

VOTE 02

PROVINCIAL LEGISLATURE

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Adjusted budget summary

R thousand	2014/15			
	Main Appropriation	Adjusted Appropriation	Decrease	Increase
Amount to be appropriated	276 890	313 324		36 434
<i>Of which</i>				
Current payments	241 109	277 543		36 434
Transfers and subsidies	31 774	31 774		
Payments for capital assets	4 007	4 007		
Direct Charge against the Provincial Revenue Fund	27 668	27 668		
Executive authority	Speaker of the Provincial Legislature			
Accounting officer	Secretary of the Provincial Legislature			

Aim of the Department

To create a legislative environment that is responsive to the needs of the people of North West as well as establishing skilled administration that maximizes legislative and oversight efficiency.

Programmes

1. Legislature Operations
2. Members' Salaries
3. Legislature Operations

SUMMARY OF RECEIPTS	
ITEM	R' 000
ROLLOVERS	
OTHER ADDITIONAL FUNDING	36 434
Public Participation and Petitions- Bills	10 000
Salaries for newly established posts	11 000
Policy, Research and Committees	5 000
Training	631
Common Wealth Parliamentary Association	9 803
LESS DEDUCTION	
TOTAL	36 434

Changes to programme purposes, objectives and measures

None

Mid-year performance status

There are no changes to performance indicators and 2014/15 targets as published in the 2014 Estimates of Provincial Revenue and Expenditure. The following table illustrates performance progress in the first six months of the financial year.

2014/15 Adjusted Estimates of Provincial Revenue and Expenditure

Indicators	Programme	Outcome to which it contributes	Annual performance		
As published in the 2014 ENE	Programme linked to the indicators	Outcome the indicators is linked to	Projected for 2014/15 as published in the 2013 ENE	Achieved in the first six months of 2014/15 (April to September)	Changed target for 2014/15
Number of public hearings held	Legislature Operations	Departmental Mandate	12	5	-
Number of policies reviewed	Administration	Departmental Mandate	12	4	-
Number of policies developed	Administration	Departmental Mandate	16	6	-
Number of annual financial statements submitted to Provincial Treasury	Administration	Departmental Mandate	1	1	-
Number of reports produced on coordination and facilitation of the Strategic Planning for the Presiding Officers	Administration	Departmental Mandate	1	0	-
Number of radio interviews organised	Administration	Departmental Mandate	1	1	-
Number of Kgotla magazines prepared	Administration	Departmental Mandate	12	5	-
Number of the reports on the oversight activities submitted for tabling by the Portfolio Committees	Legislature Operations	Departmental Mandate	4	2	-
Number of reports submitted to the Secretary regarding the NCOP outreach programmes	Legislature Operations	Departmental Mandate	4	2	-
Number of reports produced on public participation events organised	Legislature Operations	Departmental Mandate	4	2	-
Number of reports produced on Library activities	Legislature Operations	Departmental Mandate	4	1	-
Number of reports prepared on petitions received	Legislature Operations	Departmental Mandate	4	2	-
Number of reports prepared regarding secretarial support provided to Provincial delegates	Legislature Operations	Departmental Mandate	4	1	-

Details of adjustments to 2014 Estimates of Provincial Revenue and Expenditure:

Departmental summary of 2014 Adjustment Estimates of Provincial Expenditure according to programmes

Programme	Mian Appropriation	2014/15						Adjusted Appropriation	
		Rollovers	Unforeseeable / unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments		Total adjustments appropriation
R thousand									
Administration	116 236					6 631		6 631	122 867
Statutory Payments									
Legislature operations	132 986					29 803		29 803	162 789
Subtotal	249 222					36 434		36 434	285 656
Direct charge against the Provincial Revenue Fund									
	27 668								27 668
Members salaries	27 668								27 668
Total	276 890					36 434		36 434	313 324
Economic Classification									
Current payments	241 109					36 434		36 434	277 543
Compensation of employees	120 588					11 000		11 000	131 588
Goods and services	120 521					25 434		25 434	145 955
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies	31 774								31 774
Provinces and municipalities									
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions	30 896								30 896
Households	878								878
Payments for capital assets	4 007								4 007
Buildings and Other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	2 507								2 507
Transport assets									
Other Machinery and equipment	2 507								2 507
Biological assets									
Software and Other intangible assets	1 500								1 500
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Total	276 890					36 434		36 434	313 324

Programme summary of estimates according to subprogrammes

Programme 1: Administration

2014/15

		2014/15							
	Main Appropriation	Adjustments appropriation						Adjusted Appropriation	
		Rollovers	Unforeseeable /unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments		Total adjustments appropriation
R thousand									
Office of the Speaker	6 989								6 989
Office of the Secretary	6 694			- 1 000				- 1 000	5 694
Financial Management	22 981								22 981
Corporate Services	78 522			1 000		6 631		7 631	86 153
Internal Audit	1 050								1 050
Subtotal	116 236					6 631		6 631	122 867
Direct charge against the Provincial Revenue Fund									
Statutory payment									
Total	116 236					6 631		6 631	122 867
Economic Classification									
Current payments	111 351					6 631		6 631	117 982
Compensation of employees	51 180					6 000		6 000	57 180
Goods and services	60 171					631		631	60 802
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies	878								878
Provinces and municipalities									
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	878								878
Payments for capital assets	4 007								4 007
Buildings and Other fixed structures	2 507								2 507
Buildings									
Other fixed structures	2 507								2 507
Machinery and equipment									
Transport assets									
Other Machinery and equipment									
Biological assets									
Software and Other intangible assets	1 500								1 500
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Total	116 236					6 631		6 631	122 867

Programme summary of estimates according to subprogrammes

Programme 2 : Statutory Payments

Programme 2: Statutory Payments		2014/15						
R thousand	Main Appropriation	Adjustments appropriation						Adjusted Appropriation
		Rollovers	Unforeseeable /unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments	
Members Salaries								
Subtotal								
Direct charge against the Provincial Revenue Fund	27 668							27 668
Members Salaries	27 668							27 668
Total	27 668							27 668
Economic Classification								
Current payments	27 668							27 668
Compensation of employees	27 668							27 668
Goods and services								
Interest and rent on land								
Financial transactions in assets and liabilities								
Transfers and subsidies								
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Public corporations and private enterprises								
Foreign governments and international organisations								
Non-profit institutions								
Households								
Payments for capital assets								
Buildings and Other fixed structures								
Buildings								
Other fixed structures								
Machinery and equipment								
Transport assets								
Other Machinery and equipment								
Biological assets								
Software and Other intangible assets								
Land and subsoil assets								
Heritage assets								
Specialised military assets								
Total	27 668							27 668

Programme summary of estimates according to subprogrammes

Programme 3 : Legislature operations

Programme 3 : Legislature operations		2014/15						
	Main Appropriation	Adjustments appropriation						Adjusted Appropriation
		Rollovers	Unforeseeable /unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments	
R thousand								
Logistics (Members)	45 216							45 216
Exposure to Parliament Activities	2 366							2 366
House Proceedings	3 052							3 052
Committees Services	58 408					10 000	10 000	68 408
NCOOP Liason Services	1 478							1 478
Public Participation	20 206					19 803	19 803	40 009
Library, Research, & Information Services	2 260							2 260
Subtotal	132 986					29 803	29 803	162 789
Direct charge against the Provincial Revenue Fund								
Statutory payment								
Total	132 986					29 803	29 803	162 789
Economic Classification	102 090					29 803	29 803	131 893
Current payments	102 090					29 803	29 803	131 893
Compensation of employees	41 740					5 000	5 000	46 740
Goods and services	60 350					24 803	24 803	85 153
Interest and rent on land								
Financial transactions in assets and liabilities								
Transfers and subsidies	30 896							30 896
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Public corporations and private enterprises								
Foreign governments and international organisations								
Non-profit institutions	30 896							30 896
Households								
Payments for capital assets								
Buildings and Other fixed structures								
Buildings								
Other fixed structures								
Machinery and equipment								
Transport assets								
Other Machinery and equipment								
Biological assets								
Software and Other intangible assets								
Land and subsoil assets								
Heritage assets								
Specialised military assets								
Total	132 986					29 803	29 803	162 789

Roll-overs

None

Declared Unspent Funds

The North West Provincial Legislature is not required to return unspent funds to the Provincial Revenue Fund. All unspent funds from previous years will therefore be held as Retained Funds in terms of section 22(1) of the Public Finance Management Act, 1999.

An amount of R36 million, declared as unspent by the North West Provincial Legislature from previous years, was allocated back to the NWPL as follows:

- Public Participation and Petitions- Bills - R10 million
- Salaries for newly established posts - R11 million
- Policy, Research and Committees - R5 million
- Training - R631 000
- Common Wealth Parliamentary Association - R9.803 million

Unforeseeable and unavoidable expenditure (per programme)

None

Virements and shifts

Virements and shifts Table

Programmes					
1. Programme Administration					
From Administration			To Administration		
Programme by Economic Classification: Goods and Services	Motivation	R thousand	Programme by Economic Classification: Goods and Services	Motivation	R thousand
Programme 1: Administration		(1 000)	Programme 1: Administration		1 000
Office of the Secretary	Media and Communication unit moved from Office of the Secretary to Corporate Services	(1 000)	Corporate Services	Media and Communication Unit moved from Office of the Secretary to Corporate Services	1 000
Total		(1 000)			1 000

At the beginning of the financial year the management of the North West Provincial Legislature decided to move the Media and Communication unit from Office of the Secretary where it was located, to Corporate Services as part of the restructuring process. This action resulted in a transfer of R1 million from Office of the Secretary to Corporate Services.

Funds shifted between votes following a transfer of a function

None

Expenditure already announced in the main Budget Speech of the MEC for Finance but not allocated at that stage

None

Funds shifted within a vote following a function shift

None

Other adjustments

None

Appropriation of expenditure earmarked in the 2014 Budget speech for future allocation

None

Adjustments due to significant and unforeseeable economic and financial events

None

Use of funds in emergency situations in terms of section 25 of the PFMA

None

Self-financing expenditure

None

Gifts, donations and sponsorships- R 774 000

The NWPL hosted an Association for Public Accounts Committees Conference (APAC) in Sun City from the 21st to the 25th of October 2014. Sponsorship was requested from different stakeholders of which the following was granted:

Organisation	Items Provided	R' 000	Comments
ABSA Corporate Affairs Rustenburg	<ul style="list-style-type: none"> 600 Conference Bags 600 Pens 	R33	Items received direct from the sponsor
Avalanche Water Supply	<ul style="list-style-type: none"> 3200 Water Bottles(500 ml) 	R10.200	Conditional Water received
Premier NWPG	<ul style="list-style-type: none"> Opening GALA dinner Farewell BOMA braai 	R578.785	Awaiting transfer
NW Parks and Tourism Board CEO	<ul style="list-style-type: none"> Bush braai/Dinner 	R80	Money received
Moses Kotane Municipality	<ul style="list-style-type: none"> Break away conference venues 	R72	Awaiting payment

Direct charges against the Provincial Revenue Fund

None

Additional allocations (per programme)

None

Amounts surrendered (per programme)

None

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

Programme	2013/14					2014/15			
	Audited outcome					Preliminary expenditure			
	Adjusted appropriation	Apr 13-Sep 13		Apr 13-Mar 14		Adjusted appropriation	Adjusted appropriation/ total (%)	Apr 14-Sep 14	
		Apr 13 Sep 13	% of Adjusted appropriation	Apr 13 Mar 14	% of Adjusted appropriation			Apr 14 Sep 14	% of Adjusted appropriation
R thousand									
Administration	97 792	40 389	41.3%	88 232	90.2%	122 867	39%	45 753	37.2%
Statutory Payments									
Legislature operations	123 124	39 292	31.9%	97 660	79.3%	162 789	52%	45 801	28.1%
Subtotal	220 916	79 681	36.1%	185 892	84.1%	285 656	91%	91 554	32.1%
Direct charge against the Provincial Revenue Fund	26 226	11 097	42.3%	24 816	94.6%	27 668	9%	13 453	48.6%
Members salaries	26 226	11 097	42.3%	24 816	94.6%	27 668	9%	13 453	48.6%
Total	247 142	90 778	36.7%	210 708	85.3%	313 324	100%	105 007	33.5%
Economic classification									
Current payments	205 502	73 023	35.5%	176 946	86.1%	277 543	89%	90 775	32.7%
Compensation of employees	102 547	46 158	45.0%	96 025	93.6%	131 588	42%	57 767	43.9%
Goods and services	102 955	26 865	26.1%	80 907	78.6%	145 955	47%	33 008	22.6%
Interest and rent on land				14					
Financial transactions in assets and liabilities									
Transfers and subsidies	34 735	12 728	36.6%	30 797	88.7%	31 774	10%	12 807	40.3%
Provinces and municipalities	33 896	12 728	37.6%	30 797	90.9%	30 896	10%	12 516	40.5%
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Nonprofit institutions									
Households	839					878	0%	291	33.1%
Payments for capital assets	6 905	5 027	72.8%	2 965	42.9%	4 007	1%	1 425	35.6%
Buildings and Other fixed structures									
Machinery and equipment	1 905	2 967	155.7%	2 965	155.6%	2 507	1%	1 425	56.8%
Biological assets									
Software and Other intangible assets	5 000	2 060	41.2%			1 500	0%		
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Total	247 142	90 778	36.7%	210 708	85.3%	313 324	100%	105 007	33.5%

Main expenditure trends for the first half of 2014/15

Programme 1: Administration

In the first half of 2013/14 financial year, Programme Administration spent 41.3 per cent of its budget compared to 37.2 per cent in the same period in the 2014/15 financial year. In the second half of the year, the above mentioned programme spent 48.9 per cent compared to the projected 62.8 per cent of the same period in the 2014/15 financial year. The projected increase is due to an anticipated increase in compensation of employees for newly established posts, training, and purchase of tools of trade for those posts as well as for Honourable Members.

Programme 3: Legislature Operations

In the first half of 2013/14 financial year, Programme Legislature Operations spent 31.9 per cent of its budget compared to 28.1 per cent in the same period in the 2014/15 financial year. In the second half of the year, the above mentioned programme spent 47.4 per cent compared to the projected 71.9 per cent of the same period in the 2014/15 financial year. The projected increase is due to an anticipated increase in compensation of employees for newly established posts; the expenditure for Commonwealth Parliamentary Association (CPA); Association for Public Accounts Committees (APAC) conference; two international events which were recently hosted by the NWPL as well as the forthcoming Opening of Parliament and public hearings that are going to be held in the early part of 2015.

Current Payments

Current payments has currently spent 32.7 per cent in the first half of the current financial year, it is anticipated that the expenditure is going to rise to 67.3 per cent in the second half of the year because of an increase in compensation of employees when newly established posts are filled, the payment of the CPA and APAC conferences, and also a number of Public Hearings that are going to held in the early part of next year.

Transfers and subsidies

Transfers and Subsidies are currently at 40.3 per cent in the first half of the financial year. It is anticipated that the expenditure will increase to 59.7 per cent in the second half of the financial year because of the balance of Research, Secretarial and Constituency that will be paid to various political parties before the end of the 2014/15 financial year.

Payments for capital assets

Payments to capital assets is currently at 35.6 per cent. It is anticipated that this economic classification will increase to 64.4 per cent because of furniture and tools of trade that will be bought for occupants of newly established posts.

Departmental receipts

None

Changes to transfers and subsidies

None

Summary of changes to conditional grants:

None