

# Vote 01

## Office of the Premier

### Adjusted budget summary

**Table 1: Summary of adjustments to departmental allocation**

R' 000	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>585 519</b>	<b>527 619</b>	<b>(82 675)</b>	<b>24 775</b>
<i>of which:</i>				
Current payments	426 806	449 081	-	22 275
Transfers and subsidies	151 411	68 736	(82 675)	-
Payments for capital assets	7 302	9 802	-	2 500
Payments for financial assets	-	-	-	-
<b>Direct charge against the Provincial Revenue Fund</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Executive authority	Honourable Premier			
Accounting officer	The Director General			
Website address	<a href="http://www.ecprov.gov.za">www.ecprov.gov.za</a>			

### Vision

Leading development with excellence and integrity.

### Mission

Lead and coordinate the provincial administration in inclusive, transparent, accountable governance and evidence-based decision-making for integrated policy formulation, planning, monitoring, reporting, evaluation and review of government programmes towards the achievement of efficient and effective service delivery that supports integrated socio-economic transformation aligned to constitutional and legislative prescripts.

### Changes to programme names, purposes, objectives and measures

None.

### Changes to indicators and targets published in the 2016 EPRE

None.

## **Mid-year performance status**

The department managed to achieve the targeted three departments utilising the centralised human resource recruitment mainly focusing on master-list. These include Office of the Premier (OTP), Department of Rural Development and Agrarian Reform, and Department of Roads and Public Works. Furthermore, OTP managed to strengthen the centralised function through the Provincial Coordination and Monitoring Team (mainly made up of OTP, Provincial Treasury and other relevant stakeholders) with the intent to curb the fast growing pace on Provincial High Wage Bill. Accordingly, a total of 3 471 was approved against 4 033 posts presented by all departments.

With respect to the facilitation of Provincial infrastructure coordination platform target, the department achieved its target by coordinating infrastructure committee teams responsible for ensuring recovery plans for those departments that are experiencing slow delivery is improved. Furthermore, the electrification coordination team was also coordinated.

The department provided guidance and support to Cooperative Governance and Traditional Affairs on all four targeted new municipalities post the amalgamation process of municipalities i.e. Dr Beyers Naude, Walter Sisulu Enoch Mgijima and Raymond Mhlaba municipalities, mainly focusing on the finalization of all Human Resource (HR) matters. Human Resource policies and development of transitional functional organograms for all four amalgamating municipalities also were consolidated.

In enhancing the level of Information Communication Technology (ICT) connectivity in the province, the department is focusing on rolling out the provincial broadband for all government institutions as opposed to two departments initially targeted. To this end, the Position Paper for the roll out of the broadband has been approved, and the department is currently in the process of establishing the Project Management Office (PMO) for the project and the structure has been approved.

## Adjusted Estimates of Departmental Expenditure 2016

Table 2: Summary of the departmental expenditure

Programmes	2016/17						Total additional appropriation	Adjusted appropriation
	Main appropriation	Adjustments appropriation				Other adjustments		
		Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds			
<b>R' 000</b>								
Administration	312 026	-	1 900	(740)	(90 800)	10 000	(79 640)	232 386
Planning, Policy Co-ordination, Monitoring and Evaluation	133 729	-	-	(175)	-	-	(175)	133 554
Institutional Development and Organisational Support	139 764	-	-	915	-	21 000	21 915	161 679
<b>Total</b>	<b>585 519</b>	<b>-</b>	<b>1 900</b>	<b>-</b>	<b>(90 800)</b>	<b>31 000</b>	<b>(57 900)</b>	<b>527 619</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>426 806</b>	<b>-</b>	<b>1 900</b>	<b>(10 625)</b>	<b>-</b>	<b>31 000</b>	<b>22 275</b>	<b>449 081</b>
Compensation of employees	268 991	-	-	(12 325)	-	-	(12 325)	256 666
Goods and services	157 815	-	1 900	1 700	-	31 000	34 600	192 415
Administrative fees	120	-	-	310	-	-	310	430
Advertising	6 888	-	-	4 121	-	-	4 121	11 009
Minor Assets	105	-	-	-	-	-	-	105
Audit cost: External	3 691	-	-	-	-	-	-	3 691
Bursaries: Employees	368	-	-	(300)	-	-	(300)	68
Catering: Departmental activities	3 456	-	1 597	(397)	-	-	1 200	4 656
Communication (G&S)	4 027	-	-	491	-	-	491	4 518
Computer services	52 654	-	-	8 200	-	21 000	29 200	81 854
Consultants and professional services: Business and advisory services	48 744	-	-	(15 430)	-	10 000	(5 430)	43 314
Legal costs	950	-	-	1 000	-	-	1 000	1 950
Contractors	3 488	-	-	2 998	-	-	2 998	6 486
Agency and support / outsourced services	2 800	-	-	(230)	-	-	(230)	2 570
Fleet services (including government motor transport)	1 500	-	-	-	-	-	-	1 500
Consumable supplies	642	-	-	(142)	-	-	(142)	500
Consumable: Stationery, printing and office supplies	2 824	-	-	(73)	-	-	(73)	2 751
Operating leases	350	-	-	-	-	-	-	350
Property payments	633	-	-	(200)	-	-	(200)	433
Transport provided: Departmental activity	1 811	-	-	(465)	-	-	(465)	1 346
Travel and subsistence	15 220	-	-	2 530	-	-	2 530	17 750
Training and development	2 938	-	-	-	-	-	-	2 938
Operating payments	1 046	-	-	(510)	-	-	(510)	536
Venues and facilities	3 560	-	303	(203)	-	-	100	3 660
Rental and hiring	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>151 411</b>	<b>-</b>	<b>-</b>	<b>8 125</b>	<b>(90 800)</b>	<b>-</b>	<b>(82 675)</b>	<b>68 736</b>
Local government	-	-	-	-	-	-	-	-
Departmental agencies and accounts	37 011	-	-	-	-	-	-	37 011
Public corporations and private enterprises	90 800	-	-	6 800	(90 800)	-	(84 000)	6 800
Foreign govt. and international organisations	-	-	-	-	-	-	-	-
Higher education institutions	20 100	-	-	-	-	-	-	20 100
Non-profit institutions	-	-	-	-	-	-	-	-
Households	3 500	-	-	1 325	-	-	1 325	4 825
<b>Payments for capital assets</b>	<b>7 302</b>	<b>-</b>	<b>-</b>	<b>2 500</b>	<b>-</b>	<b>-</b>	<b>2 500</b>	<b>9 802</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	6 502	-	-	2 500	-	-	2 500	9 002
Heritage sites	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	800	-	-	-	-	-	-	800
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>585 519</b>	<b>-</b>	<b>1 900</b>	<b>-</b>	<b>(90 800)</b>	<b>31 000</b>	<b>(57 900)</b>	<b>527 619</b>
<b>Amount to be devoted</b>							<b>(57 900)</b>	

# Programmes

## Programme 1: Administration

Programmes	2016/17						Total additional appropriation	Adjusted appropriation
	Main appropriation	Adjustments appropriation				Other adjustments		
		Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds			
<b>R' 000</b>								
Premier's Office	15 147	-	-	400	-	-	400	15 547
Office of the Director General	143 993	-	1 900	(11 630)	(90 800)	10 000	(90 530)	53 463
Office of the Chief Operations Officer	37 100	-	-	(1 550)	-	-	(1 550)	35 550
Corporate Services	61 790	-	-	5 479	-	-	5 479	67 269
Financial Management	35 818	-	-	7 138	-	-	7 138	42 956
Internal Audit	5 581	-	-	(1 179)	-	-	(1 179)	5 402
Enterprise Wide Risk	2 859	-	-	(60)	-	-	(60)	2 799
Special Programmes Coordinating Unit	9 346	-	-	(338)	-	-	(338)	9 008
Departmental Legal Services	392	-	-	-	-	-	-	392
<b>Total</b>	<b>312 026</b>	<b>-</b>	<b>1 900</b>	<b>(740)</b>	<b>(90 800)</b>	<b>10 000</b>	<b>(79 640)</b>	<b>232 386</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>215 024</b>	<b>-</b>	<b>1 900</b>	<b>(8 365)</b>	<b>-</b>	<b>10 000</b>	<b>3 535</b>	<b>218 559</b>
Compensation of employees	148 668	-	-	(1 780)	-	-	(1 780)	146 888
Goods and services	66 356	-	1 900	(6 585)	-	10 000	5 315	71 671
Administrative fees	120	-	-	310	-	-	310	430
Advertising	5 834	-	-	(1 879)	-	-	(1 879)	3 955
Minor Assets	105	-	-	-	-	-	-	105
Audit cost: External	3 691	-	-	-	-	-	-	3 691
Bursaries: Employees	368	-	-	(300)	-	-	(300)	68
Catering: Departmental activities	2 172	-	1 597	(547)	-	-	1 050	3 222
Communication (G & S)	4 027	-	-	491	-	-	491	4 518
Computer services	5 344	-	-	4 400	-	-	4 400	9 744
Consultants and professional services: Business and advisory services	19 080	-	-	(12 800)	-	10 000	(2 800)	16 280
Legal costs	950	-	-	1 000	-	-	1 000	1 950
Contractors	3 001	-	-	3 398	-	-	3 398	6 399
Agency and support / outsourced services	2 800	-	-	(230)	-	-	(230)	2 570
Fleet services (including government motor transport)	1 500	-	-	-	-	-	-	1 500
Consumable supplies	642	-	-	(142)	-	-	(142)	500
Consumable: Stationery, printing and office supplies	2 779	-	-	(73)	-	-	(73)	2 706
Operating leases	350	-	-	-	-	-	-	350
Property payments	633	-	-	(200)	-	-	(200)	433
Transport provided: Departmental activity	702	-	-	-	-	-	-	702
Travel and subsistence	7 369	-	-	400	-	-	400	7 769
Training and development	2 922	-	-	-	-	-	-	2 922
Operating payments	514	-	-	(110)	-	-	(110)	404
Venues and facilities	1 453	-	303	(303)	-	-	-	1 453
Interest and rent on land	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>94 300</b>	<b>-</b>	<b>-</b>	<b>1 325</b>	<b>(90 800)</b>	<b>-</b>	<b>(89 475)</b>	<b>4 825</b>
Public corporations and private enterprises	90 800	-	-	-	(90 800)	-	(90 800)	-
Households	3 500	-	-	1 325	-	-	1 325	4 825
<b>Payments for capital assets</b>	<b>2 702</b>	<b>-</b>	<b>-</b>	<b>6 300</b>	<b>-</b>	<b>-</b>	<b>6 300</b>	<b>9 002</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	2 702	-	-	6 300	-	-	6 300	9 002
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>312 026</b>	<b>-</b>	<b>1 900</b>	<b>(740)</b>	<b>(90 800)</b>	<b>10 000</b>	<b>(79 640)</b>	<b>232 386</b>
<b>Amount to be voted</b>							<b>(79 640)</b>	

## Programme 2: Planning, Policy, Monitoring and Evaluation

Programmes	2016/17							Total additional appropriation	Adjusted appropriation
	Main appropriation	Adjustments appropriation							
		Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments			
<b>R' 000</b>									
Programme Management for PCME	3 204	-	-	(300)	-	-	(300)	2 904	
Policy Planning and Research Coordination	53 975	-	-	(3 980)	-	-	(3 980)	49 995	
Intergovernmental and Stakeholder Relations	20 837	-	-	1 025	-	-	1 025	21 862	
Service Delivery Intervention and Coordination	39 560	-	-	4 280	-	-	4 280	43 840	
Performance Monitoring and Evaluations	16 153	-	-	(1 200)	-	-	(1 200)	14 953	
<b>Total</b>	<b>133 729</b>	<b>-</b>	<b>-</b>	<b>(175)</b>	<b>-</b>	<b>-</b>	<b>(175)</b>	<b>133 554</b>	
<b>Economic classification</b>									
<b>Current payments</b>	<b>96 718</b>	<b>-</b>	<b>-</b>	<b>(6 975)</b>	<b>-</b>	<b>-</b>	<b>(6 975)</b>	<b>89 743</b>	
Compensation of employees	64 360	-	-	(8 510)	-	-	(8 510)	55 850	
Goods and services	32 358	-	-	1 535	-	-	1 535	33 893	
Advertising	280	-	-	2 000	-	-	2 000	2 280	
Catering: Departmental activities	342	-	-	150	-	-	150	492	
Computer services	800	-	-	-	-	-	-	800	
Consultants and professional services: Business and advisory services	23 286	-	-	(1 580)	-	-	(1 580)	21 706	
Contractors	487	-	-	(400)	-	-	(400)	87	
Consumable: Stationery, printing and office supplies	45	-	-	-	-	-	-	45	
Transport provided: Departmental activity	1 109	-	-	(465)	-	-	(465)	644	
Travel and subsistence	3 954	-	-	2 130	-	-	2 130	6 084	
Operating payments	481	-	-	(400)	-	-	(400)	81	
Venues and facilities	1 574	-	-	100	-	-	100	1 674	
Interest and rent on land	-	-	-	-	-	-	-	-	
<b>Transfers and subsidies to:</b>	<b>37 011</b>	<b>-</b>	<b>-</b>	<b>6 800</b>	<b>-</b>	<b>-</b>	<b>6 800</b>	<b>43 811</b>	
Departmental agencies and accounts	37 011	-	-	-	-	-	-	37 011	
Public corporations and private enterprises	-	-	-	6 800	-	-	6 800	6 800	
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>	<b>133 729</b>	<b>-</b>	<b>-</b>	<b>(175)</b>	<b>-</b>	<b>-</b>	<b>(175)</b>	<b>133 554</b>	
<b>Amount to be voted</b>								<b>(175)</b>	

## Programme 3: Institutional Development and Organisational Support

Programmes	2016/17							Total additional appropriation	Adjusted appropriation
	Main appropriation	Adjustments appropriation							
		Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments			
<b>R' 000</b>									
Programme Management for IDOS	3 937	-	-	(450)	-	-	(450)	3 487	
Institutional Support Services	14 214	-	-	(1 225)	-	-	(1 225)	12 989	
Human Capital & Talent Management Support Services	14 470	-	-	4 000	-	-	4 000	18 470	
Human Resource Development Support Services	35 718	-	-	(1 050)	-	-	(1 050)	34 668	
Information Technology Management	64 026	-	-	(300)	-	21 000	20 700	84 726	
Anti-Corruption and Security Management	7 399	-	-	(60)	-	-	(60)	7 339	
<b>Total</b>	<b>139 764</b>	<b>-</b>	<b>-</b>	<b>915</b>	<b>-</b>	<b>21 000</b>	<b>21 915</b>	<b>161 679</b>	
<b>Economic classification</b>									
<b>Current payments</b>	<b>115 064</b>	<b>-</b>	<b>-</b>	<b>4 715</b>	<b>-</b>	<b>21 000</b>	<b>25 715</b>	<b>140 779</b>	
Compensation of employees	55 963	-	-	(2 035)	-	-	(2 035)	53 928	
Goods and services	59 101	-	-	6 750	-	21 000	27 750	86 851	
Advertising	774	-	-	4 000	-	-	4 000	4 774	
Catering: Departmental activities	942	-	-	-	-	-	-	942	
Computer services	46 510	-	-	3 800	-	21 000	24 800	71 310	
Consultants and professional services: Business and advisory services	6 378	-	-	(1 050)	-	-	(1 050)	5 328	
Travel and subsistence	3 897	-	-	-	-	-	-	3 897	
Training and development	16	-	-	-	-	-	-	16	
Operating payments	51	-	-	-	-	-	-	51	
Venues and facilities	533	-	-	-	-	-	-	533	
Interest and rent on land	-	-	-	-	-	-	-	-	
<b>Transfers and subsidies to:</b>	<b>20 100</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20 100</b>	
Higher education institutions	20 100	-	-	-	-	-	-	20 100	
<b>Payments for capital assets</b>	<b>4 600</b>	<b>-</b>	<b>-</b>	<b>(3 800)</b>	<b>-</b>	<b>-</b>	<b>(3 800)</b>	<b>800</b>	
Machinery and equipment	3 800	-	-	(3 800)	-	-	(3 800)	-	
Software and other intangible assets	800	-	-	-	-	-	-	800	
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>	<b>139 764</b>	<b>-</b>	<b>-</b>	<b>915</b>	<b>-</b>	<b>21 000</b>	<b>21 915</b>	<b>161 679</b>	
<b>Amount to be voted</b>								<b>21 915</b>	

## **Details of adjustments to Departmental Expenditure 2016**

### **Roll-overs**

None.

### **Unforeseeable and unavoidable expenditure – R1.9 million**

#### **Programme 1: Administration**

An amount of R1.9 million has been allocated for costs incurred in support of provincial state funerals. These costs were not provided for in 2016/17 main appropriation as these events are unforeseeable.

## Virements and shifts

Table 3: Virements by programme and economic classification

<b>Programmes</b>					
Administration					
Planning, Policy Co-ordination, Monitoring and Evaluation					
Institutional Development and Organisational Support					
<b>FROM: R'000</b>		<b>(12 700)</b>	<b>TO: R'000</b>		<b>12 700</b>
<b>Programme by economic classification</b>	<b>Motivation</b>		<b>Programme by economic classification</b>	<b>Motivation</b>	
<b>Administration</b>		<b>(12 700)</b>	<b>Administration</b>		<b>4 900</b>
Compensation of employees	Savings realised on personnel as a result of slow implementation of the 2016/17 Annual Recruitment Plan.	(1 900)	Goods and services	To make provision for costs related to the establishment of the Project Management Office (PMO) for the Broadband	1 500
			Households	To fund cost pressures on leave gratuities in respect of staff who have left the Public Service.	400
Goods and services	Savings realised mainly from unspent funds for advertisement due to slow recruitment process. Further savings have been realised through reprioritisation from various items within Goods and Services.	(3 000)	Households	To alleviate cost pressures on leave gratuities in respect of staff who have left the Public Service.	500
			Machinery and equipment	To defray over expenditure related to Printing Solution, which was not sufficiently provided for, in the main budget.	2 500
			<b>Institutional Development and Organisational Support</b>		<b>4 000</b>
	Re-alignment of costs related to Centralisation of Job Advertisements whose responsibility lies under Institutional Development and organisational Support whilst the budget was allocated under Administration.	(4 000)	Goods and services	To correctly account the costs of Centralisation of Job Advertisements to Institutional Development and organisational Support where the function resides.	4 000
	Savings realised through reprioritisation from various underperforming projects within Goods and Services.	(3 800)	<b>Planning, Policy Co-ordination, Monitoring and Evaluation</b>		<b>3 800</b>
			Public corporations and private enterprises	To fund costs related to Hydroponic Agricultural Projects.	3 800
<b>Shift within the programme as a percentage of the programme budget</b>		<b>1.6%</b>			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>2.5%</b>			

**2016 Adjusted Estimates of Provincial Revenue and Expenditure**

FROM : R'000		(12 875)	TO: R'000		12 875
Programme by economic classification	Motivation		Programme by economic classification	Motivation	
<b>Planning, Policy Co-ordination, Monitoring and Evaluation</b>		<b>(12 875)</b>	<b>Administration</b>		<b>1 850</b>
Compensation of employees	Savings realised on personnel as a result of slow implementation of the 2016/17 Annual Recruitment Plan.	(485)	Compensation of employees	Centralisation of the internship programme to the Human Resources sub-programme	60
			Households	Funds to be utilised to fund cost pressures on leave gratuities in respect of staff who have left the Public Service.	425
Goods and services	Reprioritization of funds from various slow spending items within Goods and Services.	(1 365)	Goods and services	Funds to be utilised to alleviate pressures related to the Fort Hare Centenary celebration for which no budget was provided.	465
				Funds to be utilised to fund catering costs incurred in respect of EXCO outreach programmes and Operation Masiphathisane.	900
			<b>Planning, Policy Co-ordination, Monitoring and Evaluation</b>		<b>3 000</b>
Compensation of employees	Savings realised on personnel as a result of slow implementation of the 2016/17 Annual Recruitment Plan.	(3 000)	Public corporations and private enterprises	Funds to be utilised in a form of transfer to ECRDA for Youth Agricultural Projects.	3 000
			<b>Institutional Development and Organisational Support</b>		<b>8 025</b>
Compensation of employees	Savings realised on personnel as a result of slow implementation of the 2016/17 Annual Recruitment Plan.	(8 025)	Goods and services	Funds to be utilised to enhance transversal systems such as PERSAL, BAS and LOGIS.	8 025
<b>Shift within the programme as a percentage of the programme budget</b>		<b>2.2%</b>			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>7.4%</b>			



FROM: R'000		(13 085)	TO: R'000		13 085
Programme by economic classification	Motivation		Programme by economic classification	Motivation	
<b>Institutional Development and Organisational Support</b>		<b>(13 085)</b>	<b>Institutional Development and Organisational Support</b>		<b>1 975</b>
Compensation of employees	Savings realised on personnel as a result of slow implementation of the 2016/17 Annual Recruitment Plan.	(1 975)	Goods and services	Funds to be utilised to enhance transversal systems such as PERSAL, BAS and LOGIS.	1 975
	Re-alignment of budget for internship programme, following the centralisation of this function under Administration.	(60)	<b>Administration</b>		<b>5 210</b>
Goods and services	Reprioritization of funds from various slow spending items within Goods and Services.	(1 350)	Goods and services	Funds to be utilised to fund maintenance costs of network printers.	1 200
				Funds to be utilised to fund catering costs incurred in respect of EXCO outreach programmes.	150
Machinery and equipment	Re-alignment of budget as a result of function shift between Internal and Provincial Information Communication Technology (ICT).	(3 800)	Machinery and equipment	Reallocation of funds due to function shift between Internal and Provincial Information Communication Technology (ICT).	3 800
			<b>Planning, Policy Co-ordination, Monitoring and Evaluation</b>		<b>5 900</b>
Goods and services	Reprioritisation of funds from various slow spending items within Goods and Services.	(5 900)	Goods and services	Funds to be utilised for the revival of Planning Commission, Service Delivery for Operation Masiphathisane and Performance and Monitoring in the Province.	5 900
<b>Shift within the programme as a percentage of the programme budget</b>		<b>1.4%</b>			
<b>Virements to other programmes as a percentage of the programme budget</b>		<b>7.9%</b>			
<b>Total</b>		<b>(38 660)</b>			<b>38 660</b>

**Declared unspent funds – R 90.8 million**

An amount of R90.8 million that was original allocated for the electrification projects for identified Hot-Spot in the Province has been devoted back to the Provincial Revenue Fund. State of readiness for the project will be assessed in order to reschedule over the medium term.

**Other adjustments – R31 million**

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

None.

***Adjustments due to significant and unforeseeable economic and financial events***

**Programme 1: Administration – R10 million**

An amount of R10 million has been allocated to initiate regional town planning and designs for Small Town Revitalisation Programme and intervening on the provisioning of basic services (water, sanitation, electrification and access roads) to Alice, Bizana, Kirkwood, Libode, Ngqeleni, Mt Ayliff, Mt Fletcher and Port St. Johns.

**Programme 3 – Institutional Development and Organisational Support – R21 million**

An amount of R21 million has been allocated to enhance the transversal services (PERSAL, BAS and LOGIS) and batch printing services including provincial payslips for government employees.

***Use of funds in emergency situations***

None.

***Self-financing expenditure***

None.

***Function shifts between votes following a transfer of a function***

None.

***Funds shifted within a vote following a function shift within the same vote***

None.

***Provincial reprioritisation***

None.

***Surrenders of surplus funds from Public Entities***

None.

**Gifts, donations and sponsorships**

None.

**Direct charges against the Provincial Revenue Fund**

None.

**Expenditure for 2015/16 and preliminary expenditure for 2016/17****Table 4: Summary of expenditure trends by programme and economic classification**

Programme	2015/16 Audited Outcome					2016/17 Actual Expenditure				
	Adjusted ppropriation	Apr 15 - Sep 15	Adjusted Appropriation	Apr 15 - Mar 16	Adjusted Appropriation	Adjusted Appropriation	Adjusted on / Total (%)	Apr 16 - Sep 16	Adjusted Appropriation	
<b>R'000</b>										
Administration	372 776	90 156	24.2	362 009	97.1	232 386	(37.7)	114 993	49.5	
Planning, Policy Co-ordination, Monitoring and Evaluation	119 504	56 363	47.2	112 045	93.8	133 554	11.8	49 109	36.8	
Institutional Development and Organisational Support	179 392	75 661	42.2	170 832	95.2	161 679	(9.9)	76 469	47.3	
<b>Total</b>	<b>671 672</b>	<b>222 180</b>	<b>33.1</b>	<b>644 886</b>	<b>96.0</b>	<b>527 619</b>	<b>(21.4)</b>	<b>240 571</b>	<b>45.6</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>411 550</b>	<b>179 405</b>	<b>43.6</b>	<b>372 084</b>	<b>90.4</b>	<b>449 081</b>	<b>9.1</b>	<b>208 116</b>	<b>46.3</b>	
Compensation of employees	233 522	110 238	47.2	223 056	95.5	256 666	9.9	123 411	48.1	
Goods and services	178 028	69 167	38.9	149 026	83.7	192 415	8.1	84 705	44.0	
Interest and rent on land	-	-	-	2	-	-	0.0	-	-	
<b>Transfers and subsidies to:</b>	<b>249 552</b>	<b>39 234</b>	<b>15.7</b>	<b>263 810</b>	<b>105.7</b>	<b>68 736</b>	<b>(72.5)</b>	<b>29 727</b>	<b>43.2</b>	
Provinces and municipalities	2	-	-	2	100.0	-	(100.0)	1	-	
Departmental agencies and accounts	43 737	36 866	84.3	59 734	136.6	37 011	(15.4)	18 506	50.0	
Public corporations and private enterprises	170 000	-	-	184 562	108.6	6 800	(96.0)	-	-	
Foreign govt. and international organisations	-	-	-	-	-	-	-	-	-	
Higher education institutions	32 328	-	-	16 330	50.5	20 100	(37.8)	8 388	41.7	
Non-profit institutions	-	-	-	-	-	-	-	-	-	
Households	3 485	2 368	67.9	3 182	91.3	4 825	38.5	2 832	58.7	
<b>Payments for capital assets</b>	<b>10 570</b>	<b>3 541</b>	<b>33.5</b>	<b>8 992</b>	<b>85.1</b>	<b>9 802</b>	<b>(7.3)</b>	<b>2 694</b>	<b>27.5</b>	
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	
Machinery and equipment	10 570	3 155	29.8	8 605	81.4	9 002	(14.8)	2 694	29.9	
Heritage sites	-	-	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Land and subsoil assets	-	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	386	-	387	-	800	-	-	-	
<b>Payments for financial assets</b>								<b>34</b>		
<b>Total</b>	<b>671 672</b>	<b>222 180</b>	<b>33.1</b>	<b>644 886</b>	<b>96.0</b>	<b>527 619</b>	<b>(21.4)</b>	<b>240 571</b>	<b>45.6</b>	

**Main expenditure trends for the first half of 2016/17**

During 2015/16 financial year, the department recorded a total expenditure of R644.886 million or 96 per cent of the adjusted appropriation of R671.672 million. For the six months of 2016/17, expenditure amounted to R240.571 million or 45.6 per cent of the adjusted appropriation which is higher than R222.180 million or 33.1 per cent spent in the same period of 2015/16. The increase is mainly due to spending on provincial state funerals, Fort Hare Centenary and the launch of Masiphathisane Programme including its branding.

## Departmental receipts

Table 5: Summary of departmental own receipts trends

Programme	2015/16					2016/17				
	Audited Outcome					Actual receipts				
	Adjusted Estimate	Apr 15 - Sep 15 % of	Adjusted Estimate	Apr 15 - Mar 16 % of	Adjusted Appropriation	Budget estimate	Adjusted estimate	Adjusted receipts estimate / total (%)	Apr 16 - Sep 16 % of	Adjusted estimate
R'000										
<b>Tax receipts</b>	-	-	-	-	-	-	-	-	-	
Casino taxes	-	-	-	-	-	-	-	-	-	
Horse racing taxes	-	-	-	-	-	-	-	-	-	
Liquor licences	-	-	-	-	-	-	-	-	-	
Motor vehicle licences	-	-	-	-	-	-	-	-	-	
<b>Non-tax receipts</b>	<b>264</b>	<b>403</b>	<b>152.7</b>	<b>638</b>	<b>241.7</b>	<b>277</b>	<b>277</b>		<b>84</b> <b>30.3</b>	
Sale of goods & services other than capital assets	146	81	55	175	120	153	153	-	83 54	
Transfers received	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-	
Interest, dividends and rent on land	6	-	-	-	-	6	6	-	1 17	
Sales of capital assets	39	283	726	283	726	41	41	-	- 0	
Financial transactions in assets and liabilities	73	39	53	180	247	77	77	-	- 0	
<b>Total</b>	<b>264</b>	<b>403</b>	<b>152.7</b>	<b>638</b>	<b>241.7</b>	<b>277</b>	<b>277</b>	<b>-</b>	<b>84</b> <b>30.3</b>	

\* Adjusted figures are used in the 'Adjusted Estimate'

### Main departmental revenue trends for the first half of 2016/17

For the first six months of 2016/17, the department collected R84 thousand or 30 per cent of the adjusted revenue of R277 thousand. In the same period of 2015/16, the department collected R403 thousand or 153 per cent of its estimated revenue collection, which translated into a significant over-collection of 53 per cent mainly due to the inter-departmental claims resulting from previous year's recoveries and the disposal of obsolete assets.

### Changes to transfers and subsidies, including conditional grants

Table 6: Summary of changes to transfers and subsidies per programme

Programmes	Main appropriation	2016/17				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared savings		
<b>R' 000</b>							
<b>Programme 1: Administration</b>	<b>94 300</b>	-	-	1 325	(90 800)	-	(89 475) 4 825
Public corporation and private enterprises	90 800	-	-	-	(90 800)	-	(90 800) -
ESKOM	90 800	-	-	-	(90 800)	-	(90 800) -
Households	3 500	-	-	1 325	-	-	1 325 4 825
Leave gratuity	3 500	-	-	1 325	-	-	1 325 4 825
<b>Planning, Policy Co-ordination, Monitoring and Evaluation</b>	<b>37 011</b>	-	-	6 800	-	-	6 800 43 811
Departmental agencies and accounts	37 011	-	-	-	-	-	- 37 011
ECSECC	37 011	-	-	-	-	-	- 37 011
Public corporation and private enterprises	-	-	-	6 800	-	-	6 800 6 800
ECRDA	-	-	-	6 800	-	-	6 800 6 800
<b>Institutional Development and Organisational Support</b>	<b>20 100</b>	-	-	-	-	-	- 20 100
Higher education institutions	20 100	-	-	-	-	-	- 20 100
<b>Total</b>	<b>151 411</b>	<b>-</b>	<b>-</b>	<b>8 125</b>	<b>(90 800)</b>	<b>-</b>	<b>(82 675)</b> <b>68 736</b>

### Summary of changes to conditional grants by programme and grant name

None.

## **Annexures**

**Adjustment 2016/17 Project List**

No.	Project name	Municipality / Region	Type of infrastructure	Units (i.e. number of classrooms or facilities or square meters)	Project Duration		Budget Programme Name	Source Of Funding	Total project cost	Expenditure to date from previous years	MTEF Forward estimates MTEF 2016/17	Main Appropriation	Additional Appropriation				Adjusted Appropriation
					Date: Start	Date: Finish							Unforeseeable/unavoidable	Virements and shifts	Other adjustments	Total Additional Appropriation	
<b>1. Maintenance and repairs</b>																	
1.	Upgrade of server environment	Buffalo City	(ICT)-Upgrading of server environment		01 April 2015	30 August 2019	Institutional Building and Transformation	Equitable Share	25 600	-	-	4 600	-	21 000	-	21 000	25 600
<b>Total</b>									<b>25 600</b>	<b>-</b>	<b>-</b>	<b>4 600</b>	<b>-</b>	<b>21 000</b>	<b>-</b>	<b>21 000</b>	<b>25 600</b>

🔥 END OF VOTE 🔥

