

Vote 09

Community Safety, Security and Liaison

Adjusted Budget Summary

Table 9.1: Adjusted Budget Summary

R thousand	2014/15			
	Main Appropriation	Adjusted Appropriation	Decrease	Increase
Amount to be appropriated	1 027 959	1 019 005	(8 954)	–
<i>of which:</i>				
Current payments	908 294	911 560	–	3 266
Transfers and subsidies	3 000	3 280	–	280
Payments for capital assets	116 665	104 165	(12 500)	–
Payments for financial assets	–	–	–	–
Direct Charge against Provincial Revenue Fund	–	–	–	–
Executive authority	Mec for Community Safety, Security and Liaison			
Accounting officer	Deputy Director General			

Summary of Revenue

Table 9.2: Summary of Receipts

Programme	2014/15						
	Main appropriation	Additional appropriation					Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	
Equitable Share	1 025 379	–	–	–	(48 954)	–	976 425
Conditional grants	2 580	–	–	–	–	–	2 580
<i>Social Sector Expanded Public Works Program</i>	<i>2 580</i>	<i>–</i>	<i>–</i>	<i>–</i>	<i>–</i>	<i>–</i>	<i>2 580</i>
Own Revenue	–	–	–	–	–	–	–
Other	–	–	–	–	–	40 000	40 000
Total Revenue	1 027 959	–	–	–	(48 954)	40 000	1 019 005

Mission

A safe, secure, crime and road accident free Mpumalanga Province.

Adjusted Estimates of Provincial Expenditure 2014

Table 9.3: Adjusted Estimates
Programme

Programme		2014/15						
		Additional appropriation						
	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	Adjusted appropriation
R thousand								
1. Administration	115 543	—	—	500	(3 000)	—	(2 500)	113 043
2. Civilian Oversight	12 349	—	—	(120)	—	—	(120)	12 229
3. Crime Prevention and Community Police Relations	44 341	—	—	(3 000)	(2 000)	—	(5 000)	39 341
4. Transport Regulation	435 761	—	—	2 220	(43 954)	40 000	(1 734)	434 027
5. Security Management	419 965	—	—	400	—	—	400	420 365
Total	1 027 959	—	—	—	(48 954)	40 000	(8 954)	1 019 005
Economic classification								
Current payments	908 294	—	—	(280)	(8 954)	12 500	3 266	911 560
Compensation of employees	376 940	—	—	—	(8 954)	—	(8 954)	367 986
Goods and services	531 354	—	—	(280)	—	12 500	12 220	543 574
Interest and rent on land	—	—	—	—	—	—	—	—
Transfers and subsidies	3 000	—	—	280	—	—	280	3 280
Provinces and municipalities	—	—	—	—	—	—	—	—
Departmental agencies and accounts	—	—	—	—	—	—	—	—
Higher education institutions	—	—	—	—	—	—	—	—
Foreign governments and international organisations	—	—	—	—	—	—	—	—
Public corporations and private enterprises	—	—	—	—	—	—	—	—
Non-profit institutions	—	—	—	—	—	—	—	—
Households	3 000	—	—	280	—	—	280	3 280
Payments for capital assets	116 665	—	—	—	(40 000)	27 500	(12 500)	104 165
Buildings and other fixed structures	109 882	—	—	—	(40 000)	—	(40 000)	69 882
Machinery and equipment	6 783	—	—	—	—	27 500	27 500	34 283
Heritage assets	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—
Software and other intangible assets	—	—	—	—	—	—	—	—
Payments for financial assets	—	—	—	—	—	—	—	—
Total	1 027 959	—	—	—	(48 954)	40 000	(8 954)	1 019 005

Programme 1: Administration

Table 9.3.1: Administration
Subprogramme

Subprogramme		2014/15						
R thousand	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
1. Office of MEC	6 856	–	–	(200)	–	–	(200)	6 656
2. Office of HOD	3 088	–	–	(300)	–	–	(300)	2 788
3. Financial Management	62 777	–	–	4 250	(3 000)	–	1 250	64 027
4. Corporate Services	39 221	–	–	(3 250)	–	–	(3 250)	35 971
5. Legal Services	3 601	–	–	–	–	–	–	3 601
Total	115 543	–	–	500	(3 000)	–	(2 500)	113 043
Economic classification								
Current payments	112 293	–	–	500	(3 000)	–	(2 500)	109 793
Compensation of employees	60 480	–	–	(100)	(3 000)	–	(3 100)	57 380
Goods and services	51 813	–	–	600	–	–	600	52 413
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	500	–	–	–	–	–	–	500
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–
Households	500	–	–	–	–	–	–	500
Payments for capital assets	2 750	–	–	–	–	–	–	2 750
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	2 750	–	–	–	–	–	–	2 750
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	115 543	–	–	500	(3 000)	–	(2 500)	113 043

Programme 2: Civilian Oversight

Table 9.3.2: Civilian Oversight

Subprogramme	2014/15						
	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	
R thousand							
1. Policy and Research	4 217	–	–	(320)	–	–	3 897
2. Monitoring and Evaluation	8 132	–	–	200	–	–	8 332
Total	12 349	–	–	(120)	–	–	12 229
Economic classification							
Current payments	12 249	–	–	(120)	–	–	12 129
Compensation of employees	8 454	–	–	100	–	–	8 554
Goods and services	3 795	–	–	(220)	–	–	3 575
Interest and rent on land	–	–	–	–	–	–	–
Transfers and subsidies	–	–	–	–	–	–	–
Provinces and municipalities	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–
Households	–	–	–	–	–	–	–
Payments for capital assets	100	–	–	–	–	–	100
Buildings and other fixed structures	–	–	–	–	–	–	–
Machinery and equipment	100	–	–	–	–	–	100
Heritage assets	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–
Total	12 349	–	–	(120)	–	–	12 229

Programme 3: Crime Prevention and Community Police Relations

Table 9.3.3: Crime Prevention and Community Police Relations

Subprogramme	2014/15						
	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	
R thousand							
1. Crime Prevention	20 389	–	–	(3 000)	(1 000)	–	16 389
2. Community Police Relation	23 952	–	–	–	(1 000)	–	22 952
Total	44 341	–	–	(3 000)	(2 000)	–	39 341
Economic classification							
Current payments	44 341	–	–	(3 000)	(2 000)	–	39 341
Compensation of employees	26 555	–	–	2 580	(2 000)	–	27 135
Goods and services	17 786	–	–	(5 580)	–	–	12 206
Interest and rent on land	–	–	–	–	–	–	–
Transfers and subsidies	–	–	–	–	–	–	–
Provinces and municipalities	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–
Households	–	–	–	–	–	–	–
Payments for capital assets	–	–	–	–	–	–	–
Buildings and other fixed structures	–	–	–	–	–	–	–
Machinery and equipment	–	–	–	–	–	–	–
Heritage assets	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–
Total	44 341	–	–	(3 000)	(2 000)	–	39 341

Programme 4: Transport Regulation

Table 9.3.4: Transport Regulation

Subprogramme		2014/15						Adjusted appropriation
		Additional appropriation					Total additional appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
1. Programme Support	1 781	–	–	20	–	–	20	1 801
2. Safety Engineering	4 128	–	–	(200)	–	–	(200)	3 928
3. Traffic Law Enforcement	344 986	–	–	10 100	(40 000)	29 500	(400)	344 586
4. Road Safety Education	31 370	–	–	(4 700)	(1 954)	10 000	3 346	34 716
5. Transport Admin and Licensing	32 068	–	–	–	–	–	–	32 068
6. Overload Control	21 428	–	–	(3 000)	(2 000)	500	(4 500)	16 928
Total	435 761	–	–	2 220	(43 954)	40 000	(1 734)	434 027
Economic classification								
Current payments	319 446	–	–	1 940	(3 954)	12 500	10 486	329 932
Compensation of employees	275 813	–	–	(2 980)	(3 954)	–	(6 934)	268 879
Goods and services	43 633	–	–	4 920	–	12 500	17 420	61 053
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	2 500	–	–	280	–	–	280	2 780
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–
Households	2 500	–	–	280	–	–	280	2 780
Payments for capital assets	113 815	–	–	–	(40 000)	27 500	(12 500)	101 315
Buildings and other fixed structures	109 882	–	–	–	(40 000)	–	(40 000)	69 882
Machinery and equipment	3 933	–	–	–	–	27 500	27 500	31 433
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	435 761	–	–	2 220	(43 954)	40 000	(1 734)	434 027

Programme 5: Security Management

Table 9.3.5: Security Management

Subprogramme		2014/15						Adjusted appropriation
		Additional appropriation					Total additional appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
1. Programme Support	–	–	–	–	–	–	–	–
2. Provincial Security Operation	419 965	–	–	400	–	–	400	420 365
Total	419 965	–	–	400	–	–	400	420 365
Economic classification								
Current payments	419 965	–	–	400	–	–	400	420 365
Compensation of employees	5 638	–	–	400	–	–	400	6 038
Goods and services	414 327	–	–	–	–	–	–	414 327
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	–	–	–	–	–	–	–	–
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–
Households	–	–	–	–	–	–	–	–
Payments for capital assets	–	–	–	–	–	–	–	–
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	–	–	–	–	–	–	–	–
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	419 965	–	–	400	–	–	400	420 365

Goods and Services

Table 9.4: Summary of Goods and Services

2014/15								
R thousand	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	
Goods and services	531 354	—	—	(280)	—	12 500	12 220	543 574
Administrative fees	293	—	—	—	—	—	—	293
Advertising	3 878	—	—	(900)	—	—	(900)	2 978
Assets less than the capitalisation threshold	2 000	—	—	—	—	2 000	2 000	4 000
Audit cost: External	3 000	—	—	—	—	—	—	3 000
Bursaries: Employees	—	—	—	—	—	—	—	—
Catering: Departmental activities	1 786	—	—	(30)	—	4 000	3 970	5 756
Communication (G&S)	4 338	—	—	(200)	—	—	(200)	4 138
Computer services	2 140	—	—	2 000	—	—	2 000	4 140
Consultants and professional services: Business	519	—	—	—	—	—	—	519
Consultants and professional services: Infrastructure	—	—	—	—	—	—	—	—
Consultants and professional services: Labour	—	—	—	—	—	—	—	—
Consultants and professional services: Scientific	—	—	—	—	—	—	—	—
Consultants and professional services: Legal	660	—	—	(150)	—	—	(150)	510
Contractors	6 097	—	—	4 120	—	500	4 620	10 717
Agency and support / outsourced services	5 950	—	—	(2 140)	—	—	(2 140)	3 810
Entertainment	—	—	—	—	—	—	—	—
Fleet services (including government motor transport)	16 733	—	—	—	—	—	—	16 733
Housing	—	—	—	—	—	—	—	—
Inventory: Clothing material and accessories	6 580	—	—	(2 580)	—	—	(2 580)	4 000
Inventory: Farming supplies	—	—	—	—	—	—	—	—
Inventory: Food and food supplies	239	—	—	—	—	—	—	239
Inventory: Fuel, oil and gas	—	—	—	—	—	—	—	—
Inventory: Learner and teacher support materials	—	—	—	—	—	—	—	—
Inventory: Materials and supplies	2 200	—	—	—	—	—	—	2 200
Inventory: Medical supplies	—	—	—	—	—	—	—	—
Inventory: Medicine	—	—	—	—	—	—	—	—
Medical inventory interface	—	—	—	—	—	—	—	—
Inventory: Other supplies	—	—	—	—	—	—	—	—
Consumable supplies	3 280	—	—	—	—	—	—	3 280
Consumable: Stationery, printing and office supplies	3 700	—	—	—	—	—	—	3 700
Operating leases	7 889	—	—	4 000	—	—	4 000	11 889
Property payments	416 694	—	—	—	—	—	—	416 694
Transport provided: Departmental activity	1 100	—	—	(300)	—	1 000	700	1 800
Travel and subsistence	31 528	—	—	(760)	—	—	(760)	30 768
Training and development	4 040	—	—	(2 350)	—	—	(2 350)	1 690
Operating payments	3 550	—	—	—	—	—	—	3 550
Venues and facilities	3 160	—	—	(890)	—	1 000	110	3 270
Rental and hiring	—	—	—	(100)	—	4 000	3 900	3 900

Infrastructure Payments

Table 9.5: Summary of departmental infrastructure by category

2014/15								
R thousand	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	
Infrastructure								
Existing infrastructure assets	—	—	—	—	—	—	—	—
Maintenance and repair: Current	—	—	—	—	—	—	—	—
Upgrade and additions: Capital	—	—	—	—	—	—	—	—
Refurbishment and rehabilitation: Capital	—	—	—	—	—	—	—	—
New infrastructure assets: Capital	109 882	—	—	—	(40 000)	—	(40 000)	69 882
Infrastructure transfers	—	—	—	—	—	—	—	—
Capital	—	—	—	—	—	—	—	—
Current	—	—	—	—	—	—	—	—
Infrastructure: Payments for financial assets	—	—	—	—	—	—	—	—
Infrastructure: Leases	—	—	—	—	—	—	—	—
<i>Capital infrastructure</i>	109 882	—	—	—	(40 000)	—	(40 000)	69 882
<i>Current infrastructure</i>	—	—	—	—	—	—	—	—
Total Infrastructure	109 882	—	—	—	(40 000)	—	(40 000)	69 882

*The infrastructure payments for financial assets and leases has been included on the main appropriation due to changes in SCOA items in this segment.

The infrastructure is reduced by 40 million for the period under review.

Details of adjustments to Estimates of Provincial Expenditure 2014

Virements and shifts

Table 9.6: Details on virements per programme and economic classification

Programmes					
1. Administration 2. Civilian Oversight 3. Crime Prevention and Community Police Relations 4. Transport Regulation 5. Security Management					
FROM			TO		
Programme by Economic classification	Motivation	R thousand	Programme by Economic classification	Motivation	R thousand
Programme 1: Administration			Programme 2: Civilian Oversight		
Compensation of employees	To defray over spending in programme 2	(100)	Compensation of employees	To defray over expenditure	100
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					
Programme 2: Civilian Oversight			Programme 1: Administration		
Goods and services	To defray over expenditure on programme 4	(220)	Goods and services	To defray over expenditure	220
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					
Programme 3: Crime Prevention and Community Police Relations			Programme 3: Crime Prevention and Community Police Relations		
Goods and services	To correct misallocation of grant	(5 580)	Compensation of employees	Correctly allocate grant	2 580
			Programme 1: Administration		
			Goods and services	To defray over expenditure	380
			Programme 4: Transport Regulation		
			Goods and services	To defray over expenditure	2 340
			Households	To defray over expenditure	280
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					
Programme 4: Transport Regulation			Programme 5: Security Management		
Compensation of employees	To offset over expenditure of compensation of employees on programme 3	(400)	Compensation of employees	The funds is anticipated to offset the overspending	400
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					
TOTAL			TOTAL		

Declared Unspent Funds - R40 million

The capital budget for the construction of Mpumalanga Traffic College is reduced by R40 million.

Other adjustments – R40 million

Gifts, donations and sponsorships³ – R40 million

The department received donation of R40 million from RTMC for programme 4 Transport Regulation to be utilized for Traffic Law Enforcement operations.

Expenditure for 2013/14 and preliminary expenditure for 2014/15

Table 9.7: Expenditure Trends

		2013/14 Expenditure outcome				2014/15 Preliminary expenditure		
		Apr '13 - Sep '13 % of adjusted appropriation		Apr '13 - Mar '14 % of adjusted appropriation		Apr '14 - Sep '14 % of adjusted appropriation		
R Thousand	Adjusted appropriation	Apr '13 - Sep '13	adjusted appropriation	Apr '13 - Mar '14	adjusted appropriation	Adjusted appropriation	Apr '14 - Sep '14	adjusted appropriation
1. Administration	113 635	53 056	46.7	52 163	45.9	113 043	53 019	46.9
2. Civilian Oversight	12 349	5 521	44.7	5 521	44.7	12 229	5 521	45.1
3. Crime Prevention and Community Police Relatic	44 341	16 229	36.6	16 229	36.6	39 341	16 229	41.3
4. Transport Regulation	435 761	176 823	40.6	176 823	40.6	434 027	176 823	40.7
5. Security Management	419 965	244 185	58.1	244 185	58.1	420 365	244 185	58.1
Subtotal	1 026 051	495 814	48.3	494 921	48.2	1 019 005	495 777	48.7
Direct Charge against Provincial Revenue F	1 908	874	45.8	1 767	92.6	—	911	—
Total	1 027 959	496 688	48.3	496 688	48.3	1 019 005	496 688	48.7
Economic classification								
Current payments								
Compensation of employees	908 294	494 449	54.4	494 449	54.4	911 560	494 449	54.2
Goods and services	376 940	185 539	49.2	185 539	49.2	367 986	185 539	50.4
Interest and rent on land	531 354	308 910	58.1	308 910	58.1	543 574	308 910	56.8
	—	—	—	—	—	—	—	—
Transfers and subsidies	3 000	2 157	71.9	2 157	71.9	3 280	2 157	65.8
Provinces and municipalities	—	82	—	82	—	—	82	—
Departmental agencies and accounts	—	—	—	—	—	—	—	—
Higher education institutions	—	—	—	—	—	—	—	—
Foreign governments and international organis	—	—	—	—	—	—	—	—
Public corporations and private enterprises	—	—	—	—	—	—	—	—
Non-profit institutions	—	—	—	—	—	—	—	—
Households	3 000	2 075	69.2	2 075	69.2	3 280	2 075	63.3
Payments for capital assets	116 665	82	0.1	82	0.1	104 165	82	0.1
Buildings and other fixed structures	109 882	—	—	—	—	69 882	—	—
Machinery and equipment	6 783	82	1.2	82	1.2	34 283	82	0.2
Heritage assets	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—
Software and other intangible assets	—	—	—	—	—	—	—	—
Payments for financial assets	—	—	—	—	—	—	—	—
Total payments	1 027 959	496 688	48.3	496 688	48.3	1 019 005	496 688	48.7

Main expenditure trends for the first half of 2014/15

The department has spent R496.7 million or 48% against R1.027 billion budget allocations projected and projects to over-spend by R39.8 million while a balance of R63.1 million is committed. The programme for security management has the highest expenditure of up-to 58% while crime prevention is at the bottom with only 37% spent. Compensation of employees had actual expenditure of R185.5 million or 49% against R376.9 million budget allocations leaving a negative variance of R3.9 million. Personnel expenditure is constituted of various variables with payments of basic salary taking the lead by R120 million followed by pension fund with R15 million.

The projected overspending of R3.9 million is attributed to timing difference between cash flow projection and actual expenditure and is expected to reverse in the third quarter. Expenditure is expected to stay within projections in remaining quarters of the year. Goods and service spent R308.9 million or 58% against R531.3 million budget allocations resulting to a negative variance of R105.9 million while a balance of R62.7 million is committed. This expenditure is mainly driven by payment for contractors R22.4 million and security services R246.8 million.

The high spending on payment to contractors and security services expose the budget for goods and services to a potential risk of over-spending at the end of financial year. The item for

security services is expected to run out cash with the current level of monthly spending and in the light of the available budget for the remainder of the financial year.

Expenditure in transfers and subsidies has stayed outside projections resulting to a negative variance of R0.657 million. The expenditure in these line items is made of transfers to households composed mainly of payments for injuries, leave gratuity and claims against the state. Slow progress in the implementation of the project for the construction of the traffic college has resulted to the low expenditure of only R0.082 million in capital assets against a budget of R116.6 million. Expenditure is expected to start moving in third and fourth quarters in line with the implementation of the project and acquisition of capital assets including vehicles and computers.

The department has spent its budget at a monthly average rate of R74.3 million against R66.1 million projections. The expenditure started very low in April at R28.8 million growing modest to R82.6 million at the end of the first quarter before picking-up to R102.1 million in August. Expenditure is projected to range between R77 and 63 million for the remainder of the financial year based on the current resource level. Expenditure on goods and services has started high from at only R76.2 million in April and decrease to only R38.8 million in August before it jump a little bit to R47.1 million in September. Payments for accrual and commitments in the beginning of the financial year were main driver of the high expenditure rate for April.

The high rate of under-spending on capita assets for the period under-review is a cause for concern especial on the capacity to spend all available over the remaining period. Spending on compensation of employees can be said to within the acceptance range and stable but the low level of expenditure on capital assets pose a potential risk of under-spending while the high expenditure by goods and services has a risk of over-spending.

Departmental receipts

Table 9.8: Departmental Receipts

R Thousand	2013/14					2014/15			
	Audited outcome					Actual receipts			
	Adjusted estimate	Apr '13 - Sep '13	Apr '13 - Sep '13 % of adjusted estimate	Apr '13 - Mar '14	Apr '13 - Mar '14 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr '14 - Sep '14	Apr '14 - Sep '14 % of adjusted estimate
Departmental receipts	120 290	33 128	27.5	33 128	27.5	120 290	77 359	33 128	42.8
Sales of goods and services other than capital assets	25 855	16 482	63.7	16 482	63.7	25 855	500	16 482	3 296.4
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	71 342	14 153	19.8	14 153	19.8	71 342	38 153	14 153	37.1
Interest, dividends and rent on land	23 076	1 557	6.7	1 557	6.7	23 076	38 689	1 557	4.0
Sales of capital assets	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	17	936	5 505.9	936	5 505.9	17	17	936	5 505.9
Tax receipts	389 424	242 615	62.3	242 615	62.3	389 424	432 355	242 615	56.1
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	389 424	242 615	62.3	242 615	62.3	389 424	432 355	242 615	56.1
Total	509 714	275 743	54.1	275 743	54.1	509 714	509 714	275 743	54.1

Main departmental revenue trends for the first half of 2014/15

The department has recorded the total revenue collection of R275.743 million or 54.1 percent with the over collection of R21. 429 million or 4.1 percent over the period under review and the department maintains the total annual projection. Adjustment has been made within the

following revenue items such as motor vehicle licenses, traffic fine and abnormal loads permit, in order to meet the projection for 2014/15 financial year.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

Table 9.9: Summary of changes to transfers and subsidies per programme

2014/15								
R thousand	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
1. Administration	500	-	-	-	-	-	-	500
Households	500	-	-	-	-	-	-	500
4. Transport Regulation	2 500	-	-	280	-	-	280	2 780
Households	2 500	-	-	280	-	-	280	2 780
Total	3 000	-	-	280	-	-	280	3 280

Summary of changes to conditional grants

Table 9.10: Summary of changes to conditional grants

2014/15								
R thousand	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments		
3. Crime Prevention and Community Police Relations	2 580	-	-	-	-	-	-	2 580
Social Sector Expanded Public Works Programme Incentive Grant for Provinces	2 580	-	-	-	-	-	-	2 580
Total	2 580	-	-	-	-	-	-	2 580

The transfers and subsidies for the department will increase by R40.280 million. It consist of R40 million for donation from Road Traffic Management Corporation (RTMC) for Traffic Law Enforcement activities/operations.

The conditional grant has not increase from the amount of R2.580 million. Capital budget will reduce by R40 million.