

Vote 4

Department of Free State Provincial Treasury

Adjusted budget summary

R thousand	2016/17				
	Main appropriation	Special appropriation	Adjusted appropriation	Decrease	Increase
Total amount to be appropriated	326 766		336 217	(8 756)	18 207
<i>of which economic classification:</i>					
Current payments	310 673		301 917	(8 756)	
Transfers and subsidies	13 719		30 154		16 435
Payments for capital assets	2 374		4 146		1 772
Payments for financial assets					
<i>of which source of funding:</i>					
Equitable Share	198 239		207 739		9 500
Conditional Grants					
Earmarked funds	81 096		81 047	(2 724)	2 675
Provincial Receipts	47 431		47 431		
Direct charge against the Provincial Revenue Fund	326 766		336 217	(2 724)	12 175
Amount not to be appropriated - Aid Assistance					
Executive Authority	MEC for Finance				
Accounting Officer	Head of Department: Provincial Treasury				
Website address	www.treasury.fs.gov.za				

Aim

Provincial Treasury derives its mandate, core functions and responsibilities from the Public Finance Management Act, (Act 1 of 1999), as amended and Municipal Finance Management Act (Act 56 of 2003).

Changes to programme purposes, objectives and measures

With the exception of programme 3, the Provincial Treasury has not made major changes to programme purposes or indicators during the 2016/2017 financial year.

The purpose of programme 3 has changed to: The purpose of this programme is to promote effective management of provincial assets and liabilities, procure transversal and cross-cutting goods and services and manage and maintain transversal financial systems in the province.

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Adjusted Estimates of Provincial Revenue & Expenditure 2016/17

Table 4.1(a): Adjusted Estimates per programme

Programme	2016/17								
	Main appropriation	Special appropriation	Adjustment appropriation					Total adjustment appropriation	Adjusted appropriation
			Roll-overs	Unforeseeable /unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R'thousand									
1. Administration	94 476				(940)		2 500	1 560	96 036
2. Sustainable Resource Management	38 724					483		483	39 207
3. Asset And Liabilities Management	104 345					457	(1 524)	2 000	105 278
4. Financial Governance	24 747							5 000	29 747
5. Municipal Finance Management	64 474		2 075				(1 200)	600	65 949
Subtotal	326 766		2 075				(2 724)	10 100	336 217
Direct charge against the Provincial Revenue Fund									
Item									
Total	326 766		2 075				(2 724)	10 100	336 217

Economic classification

Table 4.1(b): Adjusted Estimates by economic classification

Economic classification	Adjustments Appropriation								
	Main appropriation	Special appropriation	Roll-overs	Unforeseeable/ unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustment appropriation	Adjusted appropriation
R'thousand									
Current payments	310 673		2 075		(12 607)	(2 724)	9 500	(3 756)	306 917
Compensation of employees	187 040				3 480			3 480	190 520
Goods and Services	123 633		2 075		(16 087)	(2 724)	9 500	(7 236)	116 397
Interest and rent on land									
Transfers and subsidies to	13 719				10 835		600	11 435	25 154
Provinces and municipalities	13 350				10 800		600	11 400	24 750
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	369				35			35	404
Payments for capital assets	2 374				1 772			1 772	4 146
Buildings and other fixed structures									
Machinery and equipment	2 374				1 772			1 772	4 146
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Heritage assets									
Payments for financial assets									
Total	326 766		2 075			(2 724)	10 100	9 451	336 217

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Programme 1: Administration

Table 4.1.1: Adjusted Estimates

		2016/17					
Subprogramme	Main appropriation	Special appropriation	Adjustment appropriation			Total adjustment appropriation	Adjusted appropriation
			Unforeseeable /unavoidable	Virements and shifts	Declared unspent funds		
R'thousand			Roll-overs				
Office of the MEC	6 911				22	22	6 933
Management Services	15 911				(1 696)	2 500	16 715
Corporate Services	27 913				(155)		27 758
Financial Management (Office Of The CFO)	38 657				889		39 546
Internal Audit (Departmental)	5 084						5 084
Total	94 476				(940)	2 500	96 036
Economic classification							
Current payments	92 093				(1 861)	2 500	92 732
Compensation of employees	65 728				760		66 488
Goods and Services	26 365				(2 621)	2 500	26 244
Interest and rent on land							
Transfers and subsidies to	369						369
Provinces and municipalities							
Departmental agencies and accounts							
Universities and technikons							
Public corporations and private enterprises							
Foreign governments and international organisations							
Non-profit institutions							
Households	369						369
Payments for capital assets	2 014				921		2 935
Buildings and other fixed structures							
Machinery and equipment	2 014				921		2 935
Cultivated assets							
Software and other intangible assets							
Land and subsoil assets							
Heritage assets							
Payments for financial assets							
Total	94 476				(940)	2 500	96 036

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Programme 2: Sustainable Resource Management

Table 4.1.2: Adjusted Estimates

		2016/17						
Subprogramme	Main appropriation	Special appropriation	Adjustment appropriation				Total adjustment appropriation	Adjusted appropriation
			Unforeseeable /unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R'thousand			Roll-overs					
Programme Support	1 622				(22)		(22)	1 600
Economic Analysis	6 987				14		14	7 001
Fiscal Policy	7 310				(30)		(30)	7 280
Budget Management	10 268				536		536	10 804
Public Finance	11 992				(15)		(15)	11 977
Compensation Directorate	545							545
Total	38 724				483		483	39 207
Economic classification								
Current payments	38 724				92		92	38 816
Compensation of employees	35 468				483		483	35 951
Goods and Services	3 256				(391)		(391)	2 865
Interest and rent on land								
Transfers and subsidies to								
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					391		391	391
Buildings and other fixed structures								
Machinery and equipment					391		391	391
Cultivated assets								
Software and other intangible assets								
Land and subsoil assets								
Heritage assets								
Payments for financial assets								
Total	38 724				483		483	39 207

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Programme 3: Asset & Liability Management

Table 4.1.3: Adjusted Estimates

		2016/17						
Subprogramme	R'thousand	Main appropriation	Special appropriation	Adjustment appropriation			Total adjustment appropriation	Adjusted appropriation
				Unforeseeable Virements and /unavoidable	Declared unspent funds	Other adjustments		
Programme Support		1 735			(470)		(470)	1 265
Asset Management		56 061			960	(1 524)	(564)	55 497
Supporting And Interlinked Financial Systems		46 549			(33)	2 000	1 967	48 516
Total		104 345			457	(1 524)	2 000	933
Economic classification								
Current payments		103 985			277	(1 524)	2 000	753
Compensation of employees		33 758			457		457	34 215
Goods and Services		70 227			(180)	(1 524)	2 000	296
Interest and rent on land								
Transfers and subsidies to					15		15	15
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Public corporations and private enterprises								
Foreign governments and international organisations								
Non-profit institutions								
Households					15		15	15
Payments for capital assets		360			165		165	525
Buildings and other fixed structures								
Machinery and equipment		360			165		165	525
Cultivated assets								
Software and other intangible assets								
Land and subsoil assets								
Heritage assets								
Payments for financial assets								
Total		104 345			457	(1 524)	2 000	933

Note 1: The programme also includes the management of public information platform contracts.

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Programme 4: Financial Governance

Table 4.1.4: Adjusted Estimates

		2016/17						
Subprogramme	Main appropriation	Special appropriation	Adjustment appropriation				Total adjustment appropriation	Adjusted appropriation
			Unforeseeable /unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R'thousand			Roll-overs					
Program Support	2 269			63			63	2 332
Accounting Services	13 019			58		5 000	5 058	18 077
Risk Management And Internal Audit Provinci:	9 459			(121)			(121)	9 338
Total	24 747					5 000	5 000	29 747
Economic classification								
Current payments	24 747			(48)		5 000	4 952	29 699
Compensation of employees	20 983			(20)			(20)	20 963
Goods and Services	3 764			(28)		5 000	4 972	8 736
Interest and rent on land								
Transfers and subsidies to				20			20	20
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Public corporations and private enterprises								
Foreign governments and international organisations								
Non-profit institutions								
Households				20			20	20
Payments for capital assets				28			28	28
Buildings and other fixed structures								
Machinery and equipment				28			28	28
Cultivated assets								
Software and other intangible assets								
Land and subsoil assets								
Heritage assets								
Payments for financial assets								
Total	24 747					5 000	5 000	29 747

Programme 5: Municipal Finance Management

Table 4.1.5: Adjusted Estimates

Subprogramme	2016/17							Adjusted appropriation	
	Main appropriation	Special appropriation	Adjustment appropriation				Total adjustment appropriation		
			Roll-overs	Unforeseeable /unavoidable	Virements and shifts	Declared unspent funds			Other adjustments
R'thousand									
Program Support	2 339				(91)			(91)	2 248
Thabo Mafutsonyana District	7 154				(52)			(52)	7 102
Fezile Dabi District	5 795				(221)			(221)	5 574
Lejwelephutswa District	6 832				31			31	6 863
Xhariep District	5 508				(287)			(287)	5 221
Municipal Risk Management & Internal Audit	4 490								4 490
Municipal Support Program & Igr	32 356		2 075		620	(1 200)	600	2 095	34 451
Total	64 474		2 075			(1 200)	600	1 475	65 949
Economic classification									
Current payments	51 124		2 075		(11 067)	(1 200)		(10 192)	40 932
Compensation of employees	31 103				1 800			1 800	32 903
Goods and Services	20 021		2 075		(12 867)	(1 200)		(11 992)	8 029
Interest and rent on land									
Transfers and subsidies to	13 350				10 800		600	11 400	24 750
Provinces and municipalities	13 350				10 800		600	11 400	24 750
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					267			267	267
Buildings and other fixed structures									
Machinery and equipment					267			267	267
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Heritage assets									
Payments for financial assets									
Total	64 474		2 075			(1 200)	600	1 475	65 949

Special appropriation - R0.000 million

Not applicable.

Details of adjustments to Estimates of Provincial Revenue & Expenditure 2016**Roll-overs – R2.075 million]**

Programme 5: Municipal Finance Management

An amount of **R2.075 million** has been allocated as rollover for Regiments Project where the project start date were deferred due to internal capacity constraints with the contractor which was linked to the need to close other projects prior to commencing with work on this one. The project period was increased from 3 months to 6 months to allow optimal time for credible results based on sound processes. The money withheld for Makomota relates to retention and will be released after the Asset Register Interim Audit by AGSA. This audit is currently taking place.

Unforeseeable and unavoidable expenditure – [R0.000 million]

Not applicable.

Virements and shifts**Details on virements and shifts within a department****Table 4.2: Details on virements and shifts**

Programmes					
1. Administration		(2 621)			1 681
2. Sustainable Resource Management		(391)			874
3. Asset And Liabilities Management		(180)			637
4. Financial Governance		(48)			48
5. Municipal Finance Management		(14 413)			14 413
FROM:			TO:		
Programme by Economic classification	Motivation	R' thousand	Programme by Economic classification	Motivation	R' thousand
Programme 1		(2 621)	Programme 1		1 681
			Compensation of employees		760
Goods & Services		(2 621)	Machinery and equipment	For shortfall, For computer equipment and Finance Leases (rental of photocopiers)	921
Percentage of programme budget		2.8%			1.8%
Programme 2		(391)	Programme 2		874
			Compensation of employees		483
Goods & Services	Funds shifted for computer equipment procured	(391)	Capital	For computer equipment	391
Percentage of programme budget		1.0%			2.3%
Programme 3		(180)	Programme 3		637
			Compensation of employees		457
Good and services	Funds shifted for computer equipment procured	(165)	Capital	Computer equipment	165
	Funds shifted for leave gratuity paid	(15)	Transfers & Subsidies	Leave gratuity paid	15
Percentage of programme budget		0.2%			0.6%
Programme 4		(48)	Programme 4		48
Compensation of employees	Funds shifted for leave gratuity paid	(20)	Transfers & Subsidies	Leave gratuity paid	20
Good and services	Funds shifted for computer equipment procured	(28)	Capital	Computer equipment	28
Percentage of programme budget		0.2%			0.2%
Programme 5		(14 413)	Programme 5		14 413
Compensation of employees	Funds shifted in accordance with workstudy report Municipal Risk Man and Mun Internal Audit combined	(1 312)	Compensation of employees	Newly created unit Municipal Risk Man & Internal Audit	3 112
Good and services	Funds shifted in accordance with workstudy report Municipal Risk Man and Mun Internal Audit combined	(234)	Good and services	Newly created unit Municipal Risk Man & Internal Audit	234
Good and services (Earmarked Funds)	Virement from allocated earmarked funds for MSP programme in Programme 5 under goods and services to Transfers for municipalities	(12 600)	Transfers & Subsidies	Transfers for Municipalities	10 800
Good and services (Voted Funds)	Funds shifted for computer equipment procured	(267)	Capital	Computer equipment	267
Percentage of programme budget		4.5%			4.5%
Total		(17 653)			17 653

Programme 1: Administration

Funds shifted within programme 1 from goods & services to capital to accommodate the shortfall on finance leases for computer equipment procured.

Programme 2: Sustainable Resource Management

Funds shifted within programme 2 from compensation of employees for acting allowances and from goods & services to capital for the procurement of a LED data projector, laptops and screen.

Programme 3: Assets & Liability Management

Funds shifted within Programme 3 from compensation of employees for acting allowances, from goods & services for the procurement of a printer, desktops, laptops and leave gratuity paid for officials whom resigned.

Programme 4: Financial Governance

Funds shifted within programme 4 from goods & services for domestic equipment to capital for the procurement of a laptop as well as leave gratuity paid for retired official.

Programme 5: Municipal Finance Management

Funds shifted within programme 5 from compensation of employees for acting allowances and approved structural changes from within sub-directorate Municipal Risk Management & Internal Audit

Virement of R10.400 million was shifted within the R30 million earmarked for the Municipal Support Programme (MSP) in goods & services to transfers and subsidies. The net amount of transfer and subsidies amounts to R24.750 million for bio remediation and split meters in Setsoto and Ngwathe Local Municipality.

Declared unspent funds – [R2.724 million]

Programme 3: Asset Management

R1.524 million of unspent funds has been declared on earmarked funds due to surrender of funds to the Department of the Premier.

Programme 5: Municipal Finance Management

R1.200 million of unspent funds has been declared from earmarked funds due to the suspension of funds during the adjusted budget process as assistance to the Global Trade Bridge within the Department of the Premier.

Other adjustments – [R9.451 million]

The department received an additional amount of R4.500 million in relation to SITA and software for Internal Auditors. Furthermore the Department received an amount of R0.600 million for Municipal Support programme for Mohokare.

An amount of R5 million is allocated to the department to be used in respect of identified intervention measures in the financial management environment of the provincial government.

Funds shifted between votes following a transfer of a function

Not applicable.

Funds shifted within a vote following a function shift

Not applicable.

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Appropriation of expenditure earmarked in the 2016 Budget speech for future allocation

Not applicable.

Adjustment due to significant and unforeseeable economic and financial events

Not applicable.

Use of funds in emergency situations

Not applicable.

Self-financing expenditure

Not applicable.

Gifts, donations and sponsorship

Not applicable.

Direct charges against the Provincial Revenue Fund

Not applicable.

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Expenditure outcome for 2015/16 and actual expenditure for 2016/17

Expenditure trends

Table 4.3: Expenditure trends

R thousand	2015/16					2016/17			
	Audited outcome					Actual expenditure			
	Adjusted appropriation	Apr 2015 - Sep 2015	Apr 2015 - Sep 2015 (% of adjusted appropriation)	Apr 2015 - Mar 2016	Apr 2015 - Mar 2016 (% of adjusted appropriation)	Adjusted appropriation	Adjusted appropriation / Total (%)	Apr 2016 - Sep 2016	Apr 2016 - Sep 2016 (% of adjusted appropriation)
Programmes									
1. Administration	91 499	45 345	49.6%	90 186	98.6%	96 036	28.6%	42 904	44.7%
2. Sustainable Resource Management	34 383	13 375	38.9%	32 540	94.6%	39 207	11.7%	19 051	48.6%
3. Asset And Liabilities Management	103 067	60 023	58.2%	102 245	99.2%	105 278	31.3%	46 562	44.2%
4. Financial Governance	19 904	8 875	44.6%	19 974	100.4%	29 747	8.8%	10 331	34.7%
5. Municipal Finance Management	58 252	15 208	26.1%	55 228	94.8%	65 949	19.6%	30 321	46.0%
Subtotal	307 105	142 825	46.5%	300 173	97.7%	336 217	100.0%	149 169	44.4%
Direct charge against the Provincial Revenue Fund									
Total	307 105	142 825	46.5%	300 173	97.7%	336 217	100%	149 169	44.37%
Economic Classification									
Current payments	285 006	141 428	49.6%	276 630	97.1%	306 917	91.3%	135 494	44.15%
Compensation of employees	189 906	86 798	45.7%	170 553	89.8%	190 520	56.7%	94 388	49.54%
Goods and services	95 100	54 630	57.4%	105 298	110.7%	116 397	34.6%	41 106	35.32%
Interest and rent on land				779					
Transfers and subsidies	19 519	305	1.6%	19 557	100.2%	25 154	7.5%	11 947	47.50%
Provinces and municipalities	18 850			18 840	99.9%	24 750	7.4%	11 750	47.47%
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	669	305	45.6%	717	107.2%	404	0.1%	197	48.76%
Payments for capital assets	2 580	1 086	42.1%	3 972	154.0%	4 146	1.2%	1 726	41.63%
Buildings and other fixed structures									
Machinery and equipment	1 493			3 972	266.0%	4 146	1.2%	1 726	41.63%
Cultivated assets									
Software and other intangible assets	1 087	1 086	99.9%						
Land and subsoil assets									
Heritage assets									
Payments for financial assets		6		14				1	
Total	307 105	142 825	46.5%	300 173	97.7%	336 217	100.0%	149 169	44.37%

Expenditure trends for the first half of the 2016/17

The expenditure trends are skewed in the last two quarters of the 2016/17 financial year and could not be aligned with the initial S40 projections due to the following major changes:

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Current Payments

Work study reports and submissions for additional employment and other structural changes impacts negatively on the compensation budget and is only communicated after approval. Acting allowance and unplanned overtime payments cannot be predicted and have an impact on the spending of the department as it is only an estimate. Contract workers not budgeted in the 2016/17 contracts are extended and posts are not filled according to planned dates which impacts the spending trend of the budget. Annual increase on cost of living and allowances are more than the prescribed percentages according to the budget guidelines.

Transfers and subsidies

Leave gratuity paid to retired officials in Programme 3, 4 and 5.

Payments for capital assets

Additional funding needs for finance leases and software licenses, SITA mainframe servers in Programme 1 and 3.

Departmental receipts

Table 4.4: Departmental receipts

	2015/16 Audited outcome					2016/17 Actual receipts				
	Adjusted estimate	Apr 2015 - Sep 2015	Apr 2015 - Sep 2015 (% of adjusted appropriation)	Apr 2015 - Mar 2015	Apr 2015 - Mar 2015 (% of adjusted estimate)	Budget estimate	Adjusted estimate	Adjusted receipts / Total (%)	Apr 2016 - Sep 2016	Apr 2016 - Sep 2016 (% of adjusted appropriation)
R thousand										
Departmental receipts	11 273	7 783	69.04%	17 796	157.86%	10 440	20 440	100.00%	2 530	12.38%
Tax receipts										0.00%
Sales of goods and services other than capital receipts	115	59	51.30%	119	103.48%	119	119	0.58%	31	
Transfers received										
Fines, penalties and forfeits										
Interest, dividends and rent on land	11 042	7 666	69.43%	17 590	159.30%	10 202	20 202	98.84%	2 480	12.28%
Sales of capital assets										
Financial transactions in assets and liabilities	116	58	50.00%	87	75.00%	119	119	0.58%	19	
Provincial Revenue Fund receipts (non-departmental receipts)										
Restructuring proceeds from SASRIA										
Structured levy account from SARB										
Total departmental receipts	11 273	7 783	69.04%	17 796	157.86%	10 440	20 440	100.00%	2 530	12.38%

Revenue trends for the first half of 2016/17

Due to the implementation of a new system of bi-weekly disbursements more funds were available for investment which generated a higher income on interest earned. The department collected R5 million above projected as a result of this initiative. The investment will however decrease as spending increase in the final months of the financial year which will have the impact that lessor interest will be earned.

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Changes to transfers and subsidies, including conditional grants

Table 4.6(a): Summary of changes to conditional grants

R thousand	2016/17							Total adjustments appropriation	Adjusted appropriation
	Main appropriation	Special appropriation	Adjustment appropriation						
			Roll-overs	Unforeseeable /unavoidable	Virement and shifts	Declared unspent funds	Other adjustments		
5. Municipal Finance Management	16 650		2 075		(10 800)			(8 725)	7 925
Economic sphere									
Earmarked fund									
Consultants and professional services:	16 650		2 075		(10 800)			(8 725)	7 925
Business and advisory services									
5. Municipal Finance Management	13 350				10 800		600	11 400	24 750
Economic sphere									
Transfers and Subsidies									
Earmarked fund									
Municipalities	13 350				10 800		600	11 400	24 750
Total conditional grants	30 000		2 075				600	2 675	32 675

A virement of R10.400 million was effected from goods and services to transfers and subsidies in relation to the available R16.650 million which was earmarked for the Municipal Support Programme (MSP), resulting in a net amount of to R24.750 million being available in various municipalities. In addition, a further R0.600 million is allocated for the MSP in relation to transfers to Mohokare Local Municipality and R0.400 was allocated to Tswelopele Local Municipality for their fixed asset register.

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

Changes to changes to provincial earmarked funds

Table 4.6(b): Summary of changes to provincial earmarked funds

		2016/17							
		Adjustment appropriation							
R thousand	Main appropriation	Special appropriation	Roll-overs	Unforeseeable /unavoidable	Virement and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
1. Administration	2 000					(1 700)		(1 700)	300
Economic sphere									
Current/Capital									
Revenue Enhancement									
Consultants and professional services: Business and advisory services	2 000					(1 700)		(1 700)	300
1. Administration									
Economic sphere									
Current/Capital									
Voted Fund									
Compensation of Employees									
2. Sustainable Resource Management									
Economic sphere									
Current/Capital									
Voted Fund									
Compensation of Employees									
3. Asset & Liability Management	16 596								16 596
Economic sphere									
Current/Capital									
Transversal commitments									
Consultants and professional services: Business and advisory services	16 596								16 596
3. Asset & Liability Management									
Economic sphere									
Current/Capital									
Voted Fund									
Compensation of Employees									
3. Asset & Liability Management	30 000					(1 524)		(1 524)	28 476
Economic sphere									
Current/Capital									
Suppliers database									
Business and advisory services	30 000					(1 524)		(1 524)	28 476
4. Financial Governance	2 500								2 500
Economic sphere									
Current/Capital									
Software for internal Audit and SITA									
Consultants and professional services: Business and advisory services	2 500								2 500
5. Municipal Finance Management	30 000		2 075		(1 800)	(1 200)	600	(325)	29 675
Economic sphere									
Current/Capital									
Municipal Support Programme									
Consultants and professional services: Business and advisory services	30 000		2 075		(1 800)	(1 200)	600	(325)	29 675
5. Municipal Finance Management					1 800			1 800	1 800
Economic sphere									
Current/Capital									
Municipal Support Programme									
Compensation of Employees					1 800			1 800	1 800
Total earmarked funds	81 096		2 075		(1 700)	(2 724)	600	(1 749)	79 347

Vote 4 – Provincial Treasury

2016 Adjusted Estimates of Provincial Revenue & Expenditure

- a) Revenue Enhancement Allocation (REA) be decreased with **R1.700 million** to Compensation of Employees under voted funds – Due to the slow recovery of outstanding ex-employee debt, the commission amount paid only amounts to **R0.035 million** at end of September 2016. At most the commission on collection will not exceed **R0.300 million** which will remain on the earmarked budget.
- b) Municipal Support Programme (MSP) decrease with **R1.800 million** moved to Compensation of Employees under Earmarked funds – 7 Contract workers within MSP.
- c) Centralized Suppliers Database (CSD) decreased with **R1.524 million** to surrender for Interdepartmental claims (premier) – Due to slow spending in this regard and the finalization of the contract in 2016/17 financial year.
- d) MSP roll over funds decreased with **R1.200 million** to cover the surrender for Trade Bridge – cut not budgeted for and which cannot be accommodated in the goods and services budget of the department.
- e) Rollover funds of **R2.075 million** received for the Regiments Project which requested delays to the project start date due to their internal capacity constraints linked to the need to close their other projects prior to commencing with work on this one; project period was increased from 3 months to 6 months so as to allow optimal time for credible results based on sound processes. Funding withheld for Makomota is the retention and will be released after the Asset Register Interim Audit by AGSA. This audit is currently taking place.

Revised Infrastructure project list

Not applicable to Department of Free State Provincial Treasury

Aid in Assistance

Not applicable.