

Vote 12

Social Development

Adjusted Budget Summary

Table 12.1: Adjusted Budget Summary

2014/15				
R thousand	Main Appropriation	Adjusted Appropriation	Decrease	Increase
Amount to be appropriated	1 232 065	1 220 309	(11 756)	–
<i>of which:</i>				
Current payments	679 292	683 881	–	4 589
Transfers and subsidies	461 135	453 372	(7 763)	–
Payments for capital assets	91 638	83 056	(8 582)	–
Payments for financial assets	–	–	–	–
Direct Charge against Provincial Revenue Fund	–	–	–	–
Executive authority	MEC for Social Development			
Accounting officer	Deputy Director General: Social Development			

Summary of Revenue

Table 12.2: Summary of Receipts

2014/15							
Programme	Additional appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Adjusted appropriation
Equitable Share	1 226 053	–	–	–	(21 008)	9 252	1 214 297
Conditional grants	6 012	–	–	–	–	–	6 012
Expanded Public Works Programme Incentive	2 024	–	–	–	–	–	2 024
Social Sector Expanded Public Works Program	3 988	–	–	–	–	–	3 988
Own Revenue	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–
Total Revenue	1 232 065	–	–	–	(21 008)	9 252	1 220 309

Mission

The Mission of the Department is to provide equitable, integrated and quality sustainable social development services in partnership with all the stakeholders to eradicate poverty and protect vulnerable groups in all communities of Mpumalanga

Adjusted Estimates of Provincial Expenditure 2014

Table 12.3: Adjusted Estimates
Programme

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	252 099	—	—	3 918	—	—	3 918	256 017
2. Social Welfare Services	456 304	—	—	(41 710)	(21 008)	8 007	(54 711)	401 593
3. Children and Families	319 500	—	—	32 550	—	1 245	33 795	353 295
4. Restorative Services	82 152	—	—	5 242	—	—	5 242	87 394
5. Development and Research	122 009	—	—	—	—	—	—	122 009
Total	1 232 065	—	—	—	(21 008)	9 252	(11 756)	1 220 309
Economic classification								
Current payments	679 292	—	—	6 345	(11 008)	9 252	4 589	683 881
Compensation of employees	515 837	—	—	—	(11 008)	3 202	(7 806)	508 031
Goods and services	163 455	—	—	6 345	—	6 050	12 395	175 850
Interest and rent on land	—	—	—	—	—	—	—	—
Transfers and subsidies	461 135	—	—	(7 763)	—	—	(7 763)	453 372
Provinces and municipalities	80	—	—	30	—	—	30	110
Departmental agencies and accounts	1 487	—	—	12 500	—	—	12 500	13 987
Higher education institutions	—	—	—	—	—	—	—	—
Foreign governments and international organisations	—	—	—	—	—	—	—	—
Public corporations and private enterprises	—	—	—	—	—	—	—	—
Non-profit institutions	459 075	—	—	(22 815)	—	—	(22 815)	436 260
Households	493	—	—	2 522	—	—	2 522	3 015
Payments for capital assets	91 638	—	—	1 418	(10 000)	—	(8 582)	83 056
Buildings and other fixed structures	72 040	—	—	—	(10 000)	—	(10 000)	62 040
Machinery and equipment	9 083	—	—	318	—	—	318	9 401
Heritage assets	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—
Software and other intangible assets	10 515	—	—	1 100	—	—	1 100	11 615
Payments for financial assets	—	—	—	—	—	—	—	—
Total	1 232 065	—	—	—	(21 008)	9 252	(11 756)	1 220 309

The total budget allocation of the Department is adjusted to R1.220 billion. The estimated under-spending amounting to R21.008 million is surrendered to the Provincial Revenue Fund from Programme 2 of buildings and other fixed structures item amounting to R10.000 million and compensation of employees amounting to R11.008 million.

An amount of R9.252 million under other adjustment column consists of the following:

An amount of R4.552 million in respect of function shift from the Office of the Premier of Offices of the rights of Child and Status of Disabled Persons. The amount will fund the expenditure of compensation of employees and goods and services of the transferred function.

Additional funding amounting to R4.700 million is allocated to the social relief programme to fund among others; support to bereaved families of the building collapse of the Synagogue Church of all Nations in Nigeria estimated at R1.200 million and other social relief interventions..

Programme 1: Administration

Table 12.3.1: Administration
Subprogramme

Subprogramme		2014/15						Adjusted appropriation
R thousand	Main appropriation	Additional appropriation						
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total additional appropriation	
1. Office Of the MEC	4 403	–	–	1 448	–	–	1 448	5 851
2. Corporate Management services	126 896	–	–	533	–	–	533	127 429
3. District Management	120 800	–	–	1 937	–	–	1 937	122 737
Total	252 099	–	–	3 918	–	–	3 918	256 017
Economic classification								
Current payments	236 998	–	–	1 684	–	–	1 684	238 682
Compensation of employees	142 530	–	–	–	–	–	–	142 530
Goods and services	94 468	–	–	1 684	–	–	1 684	96 152
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	1 060	–	–	384	–	–	384	1 444
Provinces and municipalities	80	–	–	30	–	–	30	110
Departmental agencies and accounts	487	–	–	–	–	–	–	487
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–
Households	493	–	–	354	–	–	354	847
Payments for capital assets	14 041	–	–	1 850	–	–	1 850	15 891
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	3 526	–	–	750	–	–	750	4 276
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	10 515	–	–	1 100	–	–	1 100	11 615
Payments for financial assets	–	–	–	–	–	–	–	–
Total	252 099	–	–	3 918	–	–	3 918	256 017

The total budget allocation for the programme is increased by R3.918 million. The virement amount will fund identified budget pressures on goods and services, vehicle licenses, leave gratuities, machinery and equipment (computers) and renewal of Microsoft licenses.

Programme 2: Social Welfare Services

Table 12.3.2: Social Welfare Services

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. Management and support	332 319	–	–	(39 629)	(21 008)	–	(60 637)	271 682
2. Services to Older Persons	35 305	–	–	2 318	–	–	2 318	37 623
3. Services to Persons with Disabilities	39 333	–	–	(4 542)	–	3 307	(1 235)	38 098
4. HIV and AIDS	44 813	–	–	41	–	–	41	44 854
5. Social Relief	4 534	–	–	102	–	4 700	4 802	9 336
Total	456 304	–	–	(41 710)	(21 008)	8 007	(54 711)	401 593
Economic classification								
Current payments	271 540	–	–	(35 734)	(11 008)	8 007	(38 735)	232 805
Compensation of employees	250 056	–	–	(39 000)	(11 008)	2 357	(47 651)	202 405
Goods and services	21 484	–	–	3 266	–	5 650	8 916	30 400
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	110 188	–	–	(5 711)	–	–	(5 711)	104 477
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	110 188	–	–	(5 800)	–	–	(5 800)	104 388
Households	–	–	–	89	–	–	89	89
Payments for capital assets	74 576	–	–	(265)	(10 000)	–	(10 265)	64 311
Buildings and other fixed structures	72 040	–	–	–	(10 000)	–	(10 000)	62 040
Machinery and equipment	2 536	–	–	(265)	–	–	(265)	2 271
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	456 304	–	–	(41 710)	(21 008)	8 007	(54 711)	401 593

The total budget allocation of this programme is reduced by R54.711 million. Of the R54.711 million an amount of R21.008 million is from compensation of employees and Infrastructure is surrendered to Provincial Revenue Fund. The amount of R39.000 million from compensation of employees is shifted to Programme 3, Children and Families, and Programme 4 Restorative Service under compensation of employees to align to the new budget and programme structure.

On other adjustments, the amount of R8.007 million is comprise of R3.307 million for function shift received from the Office of the Premier and R4.700 million (allocated for social relief.

Programme 3: Children and Families

Table 12.3.3: Children and Families

Subprogramme		2014/15					
R thousand	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	
1. Management and Support	2 759	–	–	8 490	–	–	11 249
2. Care and support services to families	4 780	–	–	6 147	–	–	10 927
3. Child care and protection services	59 975	–	–	19 442	–	1 245	80 662
4. ECD and partial care	207 688	–	–	(1 995)	–	–	205 693
5. Child and youth care centres	14 691	–	–	466	–	–	15 157
6. Community-Based care services to children	29 607	–	–	–	–	–	29 607
Total	319 500	–	–	32 550	–	1 245	353 295
Economic classification							
Current payments	24 798	–	–	35 340	–	1 245	61 383
Compensation of employees	17 319	–	–	34 500	–	845	52 664
Goods and services	7 479	–	–	840	–	400	8 719
Interest and rent on land	–	–	–	–	–	–	–
Transfers and subsidies	294 651	–	–	(2 820)	–	–	291 831
Provinces and municipalities	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	12 500	–	–	12 500
Higher education institutions	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–
Non-profit institutions	294 651	–	–	(15 320)	–	–	279 331
Households	–	–	–	–	–	–	–
Payments for capital assets	51	–	–	30	–	–	81
Buildings and other fixed structures	–	–	–	–	–	–	–
Machinery and equipment	51	–	–	30	–	–	81
Heritage assets	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–
Total	319 500	–	–	32 550	–	1 245	353 295

The budget allocation of this programme is increased mainly on compensation of employees item which is largely attributed to the shift of funds from programme 2 to align with the new budget and programme structure.

Programme 4: Restorative Services

Table 12.3.4: Restorative Services

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. Management and support	2 632	–	–	(1 225)	–	–	(1 225)	1 407
2. Social Crime prevention and support	35 072	–	–	(405)	–	–	(405)	34 667
3. Victim empowerment programme	19 575	–	–	202	–	–	202	19 777
4. Substance abuse, Prevention, Treatment	24 873	–	–	6 670	–	–	6 670	31 543
Total	82 152	–	–	5 242	–	–	5 242	87 394
Economic classification								
Current payments	49 689	–	–	5 598	–	–	5 598	55 287
Compensation of employees	32 300	–	–	4 500	–	–	4 500	36 800
Goods and services	17 389	–	–	1 098	–	–	1 098	18 487
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	30 869	–	–	(116)	–	–	(116)	30 753
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	30 869	–	–	(116)	–	–	(116)	30 753
Households	–	–	–	–	–	–	–	–
Payments for capital assets	1 594	–	–	(240)	–	–	(240)	1 354
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	1 594	–	–	(240)	–	–	(240)	1 354
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	82 152	–	–	5 242	–	–	5 242	87 394

The budget allocation for this programme is increased by R5.242 million to cover for the excess expenditure on compensation of employees and goods and services.

Programme 5: Development and Research

Table 12.3.5: Development and Research

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. Management and support	62 560	–	–	3 828	–	–	3 828	66 388
2. Community Mobilisation	125	–	–	261	–	–	261	386
3. Institutional capacity building and support for	5 311	–	–	(254)	–	–	(254)	5 057
4. Poverty Alleviation and Sustainable	12 913	–	–	1 825	–	–	1 825	14 738
5. Community Based Research and Planning	240	–	–	1 563	–	–	1 563	1 803
6. Youth development	31 253	–	–	(7 223)	–	–	(7 223)	24 030
7. Women development	–	–	–	–	–	–	–	–
8. Population Policy Promotion	9 607	–	–	–	–	–	–	9 607
Total	122 009	–	–	–	–	–	–	122 009
Economic classification								
Current payments	96 267	–	–	(543)	–	–	(543)	95 724
Compensation of employees	73 632	–	–	–	–	–	–	73 632
Goods and services	22 635	–	–	(543)	–	–	(543)	22 092
Interest and rent on land	–	–	–	–	–	–	–	–
Transfers and subsidies	24 366	–	–	500	–	–	500	24 866
Provinces and municipalities	–	–	–	–	–	–	–	–
Departmental agencies and accounts	1 000	–	–	–	–	–	–	1 000
Higher education institutions	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–
Non-profit institutions	23 366	–	–	(1 579)	–	–	(1 579)	21 787
Households	–	–	–	2 079	–	–	2 079	2 079
Payments for capital assets	1 376	–	–	43	–	–	43	1 419
Buildings and other fixed structures	–	–	–	–	–	–	–	–
Machinery and equipment	1 376	–	–	43	–	–	43	1 419
Heritage assets	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–
Total	122 009	–	–	–	–	–	–	122 009

Goods and Services

Table 12.4: Summary of Goods and Services

		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								
Goods and services	163 455	–	–	6 345	–	6 050	12 395	175 850
Administrative fees	2 490	–	–	209	–	39	248	2 738
Advertising	1 414	–	–	176	–	50	226	1 640
Assets less than the capitalisation threshold	2 626	–	–	185	–	–	185	2 811
Audit cost: External	4 531	–	–	–	–	–	–	4 531
Bursaries: Employees	–	–	–	–	–	–	–	–
Catering: Departmental activities	7 362	–	–	(17)	–	400	383	7 745
Communication (G&S)	9 649	–	–	215	–	51	266	9 915
Computer services	7 026	–	–	1 500	–	–	1 500	8 526
Consultants and professional services: Business	3 062	–	–	235	–	–	235	3 297
Consultants and professional services: Infrastructure	–	–	–	–	–	–	–	–
Consultants and professional services: Labour	–	–	–	–	–	–	–	–
Consultants and professional services: Scientific	–	–	–	–	–	–	–	–
Consultants and professional services: Legal	100	–	–	22	–	–	22	122
Contractors	6 744	–	–	227	–	55	282	7 026
Agency and support / outsourced services	10 408	–	–	725	–	–	725	11 133
Entertainment	–	–	–	–	–	–	–	–
Fleet services (including government motor transport)	12 872	–	–	1 379	–	–	1 379	14 251
Housing	–	–	–	–	–	–	–	–
Inventory: Clothing material and accessories	38	–	–	–	–	–	–	38
Inventory: Farming supplies	–	–	–	–	–	–	–	–
Inventory: Food and food supplies	3 528	–	–	599	–	4 700	5 299	8 827
Inventory: Fuel, oil and gas	250	–	–	–	–	–	–	250
Inventory: Learner and teacher support materials	110	–	–	–	–	–	–	110
Inventory: Materials and supplies	400	–	–	(3)	–	–	(3)	397
Inventory: Medical supplies	165	–	–	12	–	–	12	177
Inventory: Medicine	8	–	–	–	–	–	–	8
Medsas inventory interface	–	–	–	–	–	–	–	–
Inventory: Other supplies	–	–	–	–	–	–	–	–
Consumable supplies	7 145	–	–	149	–	–	149	7 294
Consumable: Stationery, printing and office supplies	7 768	–	–	(138)	–	–	(138)	7 630
Operating leases	27 301	–	–	(308)	–	–	(308)	26 993
Property payments	6 106	–	–	660	–	–	660	6 766
Transport provided: Departmental activity	1 537	–	–	180	–	66	246	1 783
Travel and subsistence	26 162	–	–	(1 054)	–	355	(699)	25 463
Training and development	4 135	–	–	(186)	–	–	(186)	3 949
Operating payments	6 624	–	–	1 514	–	–	1 514	8 138
Venues and facilities	3 124	–	–	(481)	–	324	(157)	2 967
Rental and hiring	770	–	–	545	–	10	555	1 325

The total budget allocation of goods and services is increased by R12.395 million. Of this amount, R6.345 million is shifted from compensation of employees and Non Profit Institutions items to fund identified budget pressures key cost drivers namely; insurance for subsidized vehicle, social relief items, running costs government fleet.

An amount of R6.050 million under other adjustment is in respect of function shift from the Office of the Premier.

Infrastructure Payments

Table 12.5: Summary of departmental infrastructure by category

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		
Infrastructure								
Existing infrastructure assets	4 877	–	–	–	–	–	–	4 877
Maintenance and repair: Current	4 877	–	–	–	–	–	–	4 877
Upgrade and additions: Capital	–	–	–	–	–	–	–	–
Refurbishment and rehabilitation: Cap	–	–	–	–	–	–	–	–
New infrastructure assets: Capital	72 040	–	–	(10 000)	–	–	(10 000)	62 040
Infrastructure transfers	–	–	–	–	–	–	–	–
Capital	–	–	–	–	–	–	–	–
Current	–	–	–	–	–	–	–	–
Infrastructure: Payments for finan	–	–	–	–	–	–	–	–
Infrastructure: Leases	–	–	–	–	–	–	–	–
Capital infrastructure	72 040	–	–	(10 000)	–	–	(10 000)	62 040
Current infrastructure	4 877	–	–	–	–	–	–	4 877
Total Infrastructure	76 917	–	–	(10 000)	–	–	(10 000)	66 917

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

Details of adjustments to Estimates of Provincial Expenditure 2014

Virements and shifts

Table 12.6: Details on virements per programme and economic classification

Programmes					
1. Administration					
2. Social Welfare Services					
3. Children and Families					
4. Restorative Services					
5. Development and Research					
FROM			TO		
Programme by	Motivation	R thousand	Programme by	Motivation	R thousand
Economic classification			Economic classification		
Programme 1: Administration		–	Programme 1: Administration		–
			Programme 1: Administration		
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					
Programme 2: Social Welfare Services		(41 710)	Programme 3: Children and Families		34 500
Compensation of employees	Taken from Programme 2 to Programme 3 and 4 to cover the shortfall on compensation of employees as a result of changes in Budget and Programme structure.	(39 000)	Compensation of employees	Shifted from Programme 2 compensation of employees to cover the shortfall on compensation of employees as a result of changes in Budget and Programme structure.	34 500
			Programme 4: Restorative Services		4 500
Non-profit institutions	Savings realised as a result of changes in the number of beneficiaries and shifted to cover the shortfall on goods and services, household and machinery and equipment under Programme 1.	(2 445)	Compensation of employees	Shifted from Programme 2 compensation of employees to cover the shortfall on compensation of employees as a result of changes in Budget and Programme structure.	4 500
			Programme 1: Administration		2 710
Machinery and equipment	Savings from programme 2 to cover the shortfall under programme 1 under MEC Support staff	(265)	Goods and services	Shifted from programme 2 non-profit institution to cover the shortfall on goods and services (Fleet Management and Telephone cost).	1 684
			Households	Shifted from programme 2 non profit institution to cover the household.	384
			Machinery and equipment	Shifted from programme 2 transfers and machinery and equipment	642
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					

Adjusted Estimates of Provincial Revenue and Expenditure 2014

Programme 3: Children and Families		(1 950)	Programme 3: Children and Families		1 208
Non-profit institutions	To cover the shortfall on Goods and Services and Machinery and equipments under Programme 1 and Programme 4 as a results of movement of staff due to changes Budget and Programme Structure.	(1 950)	Machinery and equipment	Shifted from Programme 3 Non Profit Institutions to cover the identified shortfall on machinery and equipment .	108
			Softw are and other intangible assets	Shifted from Programme 3 Non Profit Institutions to cover the identified shortfall on softw are and licences .	1 100
			Programme 4: Restorative Services		742
			Goods and services	Shifted from Programme 3 Non Profit Institutions to cover the identified shortfall on goods and services	742
Shifts w ithin the programme as a percentage of the programme budget		-1.9%			
Virements to other programmes as a percentage of the programme budget		1.3%			
Programme 4: Restorative Services			Programme 4: Restorative Services		
Shifts w ithin the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget					
Programme 5: Development and Research		(5 541)	Programme 5: Development and Research		2 553
Goods and services	The amount taken from goods and services under Youth Development to cover shortfall under Goods and Services, NPI and Machinery & Equipment w ith the Programme 5	(5 541)	Goods and services	Moved w ithin the sub programme. To Procure goods and services w ithin Management and Support sub programme (Substance and travelling allow ances and Insurance of subsidised vehicles)	2 146
			Goods and services	Moved w ithin the Programme. To procure goods and services w ithin Community Mobilisation (Catering during community dialogs)	261
			Goods and services	Moved w ithin the programme. To procure transport, catering for communities, catering for departmental activities and admin fees under Institutional Capacity Building.	146
			Programme 5: Development and Research		2 463
			Goods and services	Shifted from goods and services w ithin the programme to cover for identified shortfall on goods and services	900
			Goods and services	Shifted from goods and services w ithin the programme to upgrade National Integrated Social Information Systems (NISIS) used to capture and analyse information on household profile under Community Based Research sub programme.	1 563
			Programme 5: Development and Research		25
			Machinery and equipment	Shifted from goods and services w ithin the programme to fund procurement of a laptop under Institutional capacity.	25
			Programme 5: Development and Research		500
			Non-profit institutions	Shifted w ithin the programme to fund the shortfall under NPI as a result of additional households to be supported.	500
Shifts w ithin the programme as a percentage of the programme budget		-10.5%			
Virements to other programmes as a percentage of the programme budget		5.9%			
TOTAL		(49 201)	TOTAL		49 201

Declared unspent funds –R21.008 million

Programme 2: Social Welfare Services

The estimated under-spending amounting to R21.008 million is surrendered to the Provincial Revenue Fund of buildings and other fixed structures item amounting to R10.000 million and compensation of employees amounting to R11.008 million.

Other adjustments R9.252 million

Funds shifted between votes following a transfer of a function – R 4.552 million

The Honourable Premier announced during the Policy and Budget speech of the office of the Premier that the interests and aspirations of children and people with disabilities will be placed in the hands of Department of Social Development. This is in line with the pronouncements made at National level.

In line with the pronouncement made, employees performing functions in relation to the rights of children and status of disabled persons have been transferred from the Office of the Premier to the Department with effect from 01 October 2014 with a budget of R4.552 million.

Adjustments due to significant and unforeseeable economic and financial events – R4.7 million

An additional funding amounting to R4.7 million is allocated to the social relief programme to fund among others; support to bereaved families of the building collapse of the Synagogue Church of all Nations in Nigeria estimated at R1.2 million and other social relief interventions.

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

Table 12.7: Expenditure Trends

R Thousand	2013/14					2014/15		
	Expenditure outcome					Preliminary expenditure		
	Adjusted appropriation	Apr '13 - Sep '13	Apr '13 - Sep '13 % of adjusted appropriation	Apr '13 - Mar '14	Apr '13 - Mar '14 % of adjusted appropriation	Adjusted appropriation	Apr '14 - Sep '14	Apr '14 - Sep '14 % of adjusted appropriation
1. Administration	247 614	114 441	46.2	237 126	95.8	256 017	133 394	52.1
2. Social Welfare Services	793 741	350 075	44.1	767 942	96.7	401 593	184 438	45.9
3. Children and Families	126 535	69 006	54.5	126 159	99.7	353 295	152 378	43.1
4. Restorative Services	—	—	—	—	—	87 394	37 728	43.2
5. Development and Research	—	—	—	—	—	122 009	58 457	47.9
Subtotal	1 167 890	533 522	45.7	1 131 227	96.9	1 220 309	566 395	46.4
Direct Charge against Provincial Revenue Fund	1 743	976	56.0	1 735	99.5	—	—	—
Total	1 169 633	534 498	45.7	1 132 962	96.9	1 220 309	566 395	46.4
Economic classification								
Current payments	689 228	319 106	46.3	681 789	98.9	683 881	330 458	48.3
Compensation of employees	460 150	219 664	47.7	447 847	97.3	508 031	243 517	47.9
Goods and services	229 078	99 442	43.4	233 942	102.1	175 850	86 941	49.4
Interest and rent on land	—	—	—	—	—	—	—	—
Transfers and subsidies	411 595	199 775	48.5	394 792	95.9	453 372	208 226	45.9
Provinces and municipalities	80	30	37.5	266	332.5	110	28	25.5
Departmental agencies and accounts	460	—	—	400	87.0	13 987	—	—
Higher education institutions	—	—	—	—	—	—	—	—
Foreign governments and international organisations	—	—	—	—	—	—	—	—
Public corporations and private enterprises	—	—	—	—	—	—	—	—
Non-profit institutions	408 062	199 658	48.9	393 746	96.5	436 260	207 561	47.6
Households	2 993	87	2.9	380	12.7	3 015	637	21.1
Payments for capital assets	68 810	15 617	22.7	56 051	81.5	83 056	27 711	33.4
Buildings and other fixed structures	52 889	14 334	27.1	41 517	78.5	62 040	13 623	22.0
Machinery and equipment	12 900	1 283	9.9	11 009	85.3	9 401	2 412	25.7
Heritage assets	—	—	—	—	—	—	—	—
Specialised military assets	—	—	—	—	—	—	—	—
Biological assets	—	—	—	—	—	—	—	—
Land and sub-soil assets	—	—	—	—	—	—	—	—
Software and other intangible assets	3 021	—	—	3 525	116.7	11 615	11 676	100.5
Payments for financial assets	—	—	—	330	—	—	—	—
Total payments	1 169 633	534 498	45.7	1 132 962	96.9	1 220 309	566 395	46.4

Main expenditure trends for the first half of 2014/15

Following the implementation of the new budget and programme structure from 01 April 2014, the Department has now five programmes as compared to the three programmes in 2013.

Spending percentage for the period ending 30 September 2014 is somewhat the same with spending of 2013/14 financial year for the same reporting period; however, an increase in spending with a total amount of R31.897 million is recorded. The substantial increase in spending amounting to R23.853 million is recorded under compensation of employees largely due to the absorption of 50 social work graduates. Although the percentage spent in 2014 on transfers and subsidies is 2 per cent lower than the percentage spent in 2013 for the same period, an increase in spending amounting to R8.000 million has been recorded which is largely due to the carry through costs of the whole financial year for increased tariffs of residential facilities for persons with disabilities and older persons which were implemented from 01 October 2013.

Increase in the spending on payment for capital assets amounting to R12.094 million is recorded as a result spending on renewal of Microsoft license.

Departmental receipts

Table 12.8: Departmental Receipts

R Thousand	2013/14					2014/15			
	Audited outcome					Actual receipts			
	Adjusted estimate	Apr '13 - Sep '13 of adjusted estimate	Apr '13 - Sep '13 % of adjusted estimate	Apr '13 - Mar '14 of adjusted estimate	Apr '13 - Mar '14 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr '14 - Sep '14 of adjusted estimate	Apr '14 - Sep '14 % of adjusted estimate
Departmental receipts	1 864	1 343	72.0	3 330	178.6	1 983	1 983	1 195	60.3
Sales of goods and services other than capital assets	781	412	52.8	826	105.8	790	790	467	59.1
Transfers received	—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits	—	—	—	—	—	—	—	—	—
Interest, dividends and rent on land	348	465	133.6	762	219.0	264	264	613	232.2
Sales of capital assets	275	369	134.2	931	338.5	375	375	—	—
Financial transactions in assets and liabilities	460	97	21.1	811	176.3	554	554	115	20.8
Tax receipts	—	—	—	—	—	—	—	—	—
Casino taxes	—	—	—	—	—	—	—	—	—
Horse racing taxes	—	—	—	—	—	—	—	—	—
Liquor licences	—	—	—	—	—	—	—	—	—
Motor vehicle licences	—	—	—	—	—	—	—	—	—
Total	1 864	1 343	72.0	3 330	178.6	1 983	1 983	1 195	60.3

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

The over collection of revenue for the first six months of the financial year in 2014, is largely due to interest on bank account. Department does not adjust the revenue budget. An amount of R1.343 million was collected in 2013 for the period under review as compared to R1.195 million collected in 2014, this is due to the proceeds of disposal of redundant and obsolete assets sold at an auction.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

Table 12.9: Summary of changes to transfers and subsidies per programme

R thousand	2014/15						
	Additional appropriation						Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	
1. Administration	1 060	—	—	384	—	—	1 444
Provinces and municipalities	80	—	—	30	—	—	110
Departmental agencies and	487	—	—	—	—	—	487
Households	493	—	—	354	—	—	847
2. Social Welfare Services	110 188	—	—	(5 711)	—	—	104 477
Non-profit institutions	110 188	—	—	(5 800)	—	—	104 388
Households	—	—	—	89	—	—	89
3. Children and Families	294 651	—	—	(2 820)	—	—	291 831
Departmental agencies and accounts	—	—	—	12 500	—	—	12 500
Non-profit institutions	294 651	—	—	(15 320)	—	—	279 331
4. Restorative Services	30 869	—	—	(116)	—	—	30 753
Non-profit institutions	30 869	—	—	(116)	—	—	30 753
5. Development and Research	24 366	—	—	500	—	—	24 866
Departmental agencies and accounts	1 000	—	—	—	—	—	1 000
Non-profit institutions	23 366	—	—	(1 579)	—	—	21 787
Households	—	—	—	2 079	—	—	2 079
Total	461 135	—	—	(7 763)	—	—	453 372

The budget allocation under transfers and subsidies is decreased by R7.763 million. This amount is shifted to goods and services, to fund identified budget pressures in Programmes 1 and 2.

Summary of changes to conditional grants

Table 12.10: 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		
5. Development and Research	6 012	-	-	-	-	-	-	6 012
Expanded Public Works	2 024	-	-	-	-	-	-	2 024
Programme Incentive Grant for Provinces								
Social Sector Expanded Public Works Programme Incentive Grant for Provinces	3 988	-	-	-	-	-	-	3 988
Total	6 012	-	-	-	-	-	-	6 012

There are no changes on conditional grant funding. The grant funding allocated to the Vote is for Expanded Public Works Programme (EPWP) integrated and incentive.