

VOTE 7

DEPARTMENT OF SOCIAL DEVELOPMENT

VOTE 7

Department of Social Development

Adjusted budget summary

R thousand	2014/15			
	Main Appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	973 054	973 554	(7 795)	8 295
of which:				
Current payments	583 476	579 176	(4 300)	
Transfers and subsidies	371 379	367 884	(3 495)	
Payments for capital assets	18 199	26 494		8 295
Payments for financial assets				
Revenue Fund	973 054	973 554	(7 795)	8 295
Executive Authority	MEC for Social Development			
Accounting Officer	Director General : Social Development			
Website address	www.socdev.fs.gov.za			

Aim

To strengthen and support communities to meet the human and social needs of the vulnerable people of the Free State through an inter-sectorial and integrated developmental service

Changes to programme purposes, objectives and measures

There are no changes to programme purposes and measurable objectives

Adjusted Estimates of Provincial Revenue & Expenditure 2014

Table 7.1: Adjusted Estimates

R'thousand	2014/15						
	Main appropriation	Adjustments Appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent	Other adjustments	
1.Administration	218 405			420			218 825
2.Social Welfare Services	169 273			23 270		500	193 043
3.Children and Families	359 034			(25 795)			333 239
4.Restorative Services	114 740			2 105			116 845
5.Development and Research	111 602						111 602
Subtotal	973 054					500	973 554

Economic classification**Table 7.1 (b): Adjusted Estimates per economic classification**

Programme		2014/15					
R'thousand	Main appropriation	Adjustments Appropriation					
		Roll-overs	Unforeseeable / Virements and shifts unavoidable	Declared unspent	Other adjustments	Total adjustment appropriation	Adjusted appropriation
Economic classification							
Current payments	583 476		(4 800)		500	(4 300)	579 176
Compensation of employees	503 086		(5 500)			(5 500)	497 586
Goods and Services	80 390		700		500	1200	81 590
Interest and rent on land							
Transfers and subsidies to;	371 379		(3 495)			(3 495)	367 884
Provinces and municipalities							
Departmental agencies and account	5 021		4			4	5 025
Universities and technikons							
Public corporations and private enterprises							
Foreign governments and international organisations							
Non-profit institutions	366 020		(3 495)			(3 495)	362 525
Households	338		(4)			(4)	334
Payments for capital assets	18 199		8 295			8 295	26 494
Buildings and other fixed structures	13 828		8 295			8 295	22 123
Machinery and equipment	4 371						4 371
Cultivated assets							
Software and other intangible assets							
Land and subsoil assets							
Heritage assets							
Specialised military assets							
Payments for financial assets							
Total	973 054				500	500	973 554

Programme 1: Administration

Table 7.1.1: Adjusted Estimates

Subprogramme		2014/15						
R'thousand	Main appropriation	Adjustments Appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent	Other adjustments	Total adjustment appropriation	
1. Office of the MEC	8 527			366			366	8 893
2. Corporate Management Services	115 997			3 833			3 833	119 830
3. District Management	93 881			(3 779)			(3 779)	90 102
Total	218 405			420			420	218 825
Economic classification								
Current payments	214 372			420			420	214 792
Compensation of employees	157 173							157 173
Goods and Services	57 199			420			420	57 619
Interest and rent on land								
Transfers and subsidies to;	276							276
Provinces and municipalities								
Departmental agencies and account	21			4			4	25
Universities and technikons								
Public corporations and private enterprises								
Foreign governments and international organisations								
Non-profit institutions								
Households	255			(4)			(4)	251
Payments for capital assets	3 757							3 757
Buildings and other fixed structures								
Machinery and equipment	3 757							3 757
Cultivated assets								
Software and other intangible assets								
Land and subsoil assets								
Heritage assets								
Specialised military assets								
Payments for financial assets								
Total	218 405			420			420	218 825

Programme 2: Social Welfare Services**Table 7.1.2: Adjusted Estimates**

Subprogramme		2014/15							
R'thousand	Main appropriation	Adjustments Appropriation						Total adjustment appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent	Other adjustments			
1.Management and Support	7 599			22 176				22 176	29 775
2.Services to Older Persons	99 960			1 226				1 226	101 186
3.Services to Persons with Disabilities	29 126			35				35	29 161
4.HIV/AIDS	32 588			(167)				(167)	32 421
5. Social Relief						500		500	500
Total	169 273			23 270		500		23 770	193 043
Economic classification									
Current payments	88 030			23 970		500		24 470	112 500
Compensation of employees	81 912			22 000				22 000	103 912
Goods and Services	6 118			1 970		500		2 470	8 588
Interest and rent on land									
Transfers and subsidies to;	81 009			(700)				(700)	80 309
Provinces and municipalities									
Departmental agencies and account									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions	80 937			(700)				(700)	80 237
Households	72								72
Payments for capital assets	234								234
Buildings and other fixed structures									
Machinery and equipment	234								234
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Payments for financial assets									
Total	169 273			23 270		500		23 770	193 043

Programme 3: Children and Families

Table 7.1.3: Adjusted Estimates

Subprogramme		2014/15					
R'thousand	Main appropriation	Adjustments Appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent	Other adjustments	
1. Management and Support							
2. Care and Services to Families	18 394			(3 499)			14 895
3. Child Care and Protection	120 282			(20 343)			99 939
4. ECD and Partial Care	185 811			(2 313)			183 498
5. Child and Youth Care Centres	23 027			360			23 387
6. Community-Based Care Services for Children	11 520						11 520
Total	359 034			(25 795)			333 239
Economic classification							
Current payments	102 939			(23 000)			79 939
Compensation of employees	95 458			(22 000)			73 458
Goods and Services	7 481			(1 000)			6 481
Interest and rent on land							
Transfers and subsidies to;	255 973			(2 795)			253 178
Provinces and municipalities							
Departmental agencies and account	5 000						5 000
Universities and technikons							
Public corporations and private enterprises							
Foreign governments and international organisations							
Non-profit institutions	250 973			(2 795)			248 178
Households							
Payments for capital assets	122						122
Buildings and other fixed structures							
Machinery and equipment	122						122
Cultivated assets							
Software and other intangible assets							
Land and subsoil assets							
Heritage assets							
Specialised military assets							
Payments for financial assets							
Total	359 034			(25 795)			333 239

Programme 4: Restorative Services**Table 7.1.4: Adjusted Estimates**

Subprogramme		2014/15						
R'thousand	Main appropriation	Adjustments Appropriation						
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent	Other adjustments	Total adjustment appropriation	Adjusted appropriation
1.Management and Support								
2.Crime Prevention ad Support	69 329			(8 737)			(8 737)	60 592
3.Victim Empowerment	18 573			(3 530)			(3 530)	15 043
4.Substance Abuse, Prevention and Rehabilitation	26 838			14 372			14 372	41 210
Total	114 740			2 105			2 105	116 845
Economic classification								
Current payments	82 496			(6 190)			(6 190)	76 306
Compensation of employees	76 467			(5 500)			(5 500)	70 967
Goods and Services	6 029			(690)			(690)	5 339
Interest and rent on land								
Transfers and subsidies to;	20 196							20 196
Provinces and municipalities								
Departmental agencies and account								
Universities and technikons								
Public corporations and private enterprises								
Foreign governments and international organisations								
Non-profit institutions	20 196							20 196
Households								
Payments for capital assets	12 048			8 295			8 295	20 343
Buildings and other fixed structures	11 828			8 295			8 295	20 123
Machinery and equipment	220							220
Cultivated assets								
Software and other intangible assets								
Land and subsoil assets								
Heritage assets								
Specialised military assets								
Payments for financial assets								
Total	114 740			2 105			2 105	116 845

Programme 5: Development and Research

Table 7.1.5: Adjusted Estimates

Subprogramme		2014/15						
R'thousand	Main appropriation	Adjustments Appropriation					Total adjustment appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent	Other adjustments		
1. Management and Support	8 680			(3 863)			(3863)	4 817
2. Community Mobilisation	4 280			(4 263)			(4263)	17
3. Institutional Capacity Building and Support for NPC	14 150			(353)			(353)	13 797
4. Poverty Alleviation and Sustainable Livelihoods	28 402			2 264			2264	30 666
5. Community Based Research and Planning	4 153			(2 142)			(2142)	2 011
6. Youth Development	48 248			6 255			6255	54 503
7. Women Development	1 020							1 020
8. Population Policy Promotion	2 669			2 102			2102	4 771
Total	111 602							111 602
Economic classification								
Current payments	95 639							95 639
Compensation of employees	92 076							92 076
Goods and Services	3 563							3 563
Interest and rent on land								
Transfers and subsidies to;	13 925							13 925
Provinces and municipalities								
Departmental agencies and account								
Universities and technikons								
Public corporations and private enterprises								
Foreign governments and international organisations								
Non-profit institutions	13 914							13 914
Households	11							11
Payments for capital assets	2 038							2 038
Buildings and other fixed structures	2 000							2 000
Machinery and equipment	38							38
Cultivated assets								
Software and other intangible assets								
Land and subsoil assets								
Heritage assets								
Specialised military assets								
Payments for financial assets								
Total	111 602.00							111602

Details of adjustments to Estimates of Provincial Revenue & Expenditure 2014

Roll-overs – R0

Unforeseeable and unavoidable expenditure – R0

Virements and shifts

Table 7.2: Details on virements and shifts within a department: Social Development

Programmes Summary - R'thousand

FROM:			TO:		
1. Administration			1. Administration		420
2. Social Welfare Services	(700)		2. Social Welfare Services		23 970
3. Children and Families	(25 795)		3. Children and Families		
4. Restorative Services	(6 190)		4. Restorative Services		8 295
5. Development and Research			5. Development and Research		
Total	(32 685)				32 685
FROM:			TO:		
Programme by Economic classification	Motivation	R' thousand	Programme by Economic classification	Motivation	R' thousand
Programme 3		(22 000)	Programme 2		22 000
Compensation of employees	Correction of personnel expenditure in line with new Budget and Programme as well as organizational structure	(22 000)	Compensation of employees	Correction of personnel expenditure in line with new Budget and Programme as well as organizational structure	22 000
Percentage of programme budget		6%			13%
Programme 3		(2 795)	Programme 4		2 795
Non profit institutions	Increase of Infrastructure Enhancement for the payment of invoices	(2 795)	Buildings and other fixed structures	Increase of Infrastructure Enhancement for the payment of invoices	2 795
Percentage of programme budget		1%			2%
Programme 4		(5 500)	Programme 4		5 500
Compensation of employees	Increase of Infrastructure Enhancement for the payment of invoices	(5 500)	Buildings and other fixed structures	Increase of Infrastructure Enhancement for the payment of invoices	5 500
Percentage of programme budget		5%			5%
Programme 4		(420)	Programme 1		420
Goods and Services	Payment of the official launch of the Thabo Mofutsanyana Secure Care Centre	(420)	Goods and Services	Payment of the official launch of the Thabo Mofutsanyana Secure Care Centre	420
Percentage of programme budget					
Programme 2		(700)	Programme 2		700
Non profit institutions	Payment of transport of Older Persons to the Golden Games as well as outstanding invoices for services rendered to institutions	(700)	Goods and Services	Payment of transport of Older Persons to the Golden Games as well as outstanding invoices for services rendered to institutions	700
Percentage of programme budget					
Programme 4		(270)	Programme 2		270
Goods and Services	Payment of invoices for catering at the Institutions	(270)	Goods and Services	Payment of invoices for catering at the Institutions	270
Percentage of programme budget					
Programme 3		(1 000)	Programme 2		1 000
Goods and Services	Payment of invoices for catering at the Institutions	(1 000)	Goods and Services	Payment of invoices for catering at the Institutions	1 000
Percentage of programme budget					
Total		(32 685)			32 685

Other adjustments – R500 000

An amount of R500 000 has been allocated to the department for Social Relief of Distress.

Amounts forming a direct charge against the Provincial Revenue Fund

None

Expenditure 2013/14 and preliminary expenditure 2014/15**Table 7.3 Expenditure trends: Social Development**

	2013/14 Expenditure outcome					2014/15 Preliminary expenditure		
	Adjusted appropriation	Apr 2013 - Sep 2013	Apr 2013 - Sep 2013 % of adjusted appropriation	Apr 2013 - Mar 2014	Apr 2013 - Mar 2014 % of adjusted appropriation	Adjusted appropriation	Apr 2014 - Sep 2014	Apr 2014 - Sep 2014 % of adjusted appropriation
R thousand								
1. Administration	214 442	113 247	52.81%	217 418	101.39%	218 825	109 845	50.20%
2.Social Welfare Services	641 180	317 952	49.59%	634 147	98.90%	193 043	96 019	49.74%
3.Children and Families						333 239	155 542	46.68%
4.Restorative Services						116 845	51 517	44.09%
5.Development and Research	109 474	52 868	48.29%	111 146	101.53%	111 602	44 920	40.25%
Subtotal	965 096	484 067	50.16%	962 711	99.75%	973 554	457 843	47.03%
Direct charge against the Provincial Revenue Fund								
Total	965 096	484 067	50.16%	962 711	99.75%	973 554	457 843	47.03%
Current payments	554 413	276 768	49.92%	547 905	98.83%	579 176	276 197	47.69%
Compensation of employees	464 001	228 722	49.29%	463 814	99.96%	497 586	236 455	47.52%
Goods and services	90 412	48 046	53.14%	84 091	93.01%	81 590	39 742	48.71%
Interest and rent on land								
Transfers and subsidies	378 296	189 415	50.07%	376 795	99.60%	367 884	168 635	45.84%
Provinces and municipalities								
Departmental agencies and accounts	20			12 500	62500.00%	5 025	25	0.50%
Universities and technikons								
Public corporations & private enterprises								
Non-profit institutions	377 952	188 318	49.83%	362 848	96.00%	362 525	167 732	46.27%
Households	324	1 097	338.58%	1 447	446.60%	334	878	262.87%
Payments for capital assets	32 387	17 884	55.22%	37 873	116.94%	26 494	13 011	49.11%
Buildings and other fixed structures	28 000	15 323	54.73%	28 000	100.00%	22 123	11 603	52.45%
Machinery and equipment	4 387	2 561	58.38%	9 873	225.05%	4 371	1 408	32.21%
Specialised military assets								
Cultivated assets								
Software and other intangible assets								
Land and subsoil assets								
Payments for financial assets				138				
Total	965 096	484 067	50.16%	962 711	99.75%	973 554	457 843	47.03%

Main expenditure trends for the first half of the 2014/15 financial year

Expenditure in the first six months of 2014/2015 amounted to R 457.843 million or 47.05 percent of the adjusted appropriation of R973.554 million. The overall expenditure of the department in the first six months of 2014/2015 as compared to the same period in 2013/2014 decreased by 3.11 percent.

In an effort to provide clarity on the different services delivered by social development, the sector reviewed its old Budget and Programme structure and a new structure was introduced from the 2014/15 financial year.

Under the old budget structure provincial departments had three programmes with social welfare services all grouped under Programme 2 through ten sub-programmes. From the current year, the old Programme 2 has been split into three new programmes, namely Programme 2 - Social Welfare Services, Programme 3 - Children and Families and Programme 4 - Restorative Services.

Programme 1: Administration

Expenditure in the first six months of 2014/2015 amounted to R109.845 million or 50.20 percent of the adjusted appropriation of R218.825 million compared against expenditure of R113.247 million or 52.81 percent of the adjusted appropriation of R214.442 million in 2013/2014.

Programme 2: Social Welfare Services

Expenditure in the first six months of 2014/2015 amounted to R96.019 million or 49.87 percent of the adjusted appropriation of R193.043 million.

Programme 3: Children and Families

Expenditure in the first six months of 2014/2015 amounted to R155.542 million or 46.68 percent of the adjusted appropriation of R333.239 million.

Programme 4: Restorative Services

Expenditure in the first six months of 2014/2015 amounted to R51.517 million or 43.09 percent of the adjusted appropriation of R116.845 million.

Programme 5: Development and Research

Expenditure in the first six months of 2014/2015 amounted to R44.920 million or 40.25 percent of the adjusted appropriation of R111.602 million compared against expenditure of R52.868 million or 48.29 percent of the adjusted appropriation of R109.474 million in 2013/2014.

Economic Classification

Current Payments

Expenditure in the first six months of 2014/15 amounted to R276.197 million or 47.73 percent of the adjusted appropriation of R578.676 million compared against expenditure of R276.768 million or 49.92 percent of the adjusted appropriation of R554.413 million in 2013/2014.

Transfers and subsidies

Expenditure in the first six months of 2014/15 amounted to R168.635 million or 45.84 percent of the adjusted appropriation of R367.884 million compared against expenditure of R189.415 or 50.07 percent of the adjusted appropriation of R378.269 million in 2013/2014.

Payments for capital assets

Machinery & Equipment

Expenditure on Machinery & Equipment in the first six months of 2014/15 amounted to R1.408 million or 32.21 percent of the adjusted appropriation of R4.371 million compared against expenditure of R2.561 million or 58.38 percent of the adjusted appropriation of R4.387 million in 2013/2014.

Buildings and Other Fixed Structures

Expenditure on Buildings and Other Fixed Structures in the first six months of 2014/15 amounted to R11.603 million or 52.45 percent of the adjusted appropriation of R22.123 million compared against expenditure of R15.323 million or 54.73 percent of the adjusted appropriation of R28.000 million in 2013/2014.

Departmental receipts

Table 7.4: Revenue trends: Social Development

R thousand	2013/14					2014/15			
	Audited outcome					Actual receipts			
	Adjusted estimate	Apr 2013 - Sep 2013	Apr 2013 - Sep 2013 % of adjusted appropriation	Apr 2013 - Mar 2014	Apr 2013 - Mar 2014 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr 2014 - Sep 2014	Apr 2014 - Sep 2014 % of adjusted estimate
Departmental receipts	1 378	1 164	84.47%	1 762	127.87%	1 455	1 652	852	51.57%
Tax receipts									
Sales of goods and services other than Transfers received	578	303	52.42%	607	105.02%	610	600	304	50.67%
Fines, penalties and forfeits									
Interest, dividends and rent on land	1	2	200.00%	51	5100.00%	1	8	3	37.50%
Sales of capital assets									
Financial transactions in assets and liabilities	799	859	107.51%	1 104	138.17%	844	1 044	545	52.20%
Provincial Revenue Fund receipts (non-departmental receipts)									
Restructuring proceeds from SASRIA									
Structured levy account from SARB									
Total	1 378	1 164	84.47%	1 762	127.87%	1 455	1 652	852	51.57%

Main departmental revenue trends for the first half of 2013/14

The collection of revenue in the first six month of 2014/2015 amounted to R0.852 million or 51.57 percent of the adjusted appropriation of R1.652 million compared against the collection of R1.164 million or 84.47 percent of the adjusted appropriation of R1.378 million in 2013/2014.

Changes to transfers and subsidies, including conditional grants

Table 7.5 Summary of changes to transfers and subsidies per programme: Social Development

		2014/15						
R thousand	Main appropriation	Adjustment appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Declared unspent	Other adjustments		
2. Social Welfare Services	80 937			(700)			(700)	80 237
Current								-
Non profit institutions	80 937			(700)			(700)	80 237
3. Children and Families	250 973			(2 795)			(2 795)	248 178
Current								-
Non profit institutions	250 973			(2 795)			(2 795)	248 178
Total transfers and subsidies	331 910			(3 495)			(3 495)	328 415

Table 7.6: Summary of changes to conditional grants :Social Development

		2014/15						
R thousand	Main appropriation	Adjustment appropriation					Total adjustment appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent	Other adjustments		
4. Restorative Services	2 000							2 000
Substance Abuse Treatment Grant	2 000							2 000
5. Development and Research	2 000							2 000
EPWP Integrated Grant to Provinces for Infrastructure	2 000							2 000
5. Development and Research	3 694							3 694
Social Sector EPWP Incentive Grant	3 694							3 694
Total conditional grants: Social Development	7 694							7 694

Revised Infrastructure project list

Table 7.7 Revised infrastructure project list: Social Development

No.	Project name	Municipality	Region / district	Source of funding	Project description	Project duration		Date Captured on IRM	Total project cost	Expenditure to date from previous years	Professional fees budget	Const / maint budget	Total budget 2014/15 (TO)	Total budget 2013/14 (FROM)	Captured on EPR&E Yes / No	EPWP Yes/No
						Date: Start	Date: Finish									
1. New and replacement assets (R thousand)																
1	Secure Care	Thabo Mofutsanyana	Thabo Mofutsanyana	Infrastructure Enhancement	Secure Care C	2007	2014	4	118 635	84 455		8 295	8 295		Yes	No
Total New replacement assets												8 295	8 295			

Table 7.8: Summary of Adjusted Appropriation Infrastructure: Social Development

Infrastructure	Main Appropriation 2014/15	Increase/ Decrease	Adjusted Appropriation 2014/15
New infrastructure assets	9 828	8 295	18 123
Existing infrastructure assets			
Maintenance and repair			
Upgrading and additions			
Rehabilitation and refurbishment			
Infrastructure transfers			
Current			
Capital			
<i>Capital infrastructure</i>			
<i>Current infrastructure</i>			
Total Infrastructure	9 828	8 295	18 123