Its functions include resource allocation, protection, use, conservation, monitoring, planning development and operations.

The agency will continue to focus on implementing effective river operations within the Inkomati-Usuthu water management area over the medium term to manage floods, droughts, and surface and groundwater resources. Additional activities include assessing water use licences and general authorisations as delegated by the department, and inspecting and auditing at least 90 per cent of reported incidents of resource pollution in each year over the MTEF period. These activities will be carried out in the protection and use of water resources programme, which accounts for an estimated 49.3 per cent (R301 million) of total spending over the next three years. Total expenditure is expected to increase at an average annual rate of 5.2 per cent, from R185.5 million in 2023/24 to R216.3 million in 2026/27, with compensation of employees constituting 64 per cent (R394.5 million) of this spending over the medium term.

The agency is set to derive 65 per cent (R388.3 million) of its revenue through transfers from the department and the remaining 35 per cent from water resource charges, wastewater discharge charges and interest received. Total revenue is set to increase at an average annual rate of 5.2 per cent, from R185.5 million in 2023/24 to R216.3 million in 2026/27, mainly due to the implementation of wastewater discharge charges.

Programmes/Objectives/Activities

Table 41.21 Inkomati-Usuthu Catchment Management Agency expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Administration	21.1	11.5	14.1	15.2	-10.3%	10.0%	15.5	16.6	17.7	5.1%	8.2%
Human resource and business support	37.2	46.0	47.3	55.2	14.1%	29.5%	60.4	61.1	66.7	6.5%	30.6%
Financial sustainability	18.6	22.3	16.8	23.3	7.8%	12.9%	22.2	23.8	25.4	2.9%	11.9%
Protection and use of water resources	68.3	74.0	66.0	91.9	10.4%	47.6%	90.5	104.0	106.5	5.1%	49.3%
Total	145.2	153.8	144.1	185.5	8.5%	100.0%	188.6	205.5	216.3	5.2%	100.0%

Statements of financial performance, cash flow and financial position

Table 41.22 Inkomati-Usuthu Catchment Management Agency statements of financial performance, cash flow and financial position

Statement of financial performance											
R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Revenue											
Non-tax revenue	44.6	39.6	48.4	57.3	8.7%	28.4%	68.0	73.9	80.2	11.9%	35.0%
Sale of goods and services other than capital assets	41.0	35.4	43.0	54.0	9.7%	26.0%	64.4	70.0	76.0	12.0%	33.1%
<i>of which:</i>											
Administrative fees	41.0	35.4	43.0	54.0	9.7%	26.0%	64.4	70.0	76.0	12.0%	33.1%
Water Trading Entity	34.5	33.4	38.9	54.0	16.2%	23.9%	56.6	61.5	66.8	7.3%	30.0%
Interest received from trade debtors	6.5	2.0	4.1	-	-100.0%	2.0%	-	-	-	-	-
Wastewater discharge charge	-	-	-	-	-	-	7.8	8.5	9.2	-	3.1%
Other non-tax revenue	3.7	4.2	5.3	3.3	-3.7%	2.5%	3.6	3.9	4.2	9.0%	1.9%
Transfers received	95.2	122.9	133.7	128.2	10.4%	71.6%	120.6	131.6	136.1	2.0%	65.0%
Total revenue	139.8	162.4	182.1	185.5	9.9%	100.0%	188.6	205.5	216.3	5.2%	100.0%
Expenses											
Current expenses	145.2	153.8	144.1	185.5	8.5%	100.0%	188.6	205.5	216.3	5.2%	100.0%
Compensation of employees	84.6	99.8	107.7	114.9	10.8%	64.9%	122.8	131.3	140.4	6.9%	64.0%
Goods and services	60.6	52.0	36.4	70.7	5.3%	34.7%	65.8	74.2	75.9	2.4%	36.0%
Depreciation	0.0	1.9	-	-	-100.0%	0.3%	-	-	-	-	-
Total expenses	145.2	153.8	144.1	185.5	8.5%	100.0%	188.6	205.5	216.3	5.2%	100.0%
Surplus/(Deficit)	(5.3)	8.7	37.9	-	-100.0%	-	-	-	-	-	-
Cash flow statement											
Cash flow from operating activities	(0.3)	(19.1)	14.2	2.1	-291.3%	100.0%	9.0	15.0	15.9	96.4%	100.0%
Receipts											
Non-tax receipts	42.2	41.3	46.8	57.3	10.8%	31.3%	97.1	108.3	120.8	28.2%	48.6%
Sales of goods and services other than capital assets	39.0	37.8	41.6	54.0	11.5%	28.8%	93.5	104.4	116.6	29.2%	46.7%
<i>of which:</i>											
Administrative fees	39.0	37.8	41.6	54.0	11.5%	28.8%	93.5	104.4	116.6	29.2%	46.7%
Water Trading Entity	32.5	35.8	37.5	54.0	18.5%	26.5%	57.4	63.6	70.5	9.2%	31.3%
Interest received from trade debtors	6.5	2.0	4.1	-	-100.0%	2.3%	-	-	-	-	-
Wastewater discharge charge	-	-	-	-	-	-	36.1	40.8	46.1	-	15.4%
Other tax receipts	3.2	3.5	5.1	3.3	0.7%	2.5%	3.6	3.9	4.2	9.0%	1.9%
Transfers received	84.4	88.7	111.9	128.2	15.0%	68.5%	88.3	93.3	89.2	-11.4%	51.4%
Financial transactions in assets and liabilities	0.5	0.2	0.1	-	-100.0%	0.2%	-	-	-	-	-
Total receipts	127.0	130.2	158.8	185.5	13.5%	100.0%	185.4	201.6	210.0	4.2%	100.0%
Payment											
Current payments	127.3	149.4	144.6	183.4	12.9%	100.0%	176.4	186.6	194.1	1.9%	100.0%
Compensation of employees	82.8	98.6	107.4	114.9	11.5%	67.0%	121.8	129.1	136.8	6.0%	67.8%
Goods and services	44.5	50.7	37.2	68.5	15.5%	33.0%	54.6	57.4	57.2	-5.8%	32.1%
Interest and rent on land	-	-	-	0.1	-	-	0.1	0.1	0.1	2.4%	0.1%
Total payments	127.3	149.4	144.6	183.4	12.9%	100.0%	176.4	186.6	194.1	1.9%	100.0%

Table 41.22 Inkomati-Usuthu Catchment Management Agency statements of financial performance, cash flow and financial position (continued)

Cash flow statement	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)		
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26			2026/27	2023/24 - 2026/27
	R million												
Net cash flow from investing activities	(3.1)	(4.0)	(1.0)	(2.0)	-13.1%	100.0%	(1.8)	(1.9)	(2.0)	-0.2%	100.0%		
Acquisition of property, plant, equipment and intangible assets	(3.1)	(4.0)	(1.0)	(2.0)	-13.1%	100.0%	(1.8)	(1.9)	(2.0)	-0.2%	100.0%		
Net cash flow from financing activities	(0.0)	(0.1)	0.1	(0.1)	71.0%	100.0%	(0.1)	(0.1)	(0.0)	-37.0%	100.0%		
Repayment of finance leases	(0.0)	(0.1)	0.1	(0.1)	71.0%	100.0%	(0.1)	(0.1)	(0.0)	-37.0%	100.0%		
Net increase/(decrease) in cash and cash equivalents	(3.4)	(23.3)	13.3	0.0	-100.0%	-2.1%	7.1	13.1	13.9	74.967.3%	100.0%		
Statement of financial position													
Carrying value of assets of which:	7.3	9.9	8.2	10.8	14.0%	12.0%	10.6	10.7	11.0	0.5%	16.3%		
Acquisition of assets	(3.1)	(4.0)	(1.0)	(2.0)	-13.1%	100.0%	(1.8)	(1.9)	(2.0)	-0.2%	100.0%		
Investments	0.3	0.3	0.3	0.3	7.3%	0.3%	0.3	0.3	0.4	3.9%	0.5%		
Receivables and prepayments	17.3	14.4	15.9	14.2	-6.3%	19.6%	14.2	14.2	15.0	1.8%	21.8%		
Cash and cash equivalents	73.0	49.7	63.0	36.1	-20.9%	68.1%	37.0	37.0	56.2	15.9%	61.4%		
Total assets	97.8	74.2	87.3	61.4	-14.4%	100.0%	62.1	62.2	82.6	10.3%	100.0%		
Accumulated surplus/(deficit)	(3.8)	4.9	51.2	28.3	-295.3%	26.8%	31.8	26.3	-	-100.0%	34.9%		
Capital and reserves	-	-	0.2	0.1	-	0.1%	0.1	0.1	0.1	4.0%	0.2%		
Capital reserve fund	88.3	54.2	24.0	-	-100.0%	47.7%	-	-	5.0	-	1.5%		
Finance lease	0.1	0.1	0.1	0.1	-24.7%	0.1%	0.1	0.1	0.1	2.1%	0.1%		
Deferred income	-	-	-	0.7	-	0.3%	0.7	0.7	-	-100.0%	0.9%		
Trade and other payables	8.5	10.5	6.9	5.2	-15.1%	9.8%	5.3	5.3	5.3	0.6%	8.0%		
Provisions	4.6	4.6	4.9	27.1	79.9%	15.1%	24.1	29.7	72.1	38.6%	54.5%		
Total equity and liabilities	97.8	74.2	87.3	61.4	-14.4%	100.0%	62.1	62.2	82.6	10.3%	100.0%		

Personnel information

Table 41.23 Inkomati-Usuthu Catchment Management Agency personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024			Number and cost ¹ of personnel posts filled/planned for on funded establishment												Average growth rate of personnel posts (%)	Average: salary level/ Total (%)			
Number of funded posts	Number of approved posts on establishment	Number of posts on establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23	2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27							
Inkomati-Usuthu Catchment Management Agency			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Salary level	139	137	138	107.7	0.8	143	114.9	0.8	144	122.8	0.9	144	131.3	0.9	144	140.4	1.0	0.2%	100.0%
1 – 6	14	14	14	3.0	0.2	14	2.1	0.2	14	2.3	0.2	14	2.4	0.2	14	2.6	0.2	-	9.7%
7 – 10	47	47	47	25.0	0.5	47	25.9	0.6	47	27.7	0.6	47	29.6	0.6	47	31.6	0.7	-	32.7%
11 – 12	42	38	42	35.2	0.8	42	35.6	0.8	42	38.1	0.9	42	40.7	1.0	42	43.5	1.0	-	29.2%
13 – 16	36	38	35	44.5	1.3	40	51.2	1.3	41	54.8	1.3	41	58.6	1.4	41	62.6	1.5	0.8%	28.3%

1. Rand million.

Rand Water

Selected performance indicators

Table 41.24 Rand Water performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Avoidable water loss as a percentage of total water produced (non-revenue water) per year	Administration	Priority 5: Spatial integration, human settlements and local government	4.6%	4.6%	4.6%	4.7%	4.7%	4.7%	4.7%
			(6 337/ 139 166)	(6 821/ 144 510)	(6 940/ 147 039)				
Average volume of water sold per year (megalitres)	Bulk water activities		1 674 640	1 694 316	1 628 386	1 633 138	1 659 268	1 685 817	1 712 790
Cost per kilolitre per year	Bulk water activities		R10.09	R10.68	R11.62	R12.68	R13.48	R14.90	R16.45

Entity overview

Rand Water was established in terms of the Water Services Act (1997). It serves an estimated 14 million people, providing bulk potable water in Gauteng and parts of Mpumalanga, Free State and North West. The entity stores, treats and delivers water to municipalities, mines, industries, farmers and households.

Over the medium term, the entity will continue to focus on meeting projected demand by selling an estimated 5.1 million megalitres of water, refurbishing infrastructure and maintaining the average loss of non-revenue water at 4.7 per cent. Given the projected increase in water demand from 4 262 megalitres per day in 2023 to 6 600 megalitres per day by 2035, Rand Water will focus on refurbishing and augmenting its infrastructure through projects such as pipeline renewals and the construction of reservoirs at an estimated cost of R24.9 billion over the medium term. The entity expects to invest an estimated R34.7 billion in capital bulk water infrastructure through various projects, including bulk wastewater treatment, hydro and solar power generation, and the integration of infrastructure between municipalities and water boards. In line with these investments of both the augmentation and renewal of its capital expenditure plans, spending is expected to increase at an average annual rate of 10.8 per cent, from R17.8 billion in 2023/24 to R24.3 billion in 2026/27.

Bulk water sales constitute an estimated 95.8 per cent (R76.5 billion) of total revenue over the medium term, increasing at an average annual rate of 10.7 per cent, from R21 billion in 2023/24 to R28.5 billion in 2026/27. Total revenue is expected to increase at an average annual rate of 9.8 per cent, from R22 billion in 2023/24 to R29.2 billion in 2026/27, driven by increased demand in the water board's products and services.

Programmes/Objectives/Activities

Table 41.25 Rand Water expenditure trends and estimates by programme/objective/activity

	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
R million											
Administration	2 786.9	2 477.7	3 595.8	2 924.9	1.6%	18.6%	2 523.4	2 312.3	3 238.2	3.5%	13.5%
Bulk water activities	10 842.3	12 359.9	13 514.4	14 878.6	11.1%	81.1%	16 105.7	18 883.8	20 993.8	12.2%	86.2%
Secondary activities	82.4	23.8	3.1	40.6	-21.0%	0.3%	43.2	45.9	48.9	6.3%	0.2%
Total	13 711.7	14 861.3	17 113.2	17 844.2	9.2%	100.0%	18 672.4	21 242.0	24 280.9	10.8%	100.0%

Statements of financial performance, cash flow and financial position

Table 41.26 Rand Water statements of financial performance, cash flow and financial position

Statement of financial performance											
	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
R million											
Revenue											
Non-tax revenue	17 005.9	18 323.5	20 648.4	22 044.5	9.0%	100.0%	23 935.4	26 431.3	29 206.1	9.8%	100.0%
Sale of goods and services other than capital assets	16 515.0	17 621.6	19 529.5	20 993.7	8.3%	95.8%	22 620.9	25 397.7	28 494.7	10.7%	95.8%
<i>of which:</i>											
<i>Sales by market establishments</i>	16 515.0	17 621.6	19 529.5	20 993.7	8.3%	95.8%	22 620.9	25 397.7	28 494.7	10.7%	95.8%
<i>Water sales</i>	16 515.0	17 621.6	19 529.5	20 993.7	8.3%	95.8%	22 620.9	25 397.7	28 494.7	10.7%	95.8%
Other non-tax revenue	490.9	701.9	1 118.9	1 050.8	28.9%	4.2%	1 314.5	1 033.6	711.4	-12.2%	4.2%
Total revenue	17 005.9	18 323.5	20 648.4	22 044.5	9.0%	100.0%	23 935.4	26 431.3	29 206.1	9.8%	100.0%
Expenses											
Current expenses	13 711.7	14 861.3	17 113.2	17 844.2	9.2%	100.0%	18 672.4	21 242.0	24 280.9	10.8%	100.0%
Compensation of employees	2 419.2	2 875.7	3 036.5	2 967.0	7.0%	17.8%	3 174.7	3 396.9	3 634.7	7.0%	16.1%
Goods and services	10 821.4	11 392.2	13 341.4	14 175.0	9.4%	78.2%	14 513.4	17 037.8	19 361.7	11.0%	79.3%
Depreciation	432.5	497.8	654.1	615.4	12.5%	3.4%	881.5	728.8	1 143.9	23.0%	4.1%
Interest, dividends and rent on land	38.5	95.6	81.3	86.8	31.1%	0.5%	102.8	78.5	140.7	17.5%	0.5%
Total expenses	13 711.7	14 861.3	17 113.2	17 844.2	9.2%	100.0%	18 672.4	21 242.0	24 280.9	10.8%	100.0%
Surplus/(Deficit)	3 294.2	3 462.2	3 535.2	4 200.3	8.4%		5 263.0	5 189.3	4 925.2	5.5%	

Table 41.26 Rand Water statements of financial performance, cash flow and financial position (continued)

Cash flow statement	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Cash flow from operating activities	3 823.2	2 736.5	2 442.9	4 624.1	6.5%	100.0%	5 980.4	7 510.7	6 426.5	11.6%	100.0%
Receipts											
Non-tax receipts	16 637.6	18 283.6	20 648.4	22 044.5	9.8%	100.0%	23 935.4	26 431.3	29 206.1	9.8%	100.0%
Sales of goods and services other than capital assets	16 179.1	17 658.0	19 675.5	21 081.4	9.2%	96.2%	22 807.0	25 587.3	28 688.1	10.8%	96.5%
<i>of which:</i>											
<i>Sales by market establishment</i>	<i>16 137.9</i>	<i>17 621.6</i>	<i>19 529.5</i>	<i>20 993.7</i>	<i>9.2%</i>	<i>95.8%</i>	<i>22 620.9</i>	<i>25 397.7</i>	<i>28 494.7</i>	<i>10.7%</i>	<i>95.8%</i>
<i>Water sales</i>	<i>16 137.9</i>	<i>17 621.6</i>	<i>19 529.5</i>	<i>20 993.7</i>	<i>9.2%</i>	<i>95.8%</i>	<i>22 620.9</i>	<i>25 397.7</i>	<i>28 494.7</i>	<i>10.7%</i>	<i>95.8%</i>
Other sales	41.1	36.4	145.9	87.7	28.7%	0.4%	186.1	189.6	193.4	30.1%	0.6%
Other tax receipts	458.5	625.7	972.9	963.1	28.1%	3.8%	1 128.4	844.0	518.1	-18.7%	3.5%
Total receipts	16 637.6	18 283.6	20 648.4	22 044.5	9.8%	100.0%	23 935.4	26 431.3	29 206.1	9.8%	100.0%
Payment											
Current payments	12 814.4	15 547.1	18 205.5	17 420.4	10.8%	100.0%	17 955.0	18 920.6	22 779.6	9.4%	100.0%
Compensation of employees	2 419.2	2 875.7	3 036.5	2 967.0	7.0%	17.8%	3 174.7	3 396.9	3 634.7	7.0%	17.2%
Goods and services	9 945.5	12 575.9	15 087.7	14 366.7	13.0%	81.0%	14 483.7	15 227.0	18 883.1	9.5%	81.6%
Interest and rent on land	449.6	95.6	81.3	86.8	-42.2%	1.3%	296.6	296.6	261.9	44.5%	1.2%
Total payments	12 814.4	15 547.1	18 205.5	17 420.4	10.8%	100.0%	17 955.0	18 920.6	22 779.6	9.4%	100.0%
Net cash flow from investing activities	(1 045.3)	(3 441.7)	(2 457.7)	(2 716.4)	37.5%	100.0%	(5 520.0)	(8 888.1)	(7 835.3)	42.3%	100.0%
Acquisition of property, plant, equipment and intangible assets	(2 479.6)	(1 590.3)	(1 245.1)	(2 003.2)	-6.9%	102.0%	(5 142.1)	(10 143.8)	(10 033.6)	71.1%	102.3%
Acquisition of software and other intangible assets	(0.1)	-	-	-	-100.0%	-	-	-	-	-	-
Proceeds from the sale of property, plant, equipment and intangible assets	0.5	7.4	12.5	-	-100.0%	-0.2%	-	-	-	-	-
Other flows from investing activities	1 433.9	(1 858.8)	(1 225.0)	(713.2)	-179.2%	-1.8%	(377.8)	1 255.7	2 198.2	-245.5%	-2.3%
Net cash flow from financing activities	67.8	(1.4)	(4.3)	(1 231.2)	-362.8%	100.0%	-	(586.0)	-	-100.0%	-
Borrowing activities	69.3	-	-	(1 231.0)	-360.9%	50.5%	-	(586.0)	-	-100.0%	-
Repayment of finance leases	(1.5)	(1.4)	(0.3)	(0.2)	-51.3%	26.2%	-	-	-	-100.0%	-
Other flows from financing activities	-	-	(4.0)	-	-	23.2%	-	-	-	-	-
Net increase/(decrease) in cash and cash equivalents	2 845.8	(706.6)	(19.0)	676.5	-38.1%	4.9%	460.5	(1 963.4)	(1 408.9)	-227.7%	100.0%
Statement of financial position											
Carrying value of assets	26 865.8	28 629.5	29 819.9	31 658.6	5.6%	69.2%	36 261.2	45 760.5	54 894.0	20.1%	73.6%
<i>of which:</i>											
<i>Acquisition of assets</i>	<i>(2 479.6)</i>	<i>(1 590.3)</i>	<i>(1 245.1)</i>	<i>(2 003.2)</i>	<i>-6.9%</i>	<i>100.0%</i>	<i>(5 142.1)</i>	<i>(10 143.8)</i>	<i>(10 033.6)</i>	<i>71.1%</i>	<i>100.0%</i>
Investments	600.7	3 772.9	4 940.1	5 980.8	115.1%	8.7%	6 359.9	5 105.1	2 907.6	-21.4%	9.4%
Inventory	167.3	169.9	174.3	178.9	2.2%	0.4%	186.6	194.9	203.9	4.5%	0.3%
Loans	1.8	1.5	8.2	176.4	361.1%	0.1%	175.3	174.3	173.6	-0.5%	0.3%
Receivables and prepayments	2 652.5	3 151.8	4 446.7	3 778.5	12.5%	8.2%	4 182.5	4 766.5	5 108.0	10.6%	7.9%
Cash and cash equivalents	7 001.9	4 902.4	4 884.1	5 560.6	-7.4%	13.4%	6 021.1	4 057.7	2 648.8	-21.9%	8.5%
Non-current assets held for sale	12.2	0.2	0.1	-	-100.0%	-	-	-	-	-	-
Total assets	37 302.3	40 628.0	44 273.4	47 333.8	8.3%	100.0%	53 186.5	60 059.0	65 935.9	11.7%	100.0%
Accumulated surplus/(deficit)	28 814.8	32 223.6	35 712.1	40 261.1	11.8%	80.6%	44 937.5	50 026.2	55 725.1	11.4%	84.3%
Borrowings	4 383.7	4 384.4	3 154.8	3 152.7	-10.4%	9.1%	2 566.5	2 566.3	1 987.1	-14.3%	4.7%
Deferred income	136.3	133.5	129.0	140.6	1.0%	0.3%	146.7	153.3	160.3	4.5%	0.3%
Trade and other payables	3 861.0	3 761.0	5 161.3	3 742.8	-1.0%	9.8%	5 499.2	7 276.6	8 026.9	29.0%	10.6%
Provisions	106.5	125.5	116.2	36.6	-30.0%	0.2%	36.6	36.6	36.6	-	0.1%
Total equity and liabilities	37 302.3	40 628.0	44 273.4	47 333.8	8.3%	100.0%	53 186.5	60 059.0	65 935.9	11.7%	100.0%

Personnel information

Table 41.27 Rand Water personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average: salary level/ Total (%)	
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23			2023/24			2024/25			2025/26			2026/27					
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	2023/24 - 2026/27		
Rand Water																			
Salary level	3 527	3 527	3 527	3 036.5	0.9	3 527	2 967.0	0.8	3 527	3 174.7	0.9	3 527	3 396.9	1.0	3 527	3 634.7	1.0	-	100.0%
1 – 6	9	9	9	15.0	1.7	9	14.6	1.6	9	15.7	1.7	9	16.8	1.9	9	17.9	2.0	-	0.3%
7 – 10	2 667	2 667	2 667	1 560.4	0.6	2 667	1 524.7	0.6	2 667	1 631.4	0.6	2 667	1 745.6	0.7	2 667	1 867.8	0.7	-	75.6%
11 – 12	204	204	204	245.1	1.2	204	239.5	1.2	204	256.3	1.3	204	274.2	1.3	204	293.4	1.4	-	5.8%
13 – 16	605	605	605	1 064.9	1.8	605	1 040.5	1.7	605	1 113.4	1.8	605	1 191.3	2.0	605	1 274.7	2.1	-	17.2%
17 – 22	42	42	42	151.1	3.6	42	147.6	3.5	42	158.0	3.8	42	169.0	4.0	42	180.8	4.3	-	1.2%

1. Rand million.

Trans-Caledon Tunnel Authority

Selected performance indicators

Table 41.28 Trans-Caledon Tunnel Authority performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage completion of 160km pipeline per year	Mokolo-Crocodile water augmentation project	Priority 2: Economic transformation and job creation	- ¹	- ¹	- ¹	- ¹	- ¹	20%	40%
Percentage completion of 6.3km pipeline per year	Berg River-Voëlvelei augmentation scheme		- ¹	- ¹	- ¹	- ¹	- ¹	30%	100%

1. No historical data available due to the entity being in the process of raising funding to finalise its institutional arrangements. Once this is finalised, the tender for the construction of the pipeline and weir will be issued.

Entity overview

The Trans-Caledon Tunnel Authority is a specialised liability management entity that derives its mandate from the National Water Act (1998). It is responsible for financing and implementing the development of bulk raw water infrastructure and providing treasury management services to the department. The entity is expected to merge with the Water Trading Entity by 2024/25 to form the National Water Resources Infrastructure Agency.

Over the medium term, the authority will continue to implement the Berg River-Voëlvelei augmentation scheme, phase 2 of Mokolo-Crocodile water augmentation project and phase 1 of the uMkhomazi water project. Expenditure is expected to increase at an average annual rate of 37 per cent, from R2.9 billion in 2023/24 to R7.5 billion in 2026/27, due to the increase in capital expenditure for the construction of strategic water resources projects. These projects provide new infrastructure, the rehabilitation and upgrading of existing infrastructure and improving the management of water and sanitation infrastructure.

The authority generates revenue through the fees it charges for financing and managing projects for the department. Revenue is expected to increase at an average annual rate of 38.1 per cent, from R2.8 billion in 2023/24 to R7.3 billion in 2026/27, mainly driven by revenue generated from the construction of water infrastructure.

Programmes/Objectives/Activities**Table 41.29 Trans-Caledon Tunnel Authority expenditure trends and estimates by programme/objective/activity**

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Administration	1 312.2	1 305.0	1 374.6	1 463.6	3.7%	57.6%	2 292.1	2 333.3	1 953.4	10.1%	38.5%
Berg water project	49.5	35.0	26.0	27.2	-18.1%	1.5%	35.3	33.6	33.0	6.7%	0.6%
Vaal River eastern subsystem augmentation project	302.8	281.0	277.0	269.7	-3.8%	12.0%	230.0	208.7	211.9	-7.7%	4.9%
Mooi-Mgeni transfer scheme	186.7	106.0	43.0	1.1	-82.0%	3.7%	1.6	1.7	5.0	66.9%	-
Olifants River water resource development project	155.7	54.0	27.0	0.9	-81.8%	2.6%	1.4	1.1	1.2	8.6%	-
Komati water scheme augmentation project	114.7	106.0	96.1	107.4	-2.2%	4.5%	107.8	101.1	97.8	-3.1%	2.1%
Mokolo-Crocodile water augmentation project	224.7	292.0	167.0	514.1	31.8%	12.1%	1 676.9	2 873.1	3 571.5	90.8%	34.9%
Acid mine drainage	-	-	-	427.6	-	3.7%	493.6	535.6	581.3	10.8%	9.9%
Berg River- Voëlvelei augmentation project	49.1	26.0	17.0	34.3	-11.2%	1.3%	105.7	74.8	321.2	110.7%	2.1%
uMkhomazi water project	25.5	14.0	19.0	60.5	33.3%	1.2%	386.4	580.3	689.2	125.0%	6.8%
Total	2 421.0	2 219.0	2 046.8	2 906.4	6.3%	100.0%	5 330.8	6 743.3	7 465.6	37.0%	100.0%

Statements of financial performance, cash flow and financial position**Table 41.30 Trans-Caledon Tunnel Authority statements of financial performance, cash flow and financial position**

Statement of financial performance											
R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Revenue											
Non-tax revenue	3 351.0	3 542.0	3 118.8	2 781.8	-6.0%	100.0%	5 190.5	6 603.8	7 323.5	38.1%	100.0%
Sale of goods and services other than capital assets	656.0	778.0	720.8	1 215.1	22.8%	27.1%	3 377.3	4 426.4	5 591.7	66.3%	63.0%
<i>of which:</i>											
<i>Sales by market establishments</i>	656.0	778.0	720.8	1 215.1	22.8%	27.1%	3 377.3	4 426.4	5 591.7	66.3%	63.0%
<i>Construction revenue</i>	171.0	262.0	138.0	330.5	24.6%	7.2%	2 103.5	3 304.0	4 380.4	136.7%	40.6%
<i>Revenue from services rendered</i>	242.0	252.0	267.0	387.0	16.9%	9.2%	437.9	477.3	520.3	10.4%	9.2%
<i>Other income</i>	243.0	264.0	315.8	497.5	27.0%	10.7%	835.9	645.2	691.1	11.6%	13.3%
Other non-tax revenue	2 695.0	2 764.0	2 398.0	1 566.8	-16.5%	72.9%	1 813.2	2 177.4	1 731.8	3.4%	37.0%
Total revenue	3 351.0	3 542.0	3 118.8	2 781.8	-6.0%	100.0%	5 190.5	6 603.8	7 323.5	38.1%	100.0%
Expenses											
Current expenses	2 421.0	2 219.0	2 046.8	2 906.4	6.3%	100.0%	5 330.8	6 743.3	7 465.6	37.0%	100.0%
Compensation of employees	260.9	244.9	303.3	318.5	6.9%	11.9%	334.4	351.1	375.7	5.7%	6.9%
Goods and services	386.1	531.1	411.6	1 010.0	37.8%	23.7%	3 172.3	4 204.4	5 343.3	74.2%	57.0%
Depreciation	8.0	2.0	5.9	10.7	10.3%	0.3%	10.5	9.9	14.4	10.3%	0.2%
Interest, dividends and rent on land	1 766.0	1 441.0	1 326.0	1 567.2	-3.9%	64.1%	1 813.6	2 177.8	1 732.2	3.4%	35.9%
Total expenses	2 421.0	2 219.0	2 046.8	2 906.4	6.3%	100.0%	5 330.8	6 743.3	7 465.6	37.0%	100.0%
Surplus/(Deficit)	930.0	1 323.0	1 072.0	(124.6)	-151.2%		(140.4)	(139.5)	(142.1)	4.5%	
Cash flow statement											
Cash flow from operating activities	5 034.0	4 220.0	2 375.3	(78.0)	-124.9%	100.0%	(4 569.2)	(4 810.5)	(684.5)	106.3%	100.0%
Receipts											
Non-tax receipts	11 105.0	11 316.0	10 817.4	9 306.9	-5.7%	100.0%	9 366.1	9 126.9	9 008.2	-1.1%	100.0%
Sales of goods and services other than capital assets	11 105.0	11 316.0	10 817.4	9 306.9	-5.7%	100.0%	9 366.1	9 126.9	9 008.2	-1.1%	100.0%
<i>of which:</i>											
<i>Sales by market establishment</i>	11 105.0	11 316.0	10 817.4	9 306.9	-5.7%	100.0%	9 366.1	9 126.9	9 008.2	-1.1%	100.0%
<i>Construction revenue</i>	11 105.0	11 316.0	10 817.4	9 306.9	-5.7%	100.0%	9 366.1	9 126.9	9 008.2	-1.1%	100.0%
<i>Revenue from services rendered</i>	-	-	-	387.0	-	1.0%	-	-	-	-100.0%	1.0%
<i>Other income</i>	-	-	-	497.5	-	1.3%	-	-	-	-100.0%	1.3%
Total receipts	11 105.0	11 316.0	10 817.4	9 306.9	-5.7%	100.0%	9 366.1	9 126.9	9 008.2	-1.1%	100.0%
Payment											
Current payments	6 071.0	7 096.0	8 442.0	9 384.8	15.6%	100.0%	13 935.3	13 937.4	9 692.7	1.1%	100.0%
Compensation of employees	237.6	288.9	303.3	318.5	10.3%	3.7%	334.4	351.1	375.7	5.7%	3.0%
Goods and services	4 071.4	5 366.1	6 812.7	7 499.1	22.6%	75.8%	11 787.3	11 408.5	7 584.9	0.4%	81.2%
Interest and rent on land	1 762.0	1 441.0	1 326.0	1 567.2	-3.8%	20.4%	1 813.6	2 177.8	1 732.2	3.4%	15.8%
Total payments	6 071.0	7 096.0	8 442.0	9 384.8	15.6%	100.0%	13 935.3	13 937.4	9 692.7	1.1%	100.0%

Table 41.30 Trans-Caledon Tunnel Authority statements of financial performance, cash flow and financial position (continued)

Cash flow statement	Audited outcome			Revised estimate 2023/24	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23		2020/21 - 2023/24	2024/25 2025/26 2026/27					
	R million										
Net cash flow from investing activities	858.0	316.0	(12.0)	403.2	-22.3%	100.0%	911.5	835.2	561.6	11.7%	100.0%
Acquisition of property, plant, equipment and intangible assets	–	(1.0)	(26.0)	–	–	54.1%	–	–	–	–	–
Proceeds from the sale of property, plant, equipment and intangible assets	–	–	14.0	–	–	-29.2%	–	–	–	–	–
Other flows from investing activities	858.0	317.0	–	403.2	-22.3%	75.1%	911.5	835.2	561.6	11.7%	100.0%
Net cash flow from financing activities	(949.0)	(4 921.0)	(1 853.1)	(1 480.3)	16.0%	100.0%	8 851.0	796.6	(2 202.1)	14.2%	100.0%
Borrowing activities	(944.0)	(4 917.0)	(1 853.1)	(1 480.3)	16.2%	99.8%	8 851.0	796.6	(2 202.1)	14.2%	100.0%
Repayment of finance leases	(5.0)	(4.0)	–	–	-100.0%	0.2%	–	–	–	–	–
Net increase/(decrease) in cash and cash equivalents	4 943.0	(385.0)	510.2	(1 155.1)	-161.6%	43.0%	5 193.3	(3 178.7)	(2 325.0)	26.3%	100.0%
Statement of financial position											
Carrying value of assets	3.0	2.0	23.3	31.0	117.9%	0.1%	21.5	11.6	9.8	-31.8%	0.1%
<i>of which:</i>											
Acquisition of assets	–	(1.0)	(26.0)	–	–	–	–	–	–	–	–
Investments	60.0	46.0	23.0	–	-100.0%	0.1%	–	–	–	–	–
Receivables and prepayments	14 894.0	11 493.0	10 882.8	13 587.8	-3.0%	57.7%	17 214.2	21 496.8	18 112.6	10.1%	53.1%
Cash and cash equivalents	9 234.0	8 849.0	9 359.2	9 255.8	0.1%	42.0%	16 870.6	20 993.5	16 794.8	22.0%	46.9%
Finance lease receivable	–	–	21.0	–	–	–	–	–	–	–	–
Total assets	24 191.0	20 390.0	20 309.3	22 874.6	-1.8%	100.0%	34 106.3	42 501.8	34 917.2	15.1%	100.0%
Accumulated surplus/(deficit)	2 876.0	3 890.0	4 962.0	5 761.4	26.1%	20.1%	6 580.5	7 095.0	6 228.9	2.6%	19.8%
Borrowings	20 086.0	15 200.0	14 149.1	12 689.5	-14.2%	70.7%	22 803.6	28 866.3	25 979.6	27.0%	66.2%
Finance lease	–	–	18.4	–	–	–	–	–	–	–	–
Trade and other payables	1 120.0	679.0	1 176.7	3 792.3	50.2%	7.6%	3 011.3	3 009.7	2 708.7	-10.6%	10.1%
Taxation	96.0	–	–	–	-100.0%	0.1%	–	–	–	–	–
Provisions	13.0	34.0	–	631.4	264.9%	0.7%	1 711.0	3 530.9	–	-100.0%	4.0%
Derivatives financial instruments	–	587.0	3.1	–	–	0.7%	–	–	–	–	–
Total equity and liabilities	24 191.0	20 390.0	20 309.3	22 874.6	-1.8%	100.0%	34 106.3	42 501.8	34 917.2	15.1%	100.0%

Personnel information

Table 41.31 Trans-Caledon Tunnel Authority personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average salary level/ Total (%)	
Number of funded posts	Number of posts on approved establishment	Actual 2022/23			Revised estimate 2023/24			Medium-term expenditure estimate						2023/24 - 2026/27					
		Number	Cost	Unit cost	Number	Cost	Unit cost	2024/25		2025/26		2026/27							
Trans-Caledon Tunnel Authority	225	225	225	303.3	1.3	225	318.5	1.4	225	334.4	1.5	225	351.1	1.6	225	375.7	1.7	–	100.0%
Salary level	225	225	225	303.3	1.3	225	318.5	1.4	225	334.4	1.5	225	351.1	1.6	225	375.7	1.7	–	100.0%
1 – 6	3	3	3	0.9	0.3	3	0.9	0.3	3	1.0	0.3	3	1.0	0.3	3	1.1	0.4	–	1.3%
7 – 10	55	55	55	30.2	0.5	55	31.7	0.6	55	33.3	0.6	55	35.0	0.6	55	37.4	0.7	–	24.4%
11 – 12	46	46	46	42.1	0.9	46	44.2	1.0	46	46.4	1.0	46	48.8	1.1	46	52.2	1.1	–	20.4%
13 – 16	102	102	102	165.2	1.6	102	173.4	1.7	102	182.1	1.8	102	191.2	1.9	102	204.6	2.0	–	45.3%
17 – 22	19	19	19	64.9	3.4	19	68.2	3.6	19	71.6	3.8	19	75.2	4.0	19	80.4	4.2	–	8.4%

1. Rand million.

uMngeni-uThukela Water

Selected performance indicators

Table 41.32 uMngeni-uThukela Water performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Cost per kilolitre per year	Bulk activities	Priority 5: Spatial integration, human settlements and local government	R5.41	R5.58	R5.56	R7.56	R8.04	R8.77	R9.44
Weighted average cost of capital per year	Bulk activities		10.6%	10.8%	11%	11.4%	11.6%	11.6%	11.6%
Average volume of water sold per year (megalitres)	Bulk activities		548 547	562 483	580 726	622 636	627 227	630 284	636 093

Entity overview

The former Umgeni water board was established in terms of the Water Services Act (1997) to provide water and sanitation services in its service area, which comprised mostly rural areas in KwaZulu-Natal and the eThekweni metropolitan area. In May 2023, the entity's area of operation was extended to incorporate the former Mhlathuze Water's area of operation. It was renamed uMngeni-uThukela Water. The entity supplies water and sanitation services to an estimated 11.1 million people.

Over the medium term, the entity will proceed with the construction of the potable water component of the uMkhomazi water project, the Stephen Dlamini Dam, the Ncwabeni off-channel storage dam project, phase 1 of the Greater Mpofana regional scheme, phase 3 of the Maphumulo bulk water supply scheme, and the implementation of the raw water component in the Lower uMkhomazi bulk water supply scheme project.

Expenditure is expected to increase at an average annual rate of 3.9 per cent, from R6.3 billion in 2023/24 to R7.1 billion in 2026/27. Revenue is expected to increase at an average annual rate of 7.2 per cent, from R7 billion in 2023/24 to R8.7 billion in 2026/27, mainly driven by an anticipated increase in bulk water sales.

Programmes/Objectives/Activities

Table 41.33 uMngeni-uThukela Water expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/Total (%)
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Administration	1 813.0	2 047.0	2 628.3	3 156.8	20.3%	51.3%	3 006.8	3 088.1	3 221.3	0.7%	47.3%
Bulk activities	1 613.7	1 796.9	1 987.4	2 519.0	16.0%	42.6%	2 756.4	3 007.2	3 282.5	9.2%	43.7%
Wastewater	148.1	141.8	176.8	235.5	16.7%	3.8%	254.5	274.7	295.8	7.9%	4.0%
Other activities	26.7	27.3	46.1	437.1	153.9%	2.3%	280.6	297.5	310.8	-10.7%	5.0%
Total	3 601.5	4 013.1	4 838.5	6 348.5	20.8%	100.0%	6 298.3	6 667.5	7 110.4	3.9%	100.0%

Statements of financial performance, cash flow and financial position

Table 41.34 uMngeni-uThukela Water statements of financial performance, cash flow and financial position

Statement of financial performance												
R million	Audited outcome				Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/Total (%)
	2020/21	2021/22	2022/23	2023/24				2024/25	2025/26	2026/27		
Revenue	4 864.2	5 270.7	6 000.3	7 040.5	13.1%	100.0%	7 414.6	8 006.9	8 679.2	7.2%	100.0%	
Non-tax revenue	4 864.2	5 270.7	6 000.3	7 040.5	13.1%	100.0%	7 414.6	8 006.9	8 679.2	7.2%	100.0%	
Sale of goods and services other than capital assets	4 528.2	4 909.5	5 252.8	6 682.5	13.9%	92.2%	7 128.5	7 789.9	8 549.2	8.6%	96.7%	
<i>of which:</i>												
<i>Sales by market establishments</i>	4 528.2	4 909.5	5 252.8	6 682.5	13.9%	92.2%	7 128.5	7 789.9	8 549.2	8.6%	96.7%	
<i>Water sales</i>	4 235.5	4 582.1	4 876.5	5 561.1	9.5%	83.6%	6 057.9	6 652.0	7 337.5	9.7%	82.1%	
<i>Wastewater</i>	246.1	279.3	304.8	404.2	18.0%	5.3%	453.7	488.7	532.6	9.6%	6.0%	
<i>Other activities</i>	46.6	48.1	71.6	717.2	148.7%	3.3%	616.8	649.1	679.1	-1.8%	8.6%	
Other non-tax revenue	335.9	361.2	747.5	358.0	2.1%	7.8%	286.1	217.1	129.9	-28.7%	3.3%	
Total revenue	4 864.2	5 270.7	6 000.3	7 040.5	13.1%	100.0%	7 414.6	8 006.9	8 679.2	7.2%	100.0%	
Expenses												
Current expenses	3 601.5	4 013.1	4 838.5	6 348.5	20.8%	100.0%	6 298.3	6 667.5	7 110.4	3.9%	100.0%	
Compensation of employees	794.1	931.6	1 112.2	1 250.3	16.3%	22.0%	1 334.3	1 410.8	1 491.3	6.0%	20.8%	
Goods and services	2 335.3	2 581.6	3 223.0	4 423.6	23.7%	66.4%	4 247.2	4 476.9	4 784.2	2.6%	67.9%	
Depreciation	422.1	489.6	502.9	644.7	15.2%	11.1%	645.2	686.8	728.7	4.2%	10.2%	
Interest, dividends and rent on land	50.0	10.3	0.5	29.9	-15.8%	0.5%	71.6	93.0	106.2	52.6%	1.1%	
Total expenses	3 601.5	4 013.1	4 838.5	6 348.5	20.8%	100.0%	6 298.3	6 667.5	7 110.4	3.9%	100.0%	
Surplus/(Deficit)	1 262.7	1 257.6	1 161.8	692.0	-18.2%		1 116.3	1 339.4	1 568.8	31.4%		

Table 41.34 uMngeni-uThukela Water statements of financial performance, cash flow and financial position (continued)

Cash flow statement			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
Audited outcome						2023/24	2020/21 - 2023/24	2024/25			2025/26
R million	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2023/24 - 2026/27	
Cash flow from operating activities	1 405.9	1 955.1	1 877.0	1 327.7	-1.9%	100.0%	1 900.0	2 170.5	2 496.0	23.4%	100.0%
Receipts											
Non-tax receipts	4 777.6	5 236.5	5 807.4	7 032.5	13.8%	98.6%	7 406.6	7 998.9	8 671.1	7.2%	99.9%
Sales of goods and services other than capital assets	4 528.2	4 909.5	5 252.8	6 682.5	13.9%	92.2%	7 128.5	7 789.9	8 549.2	8.6%	96.7%
<i>of which:</i>											
<i>Sales by market establishment</i>	4 528.2	4 909.5	5 252.8	6 682.5	13.9%	92.2%	7 128.5	7 789.9	8 549.2	8.6%	96.7%
<i>Water sales</i>	4 235.5	4 582.1	4 876.5	5 561.1	9.5%	83.6%	6 057.9	6 652.0	7 337.5	9.7%	82.1%
<i>Wastewater</i>	246.1	279.3	304.8	404.2	18.0%	5.3%	453.7	488.7	532.6	9.6%	6.0%
<i>Other activities</i>	46.6	48.1	71.6	717.2	148.7%	3.3%	616.8	649.1	679.1	-1.8%	8.6%
Other tax receipts	249.4	327.1	554.6	350.0	12.0%	6.4%	278.1	209.1	121.9	-29.7%	3.2%
Financial transactions in assets and liabilities	86.5	17.9	192.9	8.0	-54.9%	1.4%	8.0	8.0	8.1	0.5%	0.1%
Total receipts	4 864.2	5 254.4	6 000.3	7 040.5	13.1%	100.0%	7 414.6	8 006.9	8 679.2	7.2%	100.0%
Payment											
Current payments	3 458.2	3 299.4	4 123.4	5 712.8	18.2%	100.0%	5 514.6	5 836.4	6 183.2	2.7%	100.0%
Compensation of employees	794.1	931.6	1 105.0	1 250.3	16.3%	25.0%	1 334.3	1 410.8	1 491.3	6.0%	23.6%
Goods and services	2 614.1	2 357.5	3 017.8	4 432.6	19.2%	74.5%	4 108.7	4 332.6	4 585.7	1.1%	75.1%
Interest and rent on land	50.0	10.3	0.5	29.9	-15.8%	0.6%	71.6	93.0	106.2	52.6%	1.3%
Total payments	3 458.2	3 299.4	4 123.4	5 712.8	18.2%	100.0%	5 514.6	5 836.4	6 183.2	2.7%	100.0%
Net cash flow from investing activities	(1 167.7)	(3 353.2)	(3 129.2)	(2 040.1)	20.4%	100.0%	(3 259.1)	(2 546.4)	(3 171.7)	15.8%	100.0%
Acquisition of property, plant, equipment and intangible assets	(792.1)	(1 049.0)	(1 805.9)	(3 341.0)	61.6%	80.1%	(4 101.6)	(3 996.4)	(3 610.4)	2.6%	140.1%
Acquisition of software and other intangible assets	(9.7)	(1.1)	(9.0)	-	-100.0%	0.3%	-	(0.9)	-	-	-
Proceeds from the sale of property, plant, equipment and intangible assets	1.8	4.9	1.3	0.3	-47.9%	-0.1%	0.3	0.3	0.3	-	-
Other flows from investing activities	(367.7)	(2 308.0)	(1 315.5)	1 300.6	-252.4%	19.7%	842.2	1 450.7	438.4	-30.4%	-40.1%
Net cash flow from financing activities	(217.6)	150.7	717.7	590.7	-239.5%	100.0%	1 375.1	680.5	1 002.4	19.3%	100.0%
Deferred income	382.6	200.2	642.3	269.0	-11.1%	23.0%	315.0	151.5	158.4	-16.2%	26.6%
Borrowing activities	(630.0)	(24.8)	(24.8)	123.1	-158.0%	72.6%	1 090.8	666.4	1 190.7	113.1%	79.2%
Repayment of finance leases	-	(0.3)	(1.2)	(1.2)	-	-0.1%	(1.3)	(1.4)	(1.4)	4.4%	-0.2%
Other flows from financing activities	29.8	(24.3)	101.4	199.8	88.5%	4.5%	(29.4)	(135.9)	(345.3)	-220.0%	-5.7%
Net increase/(decrease) in cash and cash equivalents	20.7	(1 247.4)	(534.5)	(121.8)	-280.6%	-10.9%	15.9	304.6	326.7	-239.0%	100.0%
Statement of financial position											
Carrying value of assets	9 038.1	9 139.9	9 619.3	14 004.8	15.7%	60.3%	16 908.8	20 163.3	23 082.9	18.1%	78.4%
<i>of which:</i>											
<i>Acquisition of assets</i>	<i>(792.1)</i>	<i>(1 049.0)</i>	<i>(1 805.9)</i>	<i>(3 341.0)</i>	<i>61.6%</i>	<i>100.0%</i>	<i>(4 101.6)</i>	<i>(3 996.4)</i>	<i>(3 610.4)</i>	<i>2.6%</i>	<i>100.0%</i>
Investments	4 788.0	5 061.5	6 493.3	3 889.1	-6.7%	29.9%	2 792.4	1 976.5	1 518.2	-26.9%	11.4%
Inventory	22.2	26.1	33.0	64.3	42.6%	0.2%	70.4	76.6	83.2	9.0%	0.3%
Receivables and prepayments	1 053.5	1 111.0	1 189.1	1 569.8	14.2%	7.1%	1 987.9	1 386.4	1 512.8	-1.2%	7.0%
Cash and cash equivalents	41.4	824.9	290.4	541.2	135.5%	2.4%	561.0	714.1	882.4	17.7%	2.9%
Non-current assets held for sale	1.9	0.5	2.9	0.5	-33.5%	-	0.5	0.5	0.5	-	-
Total assets	14 945.0	16 164.0	17 628.0	20 069.7	10.3%	100.0%	22 321.1	24 317.4	27 080.0	10.5%	100.0%
Accumulated surplus/(deficit)	11 927.5	13 185.1	14 441.1	16 751.1	12.0%	81.7%	17 867.4	19 206.8	20 775.6	7.4%	79.8%
Capital reserve fund	58.1	58.2	58.2	53.0	-3.0%	0.3%	1 054.7	214.5	309.3	80.1%	1.8%
Borrowings	1 243.4	1 223.1	1 177.9	1 181.8	-1.7%	7.1%	1 060.4	2 251.1	3 347.0	41.5%	8.1%
Deferred income	11.4	10.8	12.3	10.8	-1.6%	0.1%	10.8	10.8	10.8	-	-
Trade and other payables	895.8	736.3	945.8	951.6	2.0%	5.2%	946.7	920.4	894.9	-2.0%	4.0%
Provisions	469.3	523.6	477.3	625.4	10.0%	3.1%	679.9	763.3	823.5	9.6%	3.1%
Derivatives financial instruments	339.4	426.9	515.4	496.0	13.5%	2.6%	701.2	950.5	918.8	22.8%	3.2%
Total equity and liabilities	14 945.0	16 164.0	17 628.0	20 069.7	10.3%	100.0%	22 321.1	24 317.4	27 080.0	10.5%	100.0%

Personnel information

Table 41.35 uMngeni-uThukela Water personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average: salary level/ Total (%)	
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23		2023/24		2024/25			2025/26			2026/27			2023/24 - 2026/27				
uMngeni-uThukela Water	Salary level	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
	1 827	1 827	1 519	1 112.2	0.7	1 827	1 250.3	0.7	1 829	1 334.3	0.7	1 829	1 410.8	0.8	1 829	1 491.3	0.8	0.0%	100.0%
1 – 6	398	398	299	70.3	0.2	398	98.9	0.2	398	105.3	0.3	398	111.3	0.3	398	117.7	0.3	–	21.8%
7 – 10	1 040	1 040	902	552.2	0.6	1 040	607.2	0.6	1 040	646.5	0.6	1 040	683.6	0.7	1 040	722.6	0.7	–	56.9%
11 – 12	178	178	146	172.0	1.2	178	202.9	1.1	178	216.1	1.2	178	228.4	1.3	178	241.5	1.4	–	9.7%
13 – 16	209	209	171	303.1	1.8	209	333.4	1.6	211	357.9	1.7	211	378.5	1.8	211	400.0	1.9	0.3%	11.5%
17 – 22	2	2	1	14.5	14.5	2	8.0	4.0	2	8.5	4.2	2	9.0	4.5	2	9.5	4.7	–	0.1%

1. Rand million.

Water Research Commission

Selected performance indicators

Table 41.36 Water Research Commission performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of postgraduate students supported on all projects managed by the commission per year	Research and development		326	250	432	200	250	250	250
Percentage of resilience-related projects per total number of completed research, development and innovation projects per year	Research and development	Entity mandate	– ¹	– ¹	– ¹	30%	30%	30%	30%
Percentage of adaptation-related projects per total number of completed research, development and innovation projects per year	Research and development		– ¹	– ¹	– ¹	50%	50%	50%	50%

1. No historical data available.

Entity overview

The legislative mandate of the Water Research Commission is set out in the Water Research Act (1971). Its primary functions include promoting coordination, cooperation and communication in water research and development; establishing water research needs and priorities; enhancing knowledge and capacity building within the water sector; and stimulating and funding priority-based water research.

Over the medium term, to ensure that water is supplied efficiently and predictably while ensuring transparency, the commission aims to maintain the percentage of resilience-related projects per total number of research, development and innovation projects per year at 30 per cent, and the percentage of adaptation-related projects at 50 per cent. It will also aim to provide financial support to 250 students in each year of the MTEF period.

Expenditure is expected to increase at an average annual rate of 2.5 per cent, from R420.1 million in 2023/24 to R452.8 million in 2026/27. The commission is set to derive 73.2 per cent (R984 million) of its revenue over the period ahead through water research levies. Total revenue is set to increase at an average annual rate of 0.8 per cent, from R442.1 million in 2023/24 to R452.8 million in 2026/27.

Programmes/Objectives/Activities

Table 41.37 Water Research Commission expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23		2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27		
Administration	126.2	143.5	143.7	190.8	14.8%	42.7%	193.8	201.3	215.3	4.1%	45.8%
Research and development	90.6	129.1	123.0	210.6	32.5%	38.3%	214.3	196.5	201.0	-1.5%	47.1%
Innovation and impact	61.5	107.8	71.4	18.7	-32.7%	19.0%	33.6	36.6	36.6	25.0%	7.1%
Total	278.3	380.4	338.1	420.1	14.7%	100.0%	441.6	434.4	452.8	2.5%	100.0%

Statements of financial performance, cash flow and financial position

Table 41.38 Water Research Commission statements of financial performance, cash flow and financial position

Statement of financial performance											
R million	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23		2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27		
Revenue											
Non-tax revenue	344.7	417.5	408.7	442.1	8.6%	100.0%	441.6	434.4	452.8	0.8%	100.0%
Sale of goods and services other than capital assets	339.4	410.7	394.3	417.6	7.2%	96.9%	417.1	409.8	428.3	0.9%	94.5%
<i>of which:</i>											
<i>Sales by market establishments</i>	339.4	410.7	394.3	417.6	7.2%	96.9%	417.1	409.8	428.3	0.9%	94.5%
<i>Water research levies</i>	265.6	279.6	305.7	312.3	5.5%	72.4%	316.0	326.7	341.3	3.0%	73.2%
<i>Leverage income</i>	73.7	130.8	87.5	104.4	12.3%	24.4%	100.1	82.2	86.0	-6.3%	21.0%
<i>Miscellaneous income</i>	0.1	0.3	1.1	0.9	87.4%	0.1%	1.0	1.0	1.1	4.7%	0.2%
<i>Other non-tax revenue</i>	5.4	6.8	14.3	24.5	65.9%	3.1%	24.5	24.5	24.5	-	5.5%
Total revenue	344.7	417.5	408.7	442.1	8.6%	100.0%	441.6	434.4	452.8	0.8%	100.0%
Expenses											
Current expenses	278.3	380.4	338.1	420.1	14.7%	100.0%	441.6	434.4	452.8	2.5%	100.0%
Compensation of employees	96.7	108.3	97.3	122.6	8.2%	30.3%	135.7	143.5	152.8	7.6%	31.7%
Goods and services	176.7	268.6	237.1	297.5	19.0%	68.8%	305.9	290.9	300.0	0.3%	68.3%
Depreciation	4.4	3.0	3.4	-	-100.0%	0.8%	-	-	-	-	-
Interest, dividends and rent on land	0.5	0.5	0.4	-	-100.0%	0.1%	-	-	-	-	-
Total expenses	278.3	380.4	338.1	420.1	14.7%	100.0%	441.6	434.4	452.8	2.5%	100.0%
Surplus/(Deficit)	66.5	37.1	70.5	22.0	-30.8%		-	-	-	-100.0%	
Cash flow statement											
Cash flow from operating activities	71.5	16.7	84.4	11.8	-45.2%	100.0%	0.4	(0.5)	(1.4)	-149.1%	100.0%
Receipts											
Non-tax receipts	352.8	360.0	443.0	417.6	5.8%	100.0%	438.8	431.5	449.9	2.5%	100.0%
Sales of goods and services other than capital assets	347.0	352.9	427.7	393.1	4.2%	96.8%	414.2	406.9	425.3	2.7%	94.3%
<i>of which:</i>											
<i>Sales by market establishment</i>	347.0	352.9	427.7	393.1	4.2%	96.8%	414.2	406.9	425.3	2.7%	94.3%
<i>Water research levies</i>	255.6	228.0	361.9	312.3	6.9%	73.1%	316.0	326.7	341.3	3.0%	74.6%
<i>Leverage income</i>	91.5	122.7	64.6	104.4	4.5%	24.9%	97.3	79.3	83.0	-7.4%	21.0%
<i>Miscellaneous income</i>	-	2.1	1.1	0.9	-	0.3%	1.0	1.0	1.1	4.7%	0.2%
<i>Other tax receipts</i>	5.8	7.2	15.3	24.5	61.9%	3.2%	24.5	24.5	24.5	-	5.7%
Total receipts	352.8	360.0	443.0	417.6	5.8%	100.0%	438.8	431.5	449.9	2.5%	100.0%
Payment											
Current payments	281.3	343.3	358.6	405.8	13.0%	100.0%	438.4	431.9	451.3	3.6%	100.0%
Compensation of employees	96.7	108.3	100.8	122.6	8.2%	31.1%	142.8	151.0	160.8	9.5%	33.3%
Goods and services	184.6	235.1	257.7	283.2	15.3%	68.9%	295.6	280.9	290.4	0.8%	66.7%
Total payments	281.3	343.3	358.6	405.8	13.0%	100.0%	438.4	431.9	451.3	3.6%	100.0%
Net cash flow from investing activities	(0.1)	(0.7)	(1.3)	(9.9)	343.9%	100.0%	(3.3)	(3.7)	(5.4)	-18.1%	100.0%
Acquisition of property, plant, equipment and intangible assets	(0.1)	(0.4)	(1.2)	(8.6)	387.7%	72.8%	(1.8)	(2.9)	(4.6)	-19.0%	75.6%
Acquisition of software and other intangible assets	(0.0)	(0.4)	(0.1)	(1.3)	221.8%	27.2%	(1.5)	(0.9)	(0.9)	-12.4%	24.4%
Net cash flow from financing activities	(12.1)	(6.1)	17.3	-	-100.0%	-	-	-	-	-	-
Borrowing activities	(11.5)	(2.8)	(0.9)	-	-100.0%	-	-	-	-	-	-
Repayment of finance leases	(0.6)	(0.6)	(0.1)	-	-100.0%	-	-	-	-	-	-
Other flows from financing activities	-	(2.7)	18.2	-	-	-	-	-	-	-	-
Net increase/(decrease) in cash and cash equivalents	59.3	9.9	100.4	1.9	-68.3%	13.5%	(3.0)	(4.2)	(6.8)	-253.6%	100.0%

Table 41.38 Water Research Commission statements of financial performance, cash flow and financial position (continued)

Statement of financial position				Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
Audited outcome			2023/24				2020/21 - 2023/24	2024/25	2025/26		
R million	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2023/24 - 2026/27	
Carrying value of assets	11.6	9.3	8.0	15.2	9.4%	2.5%	15.8	16.9	19.7	9.0%	3.4%
<i>of which:</i>											
Acquisition of assets	(0.1)	(0.4)	(1.2)	(8.6)	387.7%	100.0%	(1.8)	(2.9)	(4.6)	-19.0%	100.0%
Investments	–	1.2	1.3	1.4	–	0.2%	1.4	1.5	1.6	4.7%	0.3%
Receivables and prepayments	54.5	113.1	60.4	62.9	4.9%	16.6%	65.9	69.0	72.2	4.7%	13.7%
Cash and cash equivalents	300.3	310.3	410.8	412.7	11.2%	80.7%	409.8	405.6	398.7	-1.1%	82.6%
Taxation	0.0	–	–	–	-100.0%	–	–	–	–	–	–
Total assets	366.5	433.9	480.5	492.2	10.3%	100.0%	492.9	493.0	492.1	–	100.0%
Accumulated surplus/(deficit)	178.4	215.5	286.0	308.0	20.0%	55.1%	308.0	308.0	308.0	–	62.5%
Borrowings	0.2	0.2	0.3	–	-100.0%	–	–	–	–	–	–
Finance lease	0.6	0.1	–	–	-100.0%	–	–	–	–	–	–
Trade and other payables	154.7	184.1	151.9	152.8	-0.4%	36.8%	154.1	155.4	156.8	0.9%	31.4%
Provisions	23.7	25.3	34.5	23.5	-0.2%	6.1%	24.8	26.0	27.4	5.1%	5.2%
Derivatives financial instruments	8.9	8.7	7.8	7.8	-4.3%	1.9%	6.1	3.5	–	-100.0%	0.9%
Total equity and liabilities	366.5	433.9	480.5	492.2	10.3%	100.0%	492.9	493.0	492.1	–	100.0%

Personnel information

Table 41.39 Water Research Commission personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment											Average growth rate of personnel posts (%)	Average: salary level/ Total (%)					
Number of funded posts	Number of approved establishment posts	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Water Research Commission																			
Salary level	111	111	90	97.3	1.1	111	122.6	1.1	103	135.7	1.3	91	143.5	1.6	89	152.8	1.7	-7.1%	100.0%
1 – 6	29	29	20	5.8	0.3	29	3.9	0.1	24	8.2	0.3	13	8.6	0.7	11	9.1	0.8	-27.6%	19.0%
7 – 10	29	29	18	10.9	0.6	29	17.3	0.6	26	27.5	1.1	26	29.3	1.1	26	31.2	1.2	-3.6%	27.3%
11 – 12	18	18	18	16.5	0.9	18	19.0	1.1	18	19.0	1.1	18	20.3	1.1	18	21.7	1.2	–	18.4%
13 – 16	26	26	25	37.2	1.5	26	48.2	1.9	26	47.6	1.8	25	49.5	2.0	25	52.7	2.1	-1.3%	26.1%
17 – 22	9	9	9	26.9	3.0	9	34.2	3.8	9	33.5	3.7	9	35.7	4.0	9	38.1	4.2	–	9.2%

1. Rand million.

Water Trading Entity

Selected performance indicators

Table 41.40 Water Trading Entity performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of raw water projects completed per year	Operations, maintenance and refurbishment of national water resources schemes	Priority 2: Economic transformation and job creation	0	0	1	0	0	1	0
Number of dam safety rehabilitation projects completed per year	Implementation of dam safety projects		0	0	2	2	5	8	5
Percentage of water users validated within the catchment area per year	Implementation of water resources management activities		63% (417 / 661)	63% (612 / 968)	62% (562 / 902)	80%	80%	80%	80%
Number of rivers where the monitoring programme has been implemented per year	Implementation of water resources management activities		77	81	76	75	75	75	0

Table 41.40 Water Trading Entity performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of planned maintenance projects completed per year as per the approved asset management plan	Operations, maintenance and refurbishment of national water resources schemes		39.4% (474/ 1 203)	44% (351/ 795)	45% (351/ 795)	70%	70%	70%	70%
Percentage of unscheduled maintenance projects completed per year as a proportion of planned maintenance projects	Operations, maintenance and refurbishment of national water resources schemes	Priority 2: Economic transformation and job creation	25.5% (307/ 1 203)	39% (312/ 795)	35% (364/ 1 046)	≤30%	≤30%	≤30%	≤20%

Entity overview

The Water Trading Entity was established in 1983 to manage water infrastructure and resources, and the sale of raw water. It was converted into a trading entity in 2008 in terms of the Public Finance Management Act (1999). Over the MTEF period, the entity will continue to focus on maintaining existing water resource infrastructure, supporting the long-term sustainability of water resources, and supplying bulk water to strategic users such as large industrial companies to stimulate and support economic development. In an effort to leverage the entity's assets to finance water resource infrastructure in a more equitable and efficient manner, it is expected to merge with the Trans-Caledon Tunnel Authority to form the National Water Resources Infrastructure Agency by 2024/25.

The entity plans to roll out 18 dam safety rehabilitation projects through implementing its dam safety projects programme, which is allocated R478.6 million over the medium term. It will also aim to implement the raw water component of the Olifants management model at a projected cost of R2.4 billion over the period ahead.

Total expenditure is expected to increase at an average annual rate of 7.2 per cent, from R18 billion in 2023/24 to R22.2 billion in 2026/27, due to additional funding received through the budget facility for infrastructure for raising of the Clanwilliam Dam wall, the uMkhomazi water project and phases 2b and 2b+ (raw water pipeline) of the Olifants management model programme. The entity is expected to generate 75 per cent (R56 billion) of its revenue over the MTEF period from the sale of raw water. Total revenue is expected to increase at an average annual rate of 8 per cent, from R21.1 billion in 2023/24 to R26.5 billion in 2026/27.

Programmes/Objectives/Activities

Table 41.41 Water Trading Entity 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 (%)
	2020/21	2021/22	2022/23	2023/24				2024/25	2025/26	2026/27		
Administration	997.9	1 103.7	1 161.6	1 213.8	6.7%	8.7%	1 274.5	1 338.3	1 399.8	4.9%	6.6%	
Implementation of water resources management activities	984.8	1 089.2	1 146.3	1 197.9	6.7%	8.6%	-	-	-	-100.0%	1.7%	
Operations, maintenance and refurbishment of national water resources schemes	1 934.0	1 399.0	2 248.6	2 349.8	6.7%	14.9%	2 467.2	2 590.6	2 709.8	4.9%	12.7%	
Financing and investment in raw water infrastructure	3 882.0	3 394.7	8 843.3	10 098.2	37.5%	45.5%	11 456.3	13 775.1	14 417.9	12.6%	61.9%	
Bulk water supply to strategic users	2 493.5	2 622.9	2 898.3	3 028.7	6.7%	21.3%	3 180.2	3 339.2	3 492.8	4.9%	16.4%	
Implementation of dam safety projects	117.0	129.4	138.5	144.8	7.4%	1.0%	152.0	159.6	167.0	4.9%	0.8%	
Total	10 409.2	9 738.8	16 436.6	18 033.2	20.1%	100.0%	18 530.3	21 202.8	22 187.3	7.2%	100.0%	

Statements of financial performance, cash flow and financial position**Table 41.42 Water Trading Entity statements of financial performance, cash flow and financial position**

Statement of financial performance												
R million	Audited outcome				Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2026/27	
Revenue												
Non-tax revenue	13 562.4	15 895.6	15 404.1	17 690.4		9.3%	86.6%	18 650.4	19 582.9	20 483.7	5.0%	78.6%
Sale of goods and services other than capital assets	12 488.6	14 559.4	13 784.8	17 500.7		11.9%	80.5%	18 451.3	19 373.8	20 265.0	5.0%	77.8%
<i>of which:</i>												
<i>Sales by market establishments</i>	<i>12 488.5</i>	<i>14 559.4</i>	<i>13 784.8</i>	<i>17 500.7</i>		<i>11.9%</i>	<i>80.5%</i>	<i>18 451.3</i>	<i>19 373.8</i>	<i>20 265.0</i>	<i>5.0%</i>	<i>77.8%</i>
<i>Sales of water</i>	<i>12 216.3</i>	<i>14 266.7</i>	<i>13 454.3</i>	<i>16 871.5</i>		<i>11.4%</i>	<i>78.5%</i>	<i>17 790.5</i>	<i>18 680.1</i>	<i>19 539.4</i>	<i>5.0%</i>	<i>75.0%</i>
<i>Construction revenue</i>	<i>270.3</i>	<i>291.0</i>	<i>328.5</i>	<i>384.9</i>		<i>12.5%</i>	<i>1.8%</i>	<i>404.2</i>	<i>424.4</i>	<i>443.9</i>	<i>4.9%</i>	<i>1.7%</i>
<i>Lease revenue earned</i>	<i>1.0</i>	<i>0.9</i>	<i>0.9</i>	<i>244.4</i>		<i>524.3%</i>	<i>0.3%</i>	<i>256.6</i>	<i>269.4</i>	<i>281.8</i>	<i>4.9%</i>	<i>1.1%</i>
<i>Commission earned</i>	<i>0.9</i>	<i>0.9</i>	<i>1.0</i>	<i>-</i>		<i>-100.0%</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Other sales</i>	<i>0.1</i>	<i>-</i>	<i>-</i>	<i>-</i>		<i>-100.0%</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Other non-tax revenue	1 073.8	1 336.1	1 619.3	189.7		-43.9%	6.1%	199.1	209.1	218.7	4.9%	0.8%
Transfers received	2 069.4	2 063.2	2 268.6	3 372.7		17.7%	13.4%	5 222.0	6 446.6	6 035.2	21.4%	21.4%
Total revenue	15 631.9	17 958.7	17 672.6	21 063.1		10.5%	100.0%	23 872.4	26 029.5	26 518.9	8.0%	100.0%
Expenses												
Current expenses	10 409.2	9 738.8	16 436.6	18 033.2		20.1%	100.0%	18 530.3	21 202.8	22 187.3	7.2%	100.0%
Compensation of employees	1 369.4	1 451.2	1 539.7	1 609.0		5.5%	11.6%	1 203.2	1 263.4	1 318.9	-6.4%	6.8%
Goods and services	4 466.7	3 986.9	5 010.4	5 235.9		5.4%	35.8%	5 264.8	5 528.0	5 786.0	3.4%	27.4%
Depreciation	1 485.0	1 426.2	2 894.0	3 024.2		26.8%	15.8%	3 171.1	3 329.6	3 490.9	4.9%	16.3%
Interest, dividends and rent on land	3 088.1	2 874.6	6 992.5	8 164.2		38.3%	36.7%	8 891.2	11 081.8	11 591.5	12.4%	49.4%
Total expenses	10 409.2	9 738.8	16 436.6	18 033.2		20.1%	100.0%	18 530.3	21 202.8	22 187.3	7.2%	100.0%
Surplus/(Deficit)	5 222.7	8 219.9	1 236.0	3 029.8		-16.6%		5 342.1	4 826.7	4 331.7	12.7%	
Cash flow statement												
Cash flow from operating activities	6 633.7	6 754.8	3 279.3	10 112.8		15.1%	100.0%	12 374.7	13 956.9	13 891.0	11.2%	100.0%
Receipts												
Non-tax receipts	12 572.4	13 934.1	13 845.4	13 574.6		2.6%	84.9%	14 223.9	14 935.1	15 622.1	4.8%	73.9%
Sales of goods and services other than capital assets	12 572.4	13 934.1	13 845.4	13 574.6		2.6%	84.9%	14 223.9	14 935.1	15 622.1	4.8%	73.9%
<i>of which:</i>												
<i>Sales by market establishment</i>	<i>11 746.4</i>	<i>12 912.0</i>	<i>13 667.2</i>	<i>13 410.6</i>		<i>4.5%</i>	<i>81.3%</i>	<i>14 051.7</i>	<i>14 754.2</i>	<i>15 432.9</i>	<i>4.8%</i>	<i>73.0%</i>
<i>Sales of water</i>	<i>11 320.0</i>	<i>10 059.7</i>	<i>10 839.6</i>	<i>13 410.6</i>		<i>5.8%</i>	<i>71.8%</i>	<i>14 051.7</i>	<i>14 754.2</i>	<i>15 432.9</i>	<i>4.8%</i>	<i>73.0%</i>
<i>Construction revenue</i>	<i>425.3</i>	<i>2 851.4</i>	<i>2 825.7</i>	<i>384.9</i>		<i>-3.3%</i>	<i>10.1%</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-100.0%</i>	<i>0.6%</i>
<i>Lease revenue earned</i>	<i>1.0</i>	<i>0.9</i>	<i>1.9</i>	<i>244.4</i>		<i>524.5%</i>	<i>0.4%</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-100.0%</i>	<i>0.4%</i>
<i>Other sales</i>	<i>826.0</i>	<i>1 022.1</i>	<i>178.1</i>	<i>164.0</i>		<i>-41.7%</i>	<i>3.5%</i>	<i>172.2</i>	<i>180.8</i>	<i>189.1</i>	<i>4.9%</i>	<i>0.9%</i>
Transfers received	2 068.7	2 063.2	2 268.5	3 272.7		16.5%	15.1%	5 222.0	6 446.6	6 035.2	22.6%	26.1%
Total receipts	14 641.0	15 997.3	16 113.9	16 847.3		4.8%	100.0%	19 445.9	21 381.6	21 657.3	8.7%	100.0%
Payment												
Current payments	8 007.3	9 242.5	12 834.6	6 734.5		-5.6%	100.0%	7 071.2	7 424.8	7 766.3	4.9%	100.0%
Compensation of employees	1 592.1	1 459.2	1 720.0	1 668.1		1.6%	18.5%	1 751.5	1 839.1	1 923.7	4.9%	24.8%
Goods and services	4 658.3	6 267.6	9 914.1	2 636.2		-17.3%	60.6%	2 768.0	2 906.4	3 040.1	4.9%	39.1%
Interest and rent on land	1 757.0	1 515.7	1 200.4	2 430.1		11.4%	20.9%	2 551.6	2 679.2	2 802.5	4.9%	36.1%
Total payments	8 007.3	9 242.5	12 834.6	6 734.5		-5.6%	100.0%	7 071.2	7 424.8	7 766.3	4.9%	100.0%
Net cash flow from investing activities	(131.8)	(398.1)	(2 683.7)	(2 291.9)		159.1%	100.0%	(2 406.5)	(2 526.8)	(2 643.1)	4.9%	100.0%
Acquisition of property, plant, equipment and intangible assets	(131.8)	(398.1)	(2 683.7)	(2 291.9)		159.1%	100.0%	(2 406.5)	(2 526.8)	(2 643.1)	4.9%	100.0%
Net cash flow from financing activities	(6 161.8)	(5 617.8)	(957.4)	(9 708.8)		16.4%	100.0%	(10 194.3)	(10 704.0)	(11 196.4)	4.9%	100.0%
Borrowing activities	(6 161.8)	(5 617.2)	(956.1)	(9 678.4)		16.2%	99.9%	(10 162.3)	(10 670.4)	(11 161.3)	4.9%	99.7%
Repayment of finance leases	-	(0.7)	(1.3)	(30.4)		-	0.1%	(32.0)	(33.6)	(35.1)	4.9%	0.3%
Net increase/(decrease) in cash and cash equivalents	340.1	738.9	(361.9)	(1 887.9)		-277.1%	-0.5%	(226.1)	726.1	51.5	-130.1%	100.0%
Statement of financial position												
Carrying value of assets	91 729.4	93 102.6	91 487.9	95 604.8		1.4%	91.2%	100 385.1	105 404.3	110 252.9	4.9%	95.9%
<i>of which:</i>												
<i>Acquisition of assets</i>	<i>(131.8)</i>	<i>(398.1)</i>	<i>(2 683.7)</i>	<i>(2 291.9)</i>		<i>159.1%</i>	<i>100.0%</i>	<i>(2 406.5)</i>	<i>(2 526.8)</i>	<i>(2 643.1)</i>	<i>4.9%</i>	<i>100.0%</i>
Investments	-	796.6	-	-		-	0.2%	-	-	-	-	-
Inventory	137.3	129.5	101.8	106.3		-8.2%	0.1%	111.6	117.2	122.6	4.9%	0.1%
Receivables and prepayments	10 662.5	13 498.0	3 165.8	3 308.2		-32.3%	7.3%	3 473.7	3 647.3	3 815.1	4.9%	3.3%
Cash and cash equivalents	1 403.1	2 142.0	663.6	693.5		-20.9%	1.2%	728.2	764.6	799.8	4.9%	0.7%
Total assets	103 932.4	109 668.7	95 419.0	99 712.9		-1.4%	100.0%	104 698.5	109 933.5	114 990.4	4.9%	100.0%
Accumulated surplus/(deficit)	82 039.7	88 797.2	60 686.2	63 417.0		-8.2%	71.8%	66 587.9	69 917.3	73 133.5	4.9%	63.6%
Capital and reserves	1 284.4	1 755.2	407.2	425.6		-30.8%	0.9%	446.8	469.2	490.8	4.9%	0.4%
Borrowings	14 606.6	11 777.6	32 309.6	33 763.6		32.2%	23.1%	35 451.7	37 224.3	38 936.6	4.9%	33.9%
Finance lease	1.5	1.5	7.0	7.3		70.7%	-	7.7	8.1	8.4	4.9%	-
Trade and other payables	1 943.4	2 281.5	1 643.2	1 717.1		-4.0%	1.8%	1 803.0	1 893.1	1 980.2	4.9%	1.7%
Provisions	738.3	741.0	365.8	382.3		-19.7%	0.5%	401.4	421.5	440.9	4.9%	0.4%
Derivatives financial instruments	3 318.5	4 314.7	-	-		-100.0%	1.8%	-	-	-	-	-
Total equity and liabilities	103 932.4	109 668.7	95 419.0	99 712.9		-1.4%	100.0%	104 698.5	109 933.5	114 990.4	4.9%	100.0%

Personnel information

Table 41.43 Water Trading Entity personnel numbers and cost by salary level

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average: salary level/ Total (%)	
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2022/23		Unit cost	2023/24		Unit cost	2024/25			Unit cost	2025/26			Unit cost	2026/27			2023/24 - 2026/27
		Number	Cost		Number	Cost		Number	Cost	Unit cost		Number	Cost	Unit cost		Number	Cost	Unit cost	
Water Trading Entity		3 436	1 539.7	0.4	3 545	1 609.0	0.5	3 545	1 689.4	0.5	3 545	1 773.9	0.5	3 545	1 855.5	0.5			
Salary level		3 436	1 539.7	0.4	3 545	1 609.0	0.5	3 545	1 689.4	0.5	3 545	1 773.9	0.5	3 545	1 855.5	0.5		100.0%	
1 – 6	1 446	1 446	1 446	309.6	0.2	1 574	390.6	0.2	1 574	394.6	0.3	1 574	414.3	0.3	1 574	433.4	0.3	–	44.4%
7 – 10	1 705	1 705	1 705	820.0	0.5	1 721	845.7	0.5	1 721	904.1	0.5	1 721	949.4	0.6	1 721	993.0	0.6	–	48.5%
11 – 12	113	113	113	112.7	1.0	99	102.7	1.0	99	110.7	1.1	99	116.2	1.2	99	121.6	1.2	–	2.8%
13 – 16	161	161	161	261.0	1.6	140	234.0	1.7	140	244.0	1.7	140	256.2	1.8	140	268.0	1.9	–	3.9%
17 – 22	11	11	11	36.3	3.3	11	36.0	3.3	11	36.0	3.3	11	37.8	3.4	11	39.5	3.6	–	0.3%

1. Rand million.

Other entities

The following are newly established entities that are set to receive transfers from the department to take over water resource management functions from 1 April 2024, which are carried out by the Water Trading Entity.

- The **Limpopo-Olifants Catchment Management Agency** was established in terms of the National Water Act (1998). It is mandated to protect the use of water resources in the Limpopo-Olifants water management area. Its functions include resource allocation, protection, use, conservation, monitoring, planning development and operations in this area. As the entity is not yet generating any revenue, it is set to receive transfers from the department amounting to R95 million over the next 3 years to cover its operations and expenditure.
- The **Mzimvubu-Tsitsikamma Catchment Management Agency** was established in terms of the National Water Act (1998) with a mandate to protect the use of water resources in the Mzimvubu-Tsitsikamma water management area. Its functions include resource allocation, protection, use, conservation, monitoring, planning development and operations in this area. As the agency is not yet generating any revenue, it is set to receive transfers from the department amounting to R67.6 million over the next 3 years to cover its operations and expenditure.
- The **Pongola-Umzimkulu Catchment Management Agency** was established in terms of the National Water Act (1998) with a mandate to protect the use of water resources in the Pongola-Umzimkulu water management area. Its functions include resource allocation, protection, use, conservation, monitoring, planning development and operations in this area. As the agency is not yet generating any revenue, it is set to receive transfers from the department amounting to R67.6 million over the next 3 years to cover its operations and expenditure.
- The **Vaal-Orange Catchment Management Agency** was established in terms of the National Water Act (1998) with a mandate to protect the use of water resources in the Vaal-Orange water management area. Its functions include resource allocation, protection, use, conservation, monitoring, planning development and operations in this area. As the entity is not yet generating any revenue, it is set to receive transfers from the department amounting to R85.1 million over the next 3 years to cover its operations and expenditure.

