

# VOTE 12

## DEPARTMENT OF SPORT, ARTS, CULTURE AND RECREATION

R thousand	2014/15			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>714 362</b>	<b>663 408</b>	<b>(50 954)</b>	
<i>of which:</i>				
Current payments	368 172	364 527	(3 645)	
Transfers and subsidies	104 689	106 233		1 544
Payments for capital assets	241 501	192 648	(48 853)	
Payment for financial assets				
<b>Executive authority</b>	<b>MEC for Sport, Arts, Culture and Recreation</b>			
<b>Accounting officer</b>	<b>Head of Department</b>			

### 1. Vision and mission

#### Vision

Gauteng a home for sporting, artistic and cultural excellence that contributes to social cohesion and nation building.

#### Mission

In pursuit of the above vision, the DSACR will work in an integrated manner to create an enabling environment and accelerated social transformation for sporting, artistic, and cultural excellence, by:

- Positioning the creative industries as a catalyst for empowerment of artists;
- Modernization of the economy through the bidding and hosting of major events;
- Facilitating talent identification and development in partnership with civil society organizations;
- Providing universal access to sport, arts, cultural activities and library services through radical implementation of Infrastructure development in the communities;
- Facilitating and coordinating community participation in all identified programmes; and
- Identifying, promoting and preserving heritage.

### 2. Changes to programme purpose and objectives

The changes to programme purposes and objectives are reflected in the 2014/15 Revised Annual Performance Plan.

### 3. Summary of Adjusted Estimates of Departmental Expenditure 2014/15

TABLE 12.1: SPORT, ARTS, CULTURE AND RECREATION

Programmes	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1.Administration	110 102				10 839				10 839	120 941
2.Cultural Affairs	95 493				(562)				(562)	94 931
3.Library and Information Services	291 893	(42 000)			(10 277)			1 046	(51 231)	240 662
4.Sport and Recreation	216 874	(10 000)							(10 000)	206 874
<b>Total for programmes</b>	<b>714 362</b>	<b>(52 000)</b>						<b>1 046</b>	<b>(50 954)</b>	<b>663 408</b>

Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
<b>Current payments</b>	<b>368 172</b>				<b>(3 645)</b>				<b>(3 645)</b>	<b>364 527</b>
Compensation of employees	176 109				(707)				(707)	175 402
Goods and services	192 063				(2 938)				(2 938)	189 125
Interest and rent on land										
<b>Transfers and subsidies</b>	<b>104 689</b>				<b>1 544</b>				<b>1 544</b>	<b>106 233</b>
Provinces and municipalities	55 228				790				790	56 018
Departmental agencies and accounts	24 747									24 747
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions	24 414				(115)				(115)	24 299
Households	300				869				869	1 169
<b>Payments for capital assets</b>	<b>241 501</b>	<b>(52 000)</b>			<b>2 101</b>			<b>1 046</b>	<b>(48 853)</b>	<b>192 648</b>
Buildings and other fixed structures	235 000	(52 000)			615			1 046	(50 339)	184 661
Machinery and equipment	6 501				1 486				1 486	7 987
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
<b>Payments for financial assets</b>										
<b>Total economic classification</b>	<b>714 362</b>	<b>(52 000)</b>						<b>1 046</b>	<b>(50 954)</b>	<b>663 408</b>

In response to the Ten Pillar Programme of radical transformation, modernisation and reindustrialization, the department aligned its plans to Pillar 1: Radical Economic Transformation, Pillar 3: Accelerated Social Transformation and Pillar 4: Transformation of the State and Governance which is demonstrated through the reprioritisation of the budget.

The main appropriation of R714.4 million is adjusted downward to R663.4 million. The reduction of R50.9 million is due to a surrender of R42 million as a result of delays in the construction of the Provincial Archive Centre. A further surrender of R10 million for the Bob van Reenen stadium is as a result of the procurement plan being finalised late and the department will not spend the entire budget for the remainder of the financial year. The department received an additional allocation of R1 million to fund the operational costs of the newly built libraries to provide effective library support services by operationalising community libraries to inculcate a culture of reading and lifelong learning and also to achieve the broad imperatives of socio-economic development in Gauteng communities.

## 4. Details of Adjustments to Estimates of Departmental Expenditure 2014/15

### Programme 1: Administration

TABLE 12.2: PROGRAMME 1: ADMINISTRATION

Sub-programmes	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1. Office of the MEC	5 324				1 544				1 544	6 868
2. Corporate Services	104 778				9 295				9 295	114 073
<b>Total for programme</b>	<b>110 102</b>				<b>10 839</b>				<b>10 839</b>	<b>120 941</b>

Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
<b>Current payments</b>	<b>107 122</b>				<b>10 583</b>				<b>10 583</b>	<b>117 705</b>
Compensation of employees	62 239				10 839				10 839	73 078
Goods and services	44 883				(256)				(256)	44 627
Interest and rent on land										
<b>Transfers and subsidies</b>	<b>130</b>				<b>219</b>				<b>219</b>	<b>349</b>
Provinces and municipalities										
Departmental agencies and accounts										
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions										
Households	130				219				219	349
<b>Payments for capital assets</b>	<b>2 850</b>				<b>37</b>				<b>37</b>	<b>2 887</b>
Buildings and other fixed structures										
Machinery and equipment	2 850				37				37	2 887
Heritage assets										

## Vote 12 - Sport, Arts, Culture and Recreation • Adjustment Budget - 2014/15

Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
Payments for financial assets										
<b>Total economic classification</b>	<b>110 102</b>				<b>10 839</b>				<b>10 839</b>	<b>120 941</b>

TABLE 12.3: DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 1: ADMINISTRATION

Economic classification	Motivation	From	Motivation	To
<b>Current payments</b>		<b>(6 014)</b>		<b>16 597</b>
Compensation of employees			The department is realigning the budget as a result of the delays in the approval of organisational structure.	10 839
Goods and services	The budget for operational costs such as the photocopier and cleaning services is reclassified to the correct item and some funds are shifted to defray costs in other areas.	(6 014)	Funds shifted to reclassify budgets to its correct items and to defray over expenditure on certain items.	5 758
Interest and rent on land				
<b>Transfers and subsidies</b>				<b>219</b>
Provinces and municipalities				
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				
Non-profit institutions				
Households			Funds are used to defray excess expenditure incurred on households in the Corporate Services sub-programme.	219
<b>Payments for capital assets</b>				<b>37</b>
Buildings and other fixed structures				
Machinery and equipment			Provision is made for the procurement of office equipment for new staff.	37
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
<b>Payments for financial assets</b>				
<b>Total economic classification</b>		<b>(6 014)</b>		<b>16 853</b>

### Virements and shifts

An amount of R10.8 million is shifted to compensation of employees to align spending with the budget as some personnel are still paid under programme. This is due to the delays in the approval of the organizational structure.

The department decided to reduce travelling cost and reprioritized these funds to defray excess expenditure. An amount of R5.7 million is moved to goods and services to mainly cover increased expenditure on certain operational costs such as consumables, printing requirements as well as cleaning services and reclassification.

**Programme 2: Cultural Affairs****TABLE 12.4: PROGRAMME 2: CULTURAL AFFAIRS**

Sub-programmes  R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
1.Management	5 651				(10)				(10)	5 641
2.Arts & Culture	65 062				(552)				(552)	64 510
3.Heritage Resource Services	21 909				1 600				1 600	23 509
4.Language Services	2 871				(1 600)				(1 600)	1 271
<b>Total for programme</b>	<b>95 493</b>				<b>(562)</b>				<b>(562)</b>	<b>94 931</b>

Economic classification  R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
<b>Current payments</b>	<b>63 792</b>				<b>(2 700)</b>				<b>(2 700)</b>	<b>61 092</b>
Compensation of employees	20 241				(762)				(762)	19 479
Goods and services	43 551				(1 938)				(1 938)	41 613
Interest and rent on land										
<b>Transfers and subsidies</b>	<b>31 506</b>				<b>2 100</b>				<b>2 100</b>	<b>33 606</b>
Provinces and municipalities										
Departmental agencies and accounts	24 747									24 747
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions	6 759				2 100				2 100	8 859
Households										
<b>Payments for capital assets</b>	<b>195</b>				<b>38</b>				<b>38</b>	<b>233</b>
Buildings and other fixed structures										
Machinery and equipment	195				38				38	233
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
<b>Payments for financial assets</b>										
<b>Total economic classification</b>	<b>95 493</b>				<b>(562)</b>				<b>(562)</b>	<b>94 931</b>

TABLE 12.5: DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 2: CULTURAL AFFAIRS

Economic classification	Motivation	From	Motivation	To
<b>Current payments</b>		<b>(10 011)</b>		<b>7 311</b>
Compensation of employees	Funds is moved to other areas due to delays in the approval of the organizational structure.	(4 162)	EPWP funds are shifting to this programme for craft, design and enterprise projects and to cater for National Commemorative Days.	3 400
Goods and services	Funds are shifting to realign the spending plans for the National Commemorative Days.	(5 849)	Provision is made to support the performing arts projects, the carnival event and the National Commemorative Days.	3 911
Interest and rent on land				
<b>Transfers and subsidies</b>				<b>2 100</b>
Provinces and municipalities				
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				
Non-profit institutions			Funds shifting to increase support for the performing arts projects such as 80's Music Extravaganza.	2 100
Households				
<b>Payments for capital assets</b>				<b>38</b>
Buildings and other fixed structures				
Machinery and equipment			Provision is made for the procurement of computer hardware and equipment for staff.	38
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
<b>Payments for financial assets</b>				
<b>Total economic classification</b>		<b>(10 011)</b>		

### Virements and shifts

The programme budget is reduced by a net amount of R562 000 as a result of the reprioritization of the budget to fund new priorities.

Out of the total amount of R4.1 million for compensation of employees, R2.5 million is shifting to Programme 1 to realign the personnel budget as the new organizational structure is not yet approved. The department is also shifting an amount of R1.6 million within compensation of employees to make provision for the appointment of personnel related to National Commemorative Days.

The programme also received R2 million from Programme 3 for the Expanded Public Works Programme (EPWP) which will involve craft, design and enterprise development projects, of which R 1.8 million is for compensation of employees and R200 000 is for goods and services.

An amount of R2.1 million is shifting to non-profit institutions for performing arts and R3.7 million is shifted within goods and services to reclassify the budget in support of the Carnival and performing arts projects.

### Programme 3: Library and Information Services

TABLE 12.6: PROGRAMME 3: LIBRARY AND INFORMATION SERVICE

Sub-programmes	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1.Management	1 284									1 284
2.Library Services	156 847				(9 455)			1 046	(8 409)	148 438
3.Archives	133 762	(42 000)			(822)				(42 822)	90 940
<b>Total for programme</b>	<b>291 893</b>	<b>(42 000)</b>			<b>(10 277)</b>			<b>1 046</b>	<b>(51 231)</b>	<b>240 662</b>

Economic classification  R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
<b>Current payments</b>	<b>20 171</b>				<b>(11 736)</b>				<b>(11 736)</b>	<b>8 435</b>
Compensation of employees	15 646				(10 227)				(10 227)	5 419
Goods and services	4 525				(1 509)				(1 509)	3 016
Interest and rent on land										
<b>Transfers and subsidies</b>	<b>55 398</b>				<b>690</b>				<b>690</b>	<b>56 088</b>
Provinces and municipalities	55 228				790				790	56 018
Departmental agencies and accounts										
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions										
Households	170				(100)				(100)	70
<b>Payments for capital assets</b>	<b>216 324</b>	<b>(42 000)</b>			<b>769</b>			<b>1 046</b>	<b>(40 185)</b>	<b>176 139</b>
Buildings and other fixed structures	215 000	(42 000)			(434)			1 046	(41 388)	173 612
Machinery and equipment	1 324				1 203				1 203	2 527
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
<b>Payments for financial assets</b>										
<b>Total economic classification</b>	<b>291 893</b>	<b>(42 000)</b>			<b>(10 277)</b>			<b>1 046</b>	<b>(51 231)</b>	<b>240 662</b>

TABLE 12.7: DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 3: LIBRARY AND INFORMATION SERVICE

Economic classification	Motivation	From	Motivation	To
<b>Current payments</b>		<b>(13 148)</b>		<b>1 412</b>
Compensation of employees	The department is realigning the budget as a result of delays in the approval of the organisational structure.	(10 276)	Provision is made for social contributions under compensation of employees which was not adequately funded.	49
Goods and services	Funds shifting as a result of the operationalization of newly built libraries.	(2 872)	Provision is made for advertising related to the appointment of the archive council, the procurement of books, legal cost and for the coordination of the Youth Summit.	1 363
Interest and rent on land				
<b>Transfers and subsidies</b>		<b>(100)</b>		<b>790</b>
Provinces and municipalities			Provision is made for ensure that new libraries built are operational.	790
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				

## Vote 12 - Sport, Arts, Culture and Recreation • Adjustment Budget - 2014/15

Economic classification	Motivation	From	Motivation	To
Non-profit institutions Households	The budget is realigned within the programme as no payments towards leave gratuity will be made.	(100)		
<b>Payments for capital assets</b>		<b>(1 334)</b>		<b>2 103</b>
Buildings and other fixed structures	The department realigning the budget for the implementation of the Gates Foundation as savings were realised on Mobile Libraries.	(800)	Provision is made to ensure that new libraries built are operational.	366
Machinery and equipment	Funds are shifting due to the procurement of office equipment for officials being postponed to the next financial year to prioritise the operationalization of new libraries built.	(534)	Funds are shifting due to the procurement of office equipment for officials being postponed to the next financial year to prioritise for the operationalization of new libraries built.	1 737
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
<b>Payments for financial assets</b>				
<b>Total economic classification</b>		<b>(14 582)</b>		<b>4 305</b>

### Virements and shifts

An amount of R7.5 million for compensation of employees is shifting to Programme 1 to realign the personnel budget as the new organizational structure is not yet approved. The department is shifting R2 million from Programme 3 EPWP Integrated Grant to Programme 2 due to the delay in the construction of Provincial Archives Centres.

A total amount of R1.4 million is shifting from goods and services to transfers to municipalities for the procurement of library books and to machinery for the procurement of computers for libraries.

An amount of R800 000 is shifted from buildings and fixed structures to machinery to fund the Gates Foundation project which includes the establishment of three Information Communication and Technology (ICT) centres. An amount of R534 000 was shifted from machinery to infrastructure for the upgrading of newly built libraries and to increase transfers to municipalities for the operationalization of the libraries.

### Surrender: R42 million

The department surrendered an amount of R42 million due to delays in the construction of the Provincial Archive Centre.

### Provincial additional funding: R1 million

An amount of R1 million is allocated to the department to address infrastructure needs towards the operationalization of the newly built libraries. The funds will be used as follows:

- An amount of R318 100 will be used for the City of Tshwane Metropolitan Municipality and R318 101 for the Merafong Local Municipality for the two libraries that will be erected.
- An amount of R100 000 will be used for the Westonaria Local Municipality for the completion of the library in Venterspost.
- An amount of R100 000 will be used for the Merafong Local Municipality for the installation of a local area network and ICT infrastructure for the new library completed in Khutsong.
- The Mogale City Local Municipality will be supported with an amount of R204 380 to keep the library operational.

### Programme 4: Sport and Recreation

TABLE 12.8: PROGRAMME 4: SPORT AND RECREATION

Sub-programmes	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1. Management	5 976				(579)				(579)	5 397
2. Sport	86 626	(10 000)			1 397				(8 603)	78 023
3. Recreation	82 179				(818)				(818)	81 361
4. School Sport	42 093									42 093
<b>Total for programme</b>	<b>216 874</b>	<b>(10 000)</b>							<b>(10 000)</b>	<b>206 874</b>



Economic classification	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
<b>R thousand</b>										
<b>Current payments</b>	<b>177 087</b>				<b>208</b>				<b>208</b>	<b>177 295</b>
Compensation of employees	77 983				(557)				(557)	77 426
Goods and services	99 104				765				765	99 869
Interest and rent on land										
<b>Transfers and subsidies</b>	<b>17 655</b>				<b>(1 465)</b>				<b>(1 465)</b>	<b>16 190</b>
Provinces and municipalities										
Departmental agencies and accounts										
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions	17 655				(2 215)				(2 215)	15 440
Households					750				750	750
<b>Payments for capital assets</b>	<b>22 132</b>	<b>(10 000)</b>			<b>1 257</b>				<b>(8 743)</b>	<b>13 389</b>
Buildings and other fixed structures	20 000	(10 000)			1 049				(8 951)	11 049
Machinery and equipment	2 132				208				208	2 340
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
<b>Payments for financial assets</b>										
<b>Total economic classification</b>	<b>216 874</b>	<b>(10 000)</b>							<b>(10 000)</b>	<b>206 874</b>

TABLE 12.9: DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 4: SPORT AND RECREATION

Economic classification	Motivation	From	Motivation	To
<b>Current payments</b>		<b>(18 176)</b>		<b>18 384</b>
Compensation of employees	The budget is reclassified to provide for leave gratuity under households and the budget is reprioritised within the programme.	(1 470)	Funds are reprioritised within the programme in line with the EPWP Framework.	913
Goods and services	Funds are shifted as a result of the department reducing competitive sporting events and catering for school sport events. The spending plans for school sports projects is also revised as a result of the department utilising sports federations.	(16 706)	Funds are moved to cater for contractors to ensure increased access to club development, increased access to school sport and recreation promotion programmes and increase in public awareness. Provision is also made for the procurement of inventory for the recreational programmes and the operational cost of the Hubs.	17 471
Interest and rent on land				
<b>Transfers and subsidies</b>		<b>(2 215)</b>		<b>750</b>

## Vote 12 - Sport, Arts, Culture and Recreation • Adjustment Budget - 2014/15

Economic classification	Motivation	From	Motivation	To
Provinces and municipalities Departmental agencies and accounts Higher education institutions Foreign governments and international organisations Public corporations and private enterprises Non-profit institutions	Funds are moved as a result of the department implementing cost cutting measures through the use of internal capacity for the coordination of sporting events.	( 2 215)	Provision is made for leave gratuity.	750
Households				
<b>Payments for capital assets</b>		<b>( 42)</b>		<b>1 299</b>
Buildings and other fixed structures			The department has reprioritised some funds for the Operation Mabaleng project.	1 049
Machinery and equipment	The shifting of funds is due to the department reducing the procurement of machinery and equipment.	( 42)	Funds to procure computer hardware and capital equipment for staff which will increase capacity.	250
Heritage assets Specialised military assets Biological assets Land and sub-soil assets Software and other intangible assets				
<b>Payments for financial assets</b>				
<b>Total economic classification</b>		<b>(20 433)</b>		<b>20 433</b>

### Virements and shifts

An amount of R750 000 is moved to transfers for the payment of leave gratuity and R650 000 is shifted within the budget for compensation of employees in line with the framework of the Social Sector EPWP Incentive Grant. An amount of R2.2 million for non-profit institutions is shifted to goods and services as the department will be undertaking certain projects as opposed to using other stakeholders.

The department shifted R16 million within goods and services of which R10 million relates to the reduction in catering for school sports events as well as venues and facilities. There is also an amount of R3 million shifted from goods and services as a result of the department reducing the competitive sporting events. The other movements are aimed at classifying the budget to the correct items and increasing access and support for club development, school sport and recreation promotion programmes.

The department reprioritized an amount of R1 million to buildings and other fixed structures for the planning phase of Operation Mabaleng which is a project that is aimed at promoting sport development and providing sporting facilities in poor communities. This project is linked to the pillar 3: Accelerated Social Transformation.

### Surrender:R10 million

An amount of R10 million for the Bob van Reenen stadium is surrendered as a result of the late finalization of the procurement plan and the project plan indicates that the department will not spend the total amount allocated.

## 5. Expenditure for 2013/14 and preliminary expenditure 2014/15

TABLE 12.10: EXPENDITURE 2013/14 AND PRELIMINARY EXPENDITURE 2014/15

Department	2013/14				2014/15		
	Expenditure Outcome				Preliminary expenditure		
	Adjusted appropriation	April 2013 - September 2013	April 2013 - March 2014	April 2013 - March 2014 as a % of adjusted appropriation	Adjusted appropriation	April 2014-September 2014	% Change 13/14-14/15 Apr-Sept
R thousand							
1.Administration	121 803	53 144	119 330	98%	120 941	59 680	12%
2.Cultural Affairs	102 047	56 976	99 167	97%	94 931	65 123	14%
3.Library and Information Services	111 596	37 834	109 032	98%	240 662	78 508	108%
4.Sport and Recreation	188 746	86 283	192 073	102%	206 874	80 935	(6%)
<b>Total for programmes</b>	<b>524 192</b>	<b>234 237</b>	<b>519 602</b>	<b>99%</b>	<b>663 408</b>	<b>284 246</b>	<b>21%</b>

Department	2013/14				2014/15		
	Expenditure Outcome				Preliminary expenditure		
	Adjusted appropriation	April 2013 - September 2013	April 2013 - March 2014	April 2013 - March 2014 as a % of adjusted appropriation	Adjusted appropriation	April 2014-September 2014	% Change 13/14-14/15 Apr-Sept
<b>R thousand</b>							
<b>Current payments</b>	<b>347 659</b>	<b>158 713</b>	<b>339 378</b>	<b>98%</b>	<b>364 527</b>	<b>177 492</b>	<b>27%</b>
Compensation of employees	148 283	68 683	143 333	97%	175 402	86 950	27%
Goods and Services	199 376	90 030	196 045	98%	189 125	90 542	1%
Interest and rent on land							
<b>Transfers and subsidies</b>	<b>90 882</b>	<b>57 890</b>	<b>90 369</b>	<b>99%</b>	<b>106 233</b>	<b>62 417</b>	<b>190%</b>
Provinces and municipalities	37 488	29 788	37 488	100%	56 018	32 336	9%
Departmental agencies and accounts	21 563	17 250	21 563	100%	24 747	18 546	8%
Higher education institutions							
Foreign governments & international organisations							
Public corporations & private enterprises							
Non-profit institutions	31 606	10 579	30 629		24 299	10 792	2%
Households	225	273	689		1 169	743	172%
<b>Payments for capital assets</b>	<b>85 651</b>	<b>17 634</b>	<b>89 710</b>	<b>105%</b>	<b>192 648</b>	<b>44 337</b>	<b>151%</b>
Buildings and other fixed structures	79 100	15 035	79 448	100%	184 661	41 843	178%
Machinery and equipment	6 551	2 599	10 262	157%	7 987	2 494	(4%)
Heritage assets							
Specialised military assets							
Biological assets							
Land and sub-soil assets							
Software and other intangible assets							
<b>Payments for financial assets</b>			<b>145</b>				
<b>Total for economic classification</b>	<b>524 192</b>	<b>234 237</b>	<b>519 602</b>	<b>99%</b>	<b>663 408</b>	<b>284 246</b>	<b>21%</b>

### Expenditure trends for 2013/14

The total expenditure amounted to R519.6 million which represent a 99 per cent against the adjusted budget of R524.1 million. The department under spend with an amount of R4.6 million which is due to the following reasons:

Programme 1 under spends with R1.1 million as a result of invoices not processed prior to year end to the value of R952 000 in goods and services and R158 000 under payments for capital assets.

The underspending of R996 000 in Programme 2 emanated from goods and services to the value of R561 000 due to invoices not processed prior to year end and R293 000 was a result of payments relating to grant-in-aid that were not processed prior to year end and the underspending of R142 000 is derived from funding that was projected for capital expenditure in relation to office relocation.

The department underspend by R1.4 million in Programme 3, R1.1 million relates to compensation of employees due to vacancies not filled, R201 000 from goods and services was due to invoices not processed prior to year end, R24 000 from households and R49 000 underspending resulted from funding that was projected for capital expenditure in relation to office relocation.

Programme 4 underspend with an amount of R1 million of which R337 000 relates to compensation of employees due to vacancies not filled, R325 000 from goods and services was due to invoices not processed prior to year end. An amount of R84 000 for non-profit organisations not processed before year end and R5 000 from households. The underspending of R322 000 derived from funding that was projected for capital expenditure in relation to office relocation.

### Expenditure trends for the first half of 2014/15

The total expenditure for the first half of the current financial year is R284.2 million representing 39.7 per cent of the main budget, which is higher than the comparative figure of R234.2 million. The accelerated expenditure is as a result of the department filling vacant posts according to the human resource recruitment plan and spending related to the Provincial Archives Centre and the building of libraries.

### Programme 1: Administration

The total expenditure for the second quarter of 2014/15 is R59.6 million which is higher when compared with the amount of R53.1 million spent at the end of the second quarter 2013/14. The higher spending was attributed to the filling of vacant post which was previously frozen.

### Programme 2: Cultural Affairs

The total expenditure for the first half 2013/2014 is R56.9 million which is more when compared with the comparative figure of R65.1 million in 2014/15. The accelerated spending was due to the increased participation of National Commemorative Days and the Gauteng Carnival.

### Programme 3: Library and Archive Services

The total expenditure for the first half was R37.8 million which when compared to R78.5 million spent at the first half of the previous financial year which represent a significant increase of 108 per cent. The accelerated spending was due to the building of eight new libraries and the first phase of construction of the Provincial Archive Centre.

### Programme 4: Sport and Recreation

The total expenditure for the first half was R86.2 million for 2013/14 which is higher than the R80.9 million spent at the second quarter of 2014/15. The lower spending was as a result of the department's decision to reduce competitive sporting events catering, and venues and facilities for the school's sports events.

## 6. Departmental receipts

TABLE 12.11: DEPARTMENTAL RECEIPTS

Department	2013/14				2014/15		
	Audited Outcome				Actual Receipts		
	Adjusted appropriation	April 2013 - Sep 2013	April 2013 - Mar 2014	% Change 13/14-14/15 Apr-Sept	Adjusted appropriation	Apr 2014-Sep 2014	% Change 13/14-14/15 Apr-Sept
R thousand							
<b>Tax receipts</b>							
Casino taxes							
Horse racing taxes							
Liquor licences							
Motor vehicle licences							
Sales of goods and services other than capital assets	140	49	168	35%	141	128	161%
<i>Of which Health patient fees</i>							
Transfers received							
Fines penalties and forfeits							
Interest dividends and rent on land	10	4	30	40%	11	2	(50%)
Sales of capital assets							
Financial transactions in assets and liabilities	56	38	115	67%	56	17	(55%)
<b>Total receipts</b>	<b>206</b>	<b>91</b>	<b>313</b>	<b>143%</b>	<b>208</b>	<b>147</b>	<b>62%</b>

### Revenue trends for the first half of the 2014/15 financial year

The department did not adjust the revenue appropriation for 2014/15 financial year which is R208 000 and as at the end of September 2014 the department managed to collect R147 000 or 70.7 per cent. The adjusted appropriation was informed by the over collection on the sales of goods and services other than capital assets from the money collected on the parking fees after the relocation to the new building.

The highest contributor to the total amount collected as at the end of the second quarter is R128 000 or 87.1 per cent for sales of goods and services other than capital assets. This revenue source consists mainly of commission, insurance, garnishee, rental dwelling and rental on open and covered parking.

The second highest collection is recorded under financial transactions in assets and liabilities which comprises of debt recoveries and commission received for collection of insurance premiums. This revenue source comprises of departmental debt. The lowest contributor is interest, dividends and rent on land which is made up of interest charged on the departmental debt account and contributed less with R2 000 to the total revenue collected.

## 7. Changes to transfers and subsidies, conditional grants and infrastructure

### 7.1 Changes to transfers and subsidies

TABLE 12.12: CHANGES TO TRANSFERS AND SUBSIDIES

Department  R thousand	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
<b>Programme 1</b>	<b>130</b>				<b>219</b>				<b>219</b>	<b>349</b>
Households	130				219				219	349
<b>Programme 2</b>	<b>31 506</b>				<b>2 100</b>				<b>2 100</b>	<b>33 606</b>
Departmental agencies and accounts	24 747									24 747
Non-profit institutions	6 759				2 100				2 100	8 859
<b>Programme 3</b>	<b>55 398</b>				<b>690</b>				<b>690</b>	<b>56 088</b>
Provinces and municipalities	55 228				790				790	56 018
Households	170				(100)				(100)	70
<b>Programme 4</b>	<b>17 655</b>				<b>(1 465)</b>				<b>(1 465)</b>	<b>16 190</b>
Non-profit institutions	17 655				(2 215)				(2 215)	15 440
Households					750				750	750
<b>Total changes of transfers and subsidies</b>	<b>104 689</b>				<b>1 544</b>				<b>1 544</b>	<b>106 233</b>

### Virements and shifts

In Programme 1, R219 000 is shifted from goods and services to households defray overspending on payment for leave gratuity. In relation to Programme 2, an amount of R2.1 million is shifted from goods and services to non-profit institutions to increase support relating to performing arts.

Transfers to municipalities increased by R790 000 of which R622 000 is for the operationalization of newly built libraries. The department is shifting an amount of R100 000 from households in Programme 3 under Sub-programme: Archives to defray an overspending realised in goods and services.

In Programme 4, the department is reprioritising R2.2 million from non-profit institutions to goods and services mainly because the department has taken over some projects previously performed by the other stakeholders. An amount of R750 000 is shifted from compensation of employees to defray an overspending realized in households for leave gratuities.

## 7.2 Changes to conditional grants

TABLE 12.13: CHANGES TO CONDITIONAL GRANTS

Department	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
<b>R thousand</b>										
<b>Programme 2</b>					<b>2 000</b>				<b>2 000</b>	<b>2 000</b>
EPWP Grant					2 000				2 000	2 000
<b>Programme 3</b>	<b>127 608</b>				<b>(2 000)</b>				<b>(2 000)</b>	<b>125 608</b>
EPWP Grant	2 000				(2 000)				(2 000)	
Recap Of Community Libraries Conditional Grant	125 608									125 608
<b>Programme 4</b>	<b>97 495</b>									<b>97 495</b>
Mass sport	94 915									94 915
Social sector EPWP incentives	2 580									2 580
<b>Total changes in conditional grants</b>	<b>225 103</b>									<b>225 103</b>

### Virements and shifts

The Expanded Public Works Programme (EPWP) Integrated grant of R2 million is shifted from Programme 3 to Programme 2 due to the delay in the construction of the Provincial Archives Centres. The movement still relates to the EPWP integrated grant framework and will be used for craft design and enterprise development projects.

## 7.3 Changes to infrastructure

TABLE 12.14: CHANGES TO INFRASTRUCTURE

Department	Main Appropriation	2014/15 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
<b>R thousand</b>										
New infrastructure assets	217 000	(42 000)			(1 751)				(43 751)	173 249
Existing Infrastructure assets	20 000	(10 000)			366			1 046	(8 588)	11 412
Upgrading and additions	20 000	(10 000)			366			1 046	(8 588)	11 412
Rehabilitation, renovation and refurbishment										
Maintenance and repair										
Infrastructure transfers										
Current Capital										
Capital infrastructure	237 000	(52 000)			(1 385)			1 046	(52 339)	184 661
Current infrastructure										
<b>Total changes to infrastructure</b>	<b>237 000</b>	<b>(52 000)</b>			<b>(1 385)</b>			<b>1 046</b>	<b>(52 339)</b>	<b>184 661</b>

**Virements and shifts**

The net decrease of R1.8 million from new infrastructure assets relates to the department shifting R2 million for the EPWP Integrated grant linked to the Provincial Archive Centre to Programme 2, an amount of R800 000 shifting from infrastructure to machinery for the funding of Gates Foundation project for the establishment of 3 ICT centres and R1 million shifting to infrastructure for the planning phase of Operation Mabaleng. An amount of R366 000 is shifted to infrastructure ensure that the new libraries built are operational.

**Surrender: R52 million**

The department surrendered an total amount of R52 million due to delays in the construction of the Provincial Archive Centre and R10 million as a result of the late finalization of the procurement plan for the Bob van Reenen stadium.

**Provincial additional funding: R1 million**

An amount of R1 million is allocated to address infrastructure needs at certain municipalities and for the operationalization of the newly built libraries.

