

VOTE 11

**DEPARTMENT OF
PUBLIC WORKS AND ROADS**

DEPARTMENT OF PUBLIC WORKS AND ROADS

Adjusted budget summary

R thousand	2014/15			
	Main Appropriation	Adjusted Appropriation	Decrease	Increase
Amount to be appropriated	2 801 009	3 039 911		238 902
Of which				
Current payments	1 700 482	1 807 279		
Transfers and subsidies	158 493	340 993		
Payments for capital assets	942 034	891 639		
Direct Charge against the Provincial Revenue Fund				
Executive authority	MEC for Public Works and Roads			
Accounting officer	Deputy Director General of the Department of Public Works and Roads			

Aim of the Department

To provide for the management of provincial land, building and roads infrastructure through sustained investment.

Programme

1. Administration
2. Public Works Infrastructure
3. Transport Infrastructure
4. Community Based Programme

SUMMARY OF RECEIPTS

ITEM	R' 000
ROLLOVERS	11 105
Upgrading of key roads Matooster to Ruighoek	4 100
Provincial road Maintenance Grant	7 005
OTHER ADDITIONAL FUNDING	234 800
Labour Intensive projects	52 800
Rates and taxes	80 000
Establishment of Cooperatives	102 000
LESS DEDUCTION	- 7 003
Approved budget cuts	- 7 003
TOTAL	238 902

Changes to programme purpose, objectives and measures

None

Mid -Year Performance Status as public

Indicators	Programme	Outcome to which it contributes	Annual performance		
			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
As published in the 2014 ENE	Programme linked to the indicators	Outcome the indicators is linked to			
Number of projects completed within the contract period	Public Works Infrastructure	Outcome 6: An efficient, competitive and responsive infrastructure network	10	1	
Number of square meters of blacktop patching on surfaced roads	Transport Infrastructure	Outcome 6: An efficient, competitive and responsive infrastructure network	74396	8706	
Number of km roads bladed	Transport Infrastructure	Outcome 6: An efficient, competitive and responsive infrastructure network	53673	1761.2	
Number of km of surfaced roads assessed (VCIs completed as per TM)	Transport Infrastructure	Outcome 6: An efficient, competitive and responsive infrastructure network	5083 km	none	
Number of km gravel roads assessed (VCIs completed as per TM)	Transport Infrastructure	Outcome 6: An efficient, competitive and responsive infrastructure network	14700 km	none	
Number of beneficiaries on related skills programme, learners	Community Based Programme	Outcome 5: A skilled and capable workforce to support an inclusive growth path	2000	568	
Number of contractors developed	Community Based Programme	Outcome 5: A skilled and capable workforce to support an inclusive growth path	120	65	
Number of work opportunities created provincially	Community Based Programme	Outcome 5: A skilled and capable workforce to support an inclusive growth path	40154	32784	

Adjusted Estimates of Provincial Expenditure 2014 according to programmes

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

Programme	2014/15							Adjusted Appropriation
	Main Appropriation	Adjustments appropriation					Total adjustments appropriation	
R thousand		Rollovers	Unforeseeable / unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments	
Administration	210 434			- 15 000			- 5 757	189 677
Public Works Infrastructure	975 084			- 26 754			78 754	1 027 084
Transport Infrastructure	1 200 396	11 105		41 754				1 253 255
Community Based Programme	415 095						154 800	569 895
Subtotal	2 801 009	11 105					227 797	3 039 911
Direct charge against the Provincial Revenue Fund								
Total	2 801 009	11 105					227 797	3 039 911
Economic Classification								
Current payments	1 700 482			61 000			45 797	1 807 279
Compensation of employees	736 106			- 32 254			- 2 246	701 606
Goods and services	964 376			93 254			48 043	1 105 673
Interest and rent on land								
Financial transactions in assets and liabilities								
Transfers and subsidies	158 493			500			182 000	340 993
Provinces and municipalities	146 991						80 000	226 991
Departmental agencies and accounts								
Universities and technikons								
Public corporations and private enterprises							102 000	102 000
Foreign governments and international								
Non-profit institutions								
Households	11 502			500				12 002
Payments for capital assets	942 034	11 105		- 61 500			- 50 395	891 639
Buildings and Other fixed structures	902 136	11 105		- 45 000			- 33 895	868 241
Buildings	212 171			- 45 000			- 45 000	167 171
Other fixed structures	689 965	11 105					11 105	701 070
Machinery and equipment	39 898			- 16 500			- 16 500	23 398
Transport assets	33 468			- 18 000			- 18 000	15 468
Other Machinery and equipment	6 430			1 500			1 500	7 930
Biological assets								
Software and Other intangible assets								
Land and subsoil assets								
Heritage assets								
Specialised military assets								
Total	2 801 009	11 105					227 797	3 039 911

Programme summary of estimates according to subprogrammes

Programme 1: Administration		2014/15							
R thousand	Main Appropriati	Adjustments appropriation						Adjusted Appropriation	
		Rollovers	Unforeseeable /unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments		Total adjustments appropriation
Office of the MEC	9 227						- 1 000	- 1 000	8 227
Office of the HoD	24 079			- 15 000			- 1 000	- 16 000	8 079
Corporate Support	172 871						- 3 757	- 3 757	169 114
Departmental Strategy	4 257								4 257
Subtotal	210 434			- 15 000			- 5 757	- 20 757	189 677
Direct charge against the Provincial Revenue Fund									
Statutory payment									
Total	210 434			- 15 000			- 5 757	- 20 757	189 677
Economic Classification									
Current payments	203 321			- 15 500			- 5 757	- 21 257	182 064
Compensation of employees	107 849			- 500			- 1 000	- 1 500	106 349
Goods and services	95 472			- 15 000			- 4 757	- 19 757	75 715
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies	3 535			500				500	4 035
Provinces and municipalities									
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	3 535			500				500	4 035
Payments for capital assets	3 578								3 578
Buildings and Other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	3 578								3 578
Transport assets									
Other Machinery and equipment	3 578								3 578
Biological assets									
Software and Other intangible assets									
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Total	210 434			-15 000			-5 757	-20 757	189 677

Programme summary of estimates according to subprogrammes

Programme 2 : Public Works Infrastructure		2014/15							
R thousand	Main Appropriation	Adjustments appropriation						Adjusted Appropriation	
		Rollovers	Unforeseeable /unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments		Total adjustments appropriation
Programme Support	8 905			- 828			- 1 246	- 2 074	6 831
Planning	7 116								7 116
Design	15 722								15 722
Construction	284 492			- 29 200				- 29 200	255 292
Maintenance	371 518			- 12 200				- 12 200	359 318
Immovable Asset Management	13 092			15 000				15 000	28 092
Facility Management	274 239			474			80 000	80 474	354 713
Subtotal	975 084			- 26 754			78 754	52 000	1 027 084
Direct charge against the Provincial Revenue Fund									
Statutory payment									
Total	975 084			- 26 754			78 754	52 000	1 027 084
Economic Classification									
Current payments	611 442			16 746			- 1 246	15 500	626 942
Compensation of employees	344 691			- 16 754			- 1 246	- 18 000	326 691
Goods and services	266 751			33 500				33 500	300 251
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies	150 221						80 000	80 000	230 221
Provinces and municipalities	146 991						80 000	80 000	226 991
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	3 230								3 230
Payments for capital assets	213 421			- 43 500				- 43 500	169 921
Buildings and Other fixed structures	212 171			- 45 000				- 45 000	167 171
Buildings	212 171			- 45 000				- 45 000	167 171
Other fixed structures									
Machinery and equipment	1 250			1 500				1 500	2 750
Transport assets									
Other Machinery and equipment	1 250			1 500				1 500	2 750
Biological assets									
Software and Other intangible assets									
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Total	975 084			-26 754			78 754	52 000	1 027 084

Programme summary of estimates according to subprogrammes

Programme 3 : Transport Infrastructure		2014/15							
R thousand	Main Appropriation	Adjustments appropriation						Adjusted Appropriation	
		Rollovers	Unforeseeable /unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments		Total adjustments appropriation
Programme Support: Roads	23 502			- 8 000				- 8 000	15 502
Infrastructure Planning: Roads	39 295			- 18 000				- 18 000	21 295
Infrastructure Design: Roads	12 389								12 389
Construction: Roads	649 913	11 105						11 105	661 018
Maintenance: Roads	475 297			67 754				67 754	543 051
Subtotal	1 200 396			41 754				52 859	1 253 255
Direct charge against the Provincial Revenue Fund									
Statutory payment									
Total	1 200 396			41 754				52 859	1 253 255
Economic Classification	510 711			59 754				59 754	570 465
Current payments	510 711			59 754				59 754	570 465
Compensation of employees	277 956			- 15 000				- 15 000	262 956
Goods and services	232 755			74 754				74 754	307 509
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies	4 702								4 702
Provinces and municipalities									
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international									
Non-profit institutions									
Households	4 702								4 702
Payments for capital assets	684 983	11 105		- 18 000				- 6 895	678 088
Buildings and Other fixed structures	649 913	11 105						11 105	661 018
Buildings									
Other fixed structures	649 913	11 105						11 105	661 018
Machinery and equipment	35 070			- 18 000				- 18 000	17 070
Transport assets	33 468			- 18 000				- 18 000	15 468
Other Machinery and equipment	1 602								1 602
Biological assets									
Software and Other intangible assets									
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Total	1 200 396	11 105		41 754				52 859	1 253 255

Programme summary of estimates according to subprogrammes

Programme 4 : Community Based Programme		2014/15						
R thousand	Main Appropriation	Adjustments appropriation						Adjusted Appropriation
		Rollovers	Unforeseeable /unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation
Programme Support	6 135							6 135
Community Development	403 250						154 800	558 050
Innovation and Empow erment	5 200							5 200
EPWP Coordination and Monitoring	510							510
Subtotal	415 095						154 800	569 895
Direct charge against the Provincial Revenue Fund								
Statutory payment								
Total	415 095						154 800	569 895
Economic Classification								
Current payments	375 008						52 800	427 808
Compensation of employees	5 610							5 610
Goods and services	369 398						52 800	422 198
Interest and rent on land								
Financial transactions in assets and liabilities								
Transfers and subsidies	35						102 000	102 035
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Public corporations and private enterprises							102 000	102 000
Foreign governments and international								
Non-profit institutions								
Households	35							35
Payments for capital assets	40 052							40 052
Buildings and Other fixed structures	40 052							40 052
Buildings								
Other fixed structures	40 052							40 052
Machinery and equipment								
Transport assets								
Other Machinery and equipment								
Biological assets								
Softw are and Other intangible assets								
Land and subsoil assets								
Heritage assets								
Specialised military assets								
Total	415 095						154 800	569 895

Roll-overs - R 4.1 million and R7 million

An amount of R 4.1 million was approved to pay the invoice for the rehabilitation of road P54/1 from Matooster to Ruighoek, the budget was part of upgrading of key roads under equitable share. Furthermore, based on the evidence that was submitted, the department received R7 million on the Provincial Road Maintenance Grant. This amount relates to projects that were completed and invoices were submitted late. Furthermore, the contract for delivery and supply of road materials was only approved on the 05th September 2013.

Unforeseeable and unavoidable expenditure

None

Declared Unspent funds

An amount of R 7 million was reduced from the current financial year's budget allocation as part of EXCO resolution to fund EPWP - Labour Intensive programme.

- Administration R5.757 million
- Public Works infrastructure R1.246 million

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

None

Self – financing expenditure

None

Funds shifted between votes following transfer of function

None

Funds shifted within a vote to follow function shift within the same vote

None

Gifts, donations and sponsorships

None

Virements and shifts Table

Virements and shifts Table					
Programmes					
Public Works Infrastructure					
Transport Infrastructure					
Community Based Programme					
From			To		
Programme by Economic Classification	Motivation	R thousand	Programme by Economic Classification	Motivation	R thousand
Programme 1: Administration		(15,900)	Programme 1: Administration		15,900
Compensation of employees	Savings from Corporate Support	(500)	Transfers and Subsidies	Projected pressure on household	500
Goods and Services	Savings on asset below the capital threshold	(400)	Goods and Services	Procurement of domestic furniture Lowe residents	400
Goods and Services	reclassification of allocations for electronic asset management	(15,000)	Programme 2 : Public Works Infrastructure		15,000
			Goods and Services	reclassification of allocations for electronic asset management	15,000
Shift within the programme as a percentage of the programme budget		-0.43%			0.43%
Virements of othe programme as a percentage of the programme budget		-7.13%			1.54%
Programme 2: Public Works Infrastructure		(63,717)	Programme 2: Public Works Infrastructure		63,717
Goods and Services	Savings identified on programme support	(50)	Machinery and Equipment	Procurement of computer to replace the non functioning computers	50
Goods and Services	Savings identified on non core items Immovable Assets Management	(150)	Immovable Assets Management	Procurement of computer to replace the non functioning computers	150
Goods and Services	Identified savings on facility operations on non core items	(1,300)	Facility Operations	Procurement of aircondition and computers for appointments and old computers	1,300
Building and other fixed structure	Identified savings from the poor performing projects	(20,000)	Construction	Payments of maintenance materials and supplies	20,000
Compensation of employees	Savings identified from Programme Support	(743)	Programme 3: Transport Infrastructure		41,743
Compensation of employees	Identified savings from Constructions	(4,000)	Maintenance	Projected overspending on road maintenance	41,743
Building and Other fixed structures	Underspending of the war on poverty projects from Construction	(25,000)			
Compensation of employees	Overallocation of compensation of employees	(12,000)			
Shift within the programme as a percentage of the programme budget		-2.2%			2.2%
Virements of othe programme as a percentage of the programme budget		-4.3%			3.5%
Programme 3: Transport Infrastructure		(33,000)	Programme 3: Transport Infrastructure		33,000
Compensation of employees	Identified savings from programme support	(8,000)	Maintenance	Augment funding for maintenance	33,000
Compensation of employees	Identified savings from maintenance	(7,000)			
Machinery and equipments	Delay in the appointment and payment of service providers to deliver road construction plant from planning	(18,000)			
Shift within the programme as a percentage of the programme budget		-2.75%			2.75%
Virements of othe programme as a percentage of the programme budget		0.00%			0.00%

Administration

An amount of R15 million was transferred to Public Works Infrastructure for electronic asset management system for immovable assets. Shifting of funds from asset below the capitalization threshold is for the procurement of domestic equipment above R5 000 for MPL.

Public Works Infrastructure

Identified savings of R41.743 million from Public Works Infrastructure was transferred to Transport Infrastructure for road maintenance backlogs. Furthermore an amount of R20 million was transferred from slow performing projects to payment of building maintenance materials and supplies.

Transport Infrastructure

Savings of R33 million identified was transferred to sub-programme Road Maintenance for the road maintenance backlogs and procurement of materials and supplies.

Other Adjustments

Programme 2: Public Works Infrastructure: R80 million

The Department received the additional allocation of R 80 million to address the pressure that resulted from outstanding bills submitted by municipalities. The updated billing system enabled municipality to update the bills and correctly invoice all the amounts relating to previous years.

Programme 4: Community Based Programme

The programme is allocated an additional R102 million for the establishment of Cooperatives which must be done in consultation with the Office of Premier and the Department of Finance. Furthermore, an amount of R52.8 million is provided to sustain the EPWP - Labour intensive programme until end of January 2015.

Amounts surrendered

None

Expenditure for 2013/14 and Expenditure for 2014/15

Programme		2013/14				2014/15			
		Audited outcome				Preliminary expenditure			
R thousand	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
Administration	174 359	84 221	48.3%	166 524	95.5%	210 434	189 677	85 670	45.2%
Public Works Infrastructure	798 959	402 761	50.4%	813 533	101.8%	975 084	1 027 084	430 970	42.0%
Transport Infrastructure	1 523 882	536 925	35.2%	1 498 924	98.4%	1 200 396	1 253 255	855 485	68.3%
Community Based Programme	179 750	39 236	21.8%	175 589	97.7%	415 095	569 895	308 487	54.1%
Subtotal	2 676 950	1 063 143	39.7%	2 654 570	99.2%	2 801 009	3 039 911	1 680 612	55%
Direct charge against the Provincial Revenue Fund									
Total	2 676 950	1 063 143	39.7%	2 654 570	99.2%	2 801 009	3 039 911	1 680 612	55%
Economic classification									
Current payments	1 407 877	596 063	42.3%	1 373 488	97.6%	1 700 482	1 807 279	968 783	53.6%
Compensation of employees	646 940	310 686	48.0%	628 790	97.2%	736 106	701 606	326 114	46.5%
Goods and services	760 937	285 377	37.5%	744 698	97.9%	964 376	1 105 673	642 669	58.1%
Interest and rent on land									
Financial transactions in assets and liabilities									
Transfers and subsidies	188 302	119 599	100.8%	185 140	98.3%	158 493	340 993	136 943	
Provinces and municipalities	179 309	116 372	64.9%	179 099	99.9%	146 991	226 991	132 047	58.2%
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises							102 000		
Foreign governments and international organisations									
Nonprofit institutions									
Households	8 993	3 227	35.9%	6 041	67.2%	11 502	12002	4 896	40.8%
Payments for capital assets	1 079 889	347 481	32.2%	1 095 087	101.4%	942 034	891 639	574 886	64.5%
Buildings and Other fixed structures	1 036 999	346 087	33.4%	1 053 384	101.6%	902 136	868 241	564 392	65.0%
Machinery and equipment	42 890	1 394	3.3%	41 703	97.2%	39 898	23 398	10 494	44.8%
Biological assets									
Software and Other intangible assets									
Land and subsoil assets									
Heritage assets									
Specialised military assets									
Total	2 676 068	1 063 143	39.7%	2 653 715	99.2%	2 801 009	3 039 911	1 680 612	55%

Programme 1: Administration

The second quarter spending level is at 45.2 per cent, 5 percent points which is below the expected expenditure percentage. This is due to the number of vacant positions not yet filled as a result of NIA screening and confirmation of qualification by SAQA. Furthermore, expenditure is anticipated to accelerate in January when the tuition bursary holders will be paid.

Programme 2: Public Works Infrastructure

Most of the projects are still at the planning and design stages and thus contribute largely to the low spending of 42 per cent. In essence to the latter challenge, the department still experiences challenges i.t.o recruiting and retaining technical capacity. The posts for electrical, structural and civil engineering were re-advertised and some of the requirements and duties had to be slightly relaxed to attract a larger pool of applications. Although the programme continues to underspend, there is projected overspending on payment of property rates and taxes as a result of invoices relating to the previous years.

Programme 3: Transport Infrastructure

The programme reported 68.3 per cent spending at the end of second quarter. The over spending is a result of defraying 2013/14 accruals in respect of reseal and fog-spray projects. This has exerted pressure on the district maintenance budget, thus requiring a rigorous review of the departmental baseline in order to secure funds for procurement of diesel and road maintenance materials and supplies for routine maintenance.

Programme 5: Community Based Programme

The second quarter percentage spending of the programme is 54.1 per cent. The programme experienced pressure on goods and services as a result of payments relating to emerging contractor development and EPWP beneficiaries stipend. The circumstantial situation led to a need for additional allocation to relieve pressure on the programme.

Expenditure per Economic Classification

Compensation of employees

The department has spent 46.5 percent, which is below the spending threshold of 50 per cent. This slow spending is evident in all programmes. Delay in NIA screening process and the shortage in the engineering field contributed to slow spending. In comparison to the 2013/14, the spending level for 2014/15 reflects a regression of 1.5 percentage points.

Goods and Services

This economic classification reported 58.1 per cent spending as at second quarter. The pressure under this area of spending is been exerted by appointment of EPWP beneficiaries, emerging contractor development and the road maintenance projects. The department sees almost double the spending when compared to the previous financial year's spending. The

situation summons a review of the baseline in order to redirect funding from non-spending items.

Transfer and Subsidies

This economic classification experiences pressure as a result of the updated billing system that is currently being implemented by municipalities. This system allowed municipalities to review and invoice all previous debts on property rates and taxes. An additional allocation of R80 million allocated through the adjustment budget is anticipated to ease pressure on department budget of R146 million. The additional funding will result in the department reporting spending at 58.2 per cent.

Payments for capital assets

The department is overspending at 64.5 per cent and this is resultant from roads projects with accelerated spending trends. The department is under spending on building infrastructure and as result of these slow spending; projects that are not yet at construction stage were identified and deferred so as to relieve pressure on roads constructions. In totality, most projects will be delayed due to the budget pressures.

Departmental receipts

Departmental Receipts										
R thousand	2013/14 Audited outcome					2014/15 Actual Receipts				
	Adjusted appropriati	Apr 13-Sep 13		Apr 13-Mar 14		Budget estimate	Adjusted estimate	Adjusted receipts estimate/ 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
Departmental receipts	219 844	82 861	37.7%	184 387	83.9%	54 050	54 050	100%	108 036	200%
Tax receipts										
Sales of goods and services Other than capital assets	202 416	81 756	40.4%	180 394	89.1%	48 350	48 350	89%	105 713	219%
Transfers received										
Fines, penalties and forfeits										
Interests, dividends and rend on land	3 528	23	0.7%	29	0.8%				10	
Sales and capital assets and liabilities	6 400			179	2.8%	1 500	1 500	3%	731	49%
Financial transactions in assets and liabilities	7 500	1 082	14.4%	3 785	50.5%	4 200	4 200	8%	1 582	38%
Extraordinary receipts										
Subtotal	219 844	82 861	37.7%	184 387	83.9%	54 050	54 050	100%	108 036	200%

Main departmental trends for the second quarter of 2014/15

Sales of goods and services other than capital: The departmental revenue targets were reduced after reconfiguration, were the bulk of revenue targets were transferred to Department of Community Safety and Transport Management. The revenue collection target was reduced from R216.4 million to R 48.3.

Interest, dividends and rent on land: The revenue target for this classification was transferred to Department of Community Safety and Transport Management.

Other capital assets:

The revenue collection target has been reduced from R5.7 million to R1.5 million, this reduction follows transfer of function emanating from reconfigurations and only R731 000 was collected to date compared to nil by the end of September 2013.

Summary of changes to conditional grant

Table 2.5 Summary of changes to transfer and subsidies per programme

2014/15									
R thousand	Main Appropriation	Adjustments appropriation						Adjusted Appropriation	
		Rollover	unforeseeable / unavoidable	Virements and Shifts	Function Shifts	Declared unspent funds	Other adjustments		Total adjustments appropriation
	695 643	7 005						7 005	702 648
Expanded Public Works Programme Incentive for Provinces	690 005	7 005						7 005	697 010
Provincial Road Maintenance Grant	5 638								5 638
Total transfers subsidies	695 643	7 005						7 005	702 648

Provincial Road Maintenance Grant (PRMG)

A roll-over amount of R7 million was received by the department on the PRMG. This unspent amount was due to late completion of projects and submission of invoices for the work done. Furthermore, the late appointment of term contract for delivery of and supply of road materials was only approved on the 05th September 2013.