

VOTE 12

DEPARTMENT OF SPORT, ARTS, CULTURE AND RECREATION

R thousand	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	821 059	849 001		27 942
of which:				
Current payments	485 578	478 489	(7 089)	
Transfers and subsidies	170 684	182 376		11 692
Payments for capital assets	164 797	187 371		22 574
Payment for financial assets		765		765
Executive authority	MEC for Sport, Arts Culture and Recreation			
Accounting officer	Head of Department			

1. Vision and Mission

Vision

“An active, creative and modernized Gauteng City Region contributing to sustainable economic growth and social cohesion.”

Mission

In pursuit of the above vision, the Department of Sport, Arts, Culture and Recreation (DSACR) will work interactively to create an enabling environment towards radical economic and accelerated social transformation for sporting, artistic, and cultural excellence through:

- Facilitating talent identification and development in partnership with key stakeholders;
- Positioning the business of sport and creative industries as catalysts for sustainable economic growth;
- Modernization of the economy through the bidding and hosting of major sporting and cultural events; and
- Providing universal access to sport, arts, cultural activities, library, archival services and facilities and identifying, promoting and preserving heritage.

2. Changes to programme purpose, objective and measures

No changes.

3. Summary of Adjusted Estimates of Departmental Expenditure 2016/17

TABLE 12.1 DEPARTMENT OF SPORT, ARTS, CULTURE AND RECREATION

Programmes	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1. Administration	114 001				2 606				2 606	116 607
2. Cultural Affairs	189 757			1 355	(26)				1 329	191 086
3. Library and Archives Services	274 007		17 813	10 242	(1 380)				26 675	300 682
4. Sport and Recreation	243 294				(1 200)		(17 468)	16 000	(2 668)	240 626
Total for programmes	821 059		17 813	11 597			(17 468)	16 000	27 942	849 001

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Current payments	485 578			1 355	(7 663)		(16 781)	16 000	(7 089)	478 489
Compensation of employees	239 300				(21 153)		(681)		(21 834)	217 466
Salaries & wages	211 421				(19 110)		(606)		(19 716)	191 705
Social contribution	27 879				(2 043)		(75)		(2 118)	25 761
Goods and services	246 278			1 355	13 282		(16 100)	16 000	14 537	260 815
Interest and rent on land					208				208	208
Transfers and subsidies	170 684				12 379		(687)		11 692	182 376
Provinces and municipalities	117 138				8 978				8 978	126 116
Departmental agencies and accounts	27 397				1 000				1 000	28 397
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions	24 406				1 931		(687)		1 244	25 650
Households	1 743				470				470	2 213
Payments for capital assets	164 797		17 813	10 242	(5 481)				22 574	187 371
Buildings and other fixed structures	153 096		17 813	7 362	(4 549)				20 626	173 722
Machinery and equipment	11 701			2 880	(932)				1 948	13 649
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
Payments for financial assets					765				765	765
Total economic classification	821 059		17 813	11 597			(17 468)	16 000	27 942	849 001

The 2016/17 main appropriation of R821 million is adjusted upwards to R849 million. The net increase of R27.9 million is attributable to the additional funding of R16 million for the enhancement of the provincial community festive games over the holiday season, the envisaged increase in mass participation programmes combined with commemoration celebrations, and the enhancement of acknowledgement for excellence in the sport and recreation sector. Included in this increase is an amount of R11.6 million which is related to the approved equitable share rollovers from the previous financial year. In addition, R17.8 million for the Community Library Conditional Grant was rolled over from the 2015/16 financial year to cover specific obligations and complete certain projects whilst the Mass Participation Programme Grant has been decreased by R17.5 million due to a correction in the grant allocation on a National level.

The department reprioritized the 2016/17 budget to identify funding for specific priority areas and spending pressures. An amount of R21.2 million is shifted from compensation of employees due to the delays in the implementation of the redesigned decentralized organisational structure not yet approved by DPSA and confirmed by Treasury, and also reclassifying funds from transfers and expenditure for capital assets to defray spending pressures in most departmental programmes.

4. Details of Adjustments to Estimates of Departmental Expenditure 2016/17

Programme 1: Administration

TABLE 12.2: PROGRAMME 1: ADMINISTRATION

Programmes R thousand	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
1.Office of the MEC	6 338				(1 474)				(1 474)	4 864
2.Corporate Services	107 663				4 080				4 080	111 743
Total for programme	114 001				2 606				2 606	116 607

Economic classification R thousand	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/ unavoidable	Additional Funding: National	Additional Funding: Provincial		
Current payments	111 706				2 137				2 137	113 843
Compensation of employees	77 305				2 669				2 669	79 974
Salaries & wages	67 436				2 299				2 299	69 735
Social contribution	9 869				370				370	10 239
Goods and services	34 401				(740)				(740)	33 661
Interest and rent on land					208				208	208
Transfers and subsidies	143				411				411	554
Provinces and municipalities										
Departmental agencies and accounts										
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions										
Households	143				411				411	554

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Payments for capital assets	2 152				(707)				(707)	1 445
Buildings and other fixed structures					29				29	29
Machinery and equipment	2 152				(736)				(736)	1 416
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
Payments for financial assets					765				765	765
Total economic classification	114 001				2 606				2 606	116 607

TABLE 12.3 DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 1: ADMINISTRATION

Economic classification	Motivation	From	Motivation	To
Current payments		(15 677)		17 814
Compensation of employees	Funds are shifted due to delays in the implementation of the redesigned decentralized organisational structure not yet approved by DPSA.	(5 411)	The department is implementing the auditor general's recommendation to reverse the movement of staff back which was moved to core programmes.	8 080
Goods and services	Funds are reallocated to follow the function of awarding excellence in programme 4 and to enhance the operationalisation of the hubs in programme 2.	(10 266)	Provision to cater for unforeseen legal fees that the department could not have budgeted for and high increase in audit costs and software licenses.	9 526
Interest and rent on land			Funds for the payment of interests charged on late payments for legal services.	208
Transfers and subsidies				411
Provinces and municipalities				
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				
Non-profit institutions				
Households			To fund subsidies to households and leave gratuity payments.	411
Payments for capital assets		(1 536)		829
Buildings and other fixed structures			To defray an overspending relating to the refurbishment of the MEC's office.	29
Machinery and equipment	The budget for computers has been decentralized to core programmes	(1 536)	The reclassification of budget for GG vehicles as capital budget in line with SCOA	800
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
Payments for financial assets			Provision for bad debts written off as irrecoverable	765
Total economic classification		(17 213)		19 819

Virements and shifts

The programme increase with a net of R2.6 million to address budget shortfalls and the unforeseen high litigation costs and the costs of an extensive audit programme. The net decrease of R740 000 in goods and services are attributable to an amount of R5.5 million that is reallocated to Programme 2: Cultural Affairs and Programme 4: Sports and Recreation, of which R1.5 million is shifted to the schools holiday programmes. The purpose of these programmes are to enhance community based mass participation in the arts and culture and recreation sector leading to increased social cohesion and creating awareness on the values of healthy lifestyles. In addition, R4 million for the Gauteng sports awards is moved to programme 4 where the function is performed and it forms part of their business plans.

Programme 2: Cultural Affairs

TABLE 12.4: PROGRAMME 2: CULTURAL AFFAIRS

Programmes	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1.Management	6 708				63				63	6 771
2.Arts & Culture	105 264			1 355	669				2 024	107 288
3.Heritage Resource Services	75 501				(758)				(758)	74 743
4.Language Services	2 284									2 284
Total for programme	189 757			1 355	(26)				1 329	191 086

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Current payments	117 884			1 355	1 376				2 731	120 615
Compensation of employees	49 818				(13 400)				(13 400)	36 418
Salaries & wages	43 275				(12 716)				(12 716)	30 559
Social contribution	6 543				(684)				(684)	5 859
Goods and services	68 066			1 355	14 776				16 131	84 197
Interest and rent on land										
Transfers and subsidies	39 157				(402)				(402)	38 755
Provinces and municipalities										
Departmental agencies and accounts	27 397				1 000				1 000	28 397
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions	11 760				(1 430)				(1 430)	10 330
Households					28				28	28
Payments for capital assets	32 716				(1 000)				(1 000)	31 716
Buildings and other fixed structures	30 000									30 000
Machinery and equipment	2 716				(1 000)				(1 000)	1 716

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
Payments for financial assets										
Total economic classification	189 757			1 355	(26)				1 329	191 086

TABLE 12.5 DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 2: CULTURAL AFFAIRS

Economic classification	Motivation	From	Motivation	To
Current payments		(35 922)		37 298
Compensation of employees	Funds are shifted due to delays in the implementation of the redesigned decentralised organisational structure not yet approved by DPSA.	(14 296)	Provision is made for personnel under Sub-programme: Management and Heritage service	896
Goods and services	Logistical services for major heritage events were classified under professional services. Funds are shifted to the correct SCoA line items e.g. catering, venues and transport provided: departmental activities. Funds for the National Heritage Monument project allocated under agency and outsourced services are moved to transfers and subsidies. Funds are also shifted due to cost containment measures effected from the hosting of events by entering into partnerships with the National Department of Arts and Culture in relation to the carnival event.	(21 626)	Funds are classified to the correct line items including, catering, venues and transport provided: departmental activities. Provision is also made to increase support for performing arts and the operational costs of at hubs.	36 402
Interest and rent on land				
Transfers and subsidies		(6 260)		5 858
Provinces and municipalities			Provision to increase support of identified block buster film.	1 000
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				
Non-profit institutions	The department decided to no longer transfer funds through NPI and will offer support through normal procurement processes.	(6 260)	Funds for the environmental impact assessment and the heritage impact assessment studies in relation to the National Heritage Monument.	4 830
Households			To fund subsidies to households and leave gratuity payments	28
Payments for capital assets		(1 013)		13
Buildings and other fixed structures				
Machinery and equipment	The budget is reprioritized within the Sub-programme: Arts and Culture as the item is adequately funded.	(1 013)	Provision for assets within the Sub-Programme: Management.	13

Economic classification	Motivation	From	Motivation	To
Heritage assets				
Specialized military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
Payments for financial assets				
Total economic classification		(43 195)		43 169

Provincial roll-overs: R1.4 million

Unspent funds of R1.4m are rolled over from the previous financial year for the refurbishment, upgrading and construction of infrastructure projects in Ratanda, Diepsloot, Magaliesburg and South, East and Western corridors.

Virements and shifts

The programme received R1.5 million from Programme 1: Administration for the focused projects on School Holiday Programmes and Arts through the arts and culture community cluster whilst an amount of R1.5 million is reallocated to Programme 4: Sport and Recreation for the Nelson Mandela Remembrance Walk project with the focus on mass participation. In addition, a total amount of R14.8 million is moved to goods and services to implement arts and culture cluster programmes in communities and to increase support for the operationalisation of hubs. The arts and culture programmes includes performing arts, creative industries and cultural activities.

An amount of R1 million is shifted to the Gauteng Film Commission to augment the support for films that contributes to transformation and potential growth in the film sector at production level through the reprioritization of funds allocation to transfers and subsidies.

Programme 3: Library and Archives Services

TABLE 12.6: PROGRAMME 3: LIBRARY AND ARCHIVES SERVICES

Programmes	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1.Management	1 554				201				201	1 755
2.Library Services	194 847		17 813	5 037	(1 249)				21 601	216 448
3.Archives	77 606			5 205	(332)				4 873	82 479
Total sfor programme	274 007		17 813	10 242	(1 380)				26 675	300 682

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Current payments	28 143				(7 435)				(7 435)	20 708
Compensation of employees	15 618				(3 180)				(3 180)	12 438
Salaries & wages	13 888				(2 080)				(2 080)	11 808
Social contribution	1 730				(1 100)				(1 100)	630
Goods and services	12 525				(4 255)				(4 255)	8 270
Interest and rent on land										
Transfers and subsidies	119 488				10 009				10 009	129 497
Provinces and municipalities	117 138				8 978				8 978	126 116
Departmental agencies and accounts										

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions	750				1 000				1 000	1 750
Households	1 600				31				31	1 631
Payments for capital assets	126 376		17 813	10 242	(3 954)				24 101	150 477
Buildings and other fixed structures	121 096		17 813	7 362	(4 578)				20 597	141 693
Machinery and equipment	5 280			2 880	624				3 504	8 784
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
Payments for financial assets										
Total economic classification	274 007		17 813	10 242	(1 380)				26 675	300 682

TABLE 12.7 DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 3: LIBRARY AND ARCHIVES SERVICES

Economic classification	Motivation	From	Motivation	To
Current payments		(12 600)		5 165
Compensation of employees	The department is implementing the Auditor General's recommendation to reverse the movement of staff back which was moved to core programmes.	(3 280)	To cater for personnel cost that was inadequately budgeted for.	100
Goods and services	Funds are shifted due to the delays finalising the construction of libraries.	(9 320)	Provision for books subscription fees, catering for training of records and archives council meetings for the national archives week, awareness sessions for reading and outreach programmes and computer licensing fees.	5 065
Interest and rent on land				
Transfers and subsidies		(250)		10 259
Provinces and municipalities			The provision is for the operationalization of libraries.	8 978
Departmental agencies and accounts				
Higher education institutions				
Foreign governments and international organisations				
Public corporations and private enterprises				
Non-profit institutions			Reclassifying funds in line with grant's approved business plan.	1 000
Households	The budget is reprioritised within the grant as the item is adequately budgeted for.	(250)	Funds to cover costs relating to leave gratuities.	281

Economic classification	Motivation	From	Motivation	To
Payments for capital assets		(7 178)		3 224
Buildings and other fixed structures	The budget is reprioritised within the grant due to the delay of the construction of libraries	(7 178)	Provision for the upgrading of Ratanda and Venterspoort community libraries	2 600
Machinery and equipment			To cater for the procurement of computers for libraries	624
Heritage assets				
Specialised military assets				
Biological assets				
Land and sub-soil assets				
Software and other intangible assets				
Payments for financial assets				
Total economic classification		(20 028)		18 648

National roll-overs: R17.8 million

The Community Library Services Grant amounting to R17.8 million is rolled over for the completion of the additional scope of work in community libraries such as furniture, guard houses, electronic security system, burglar bars and professional fees.

Provincial roll-overs: R10.2 million

An amount of R10.2 million is approved to be rolled over from the previous financial year for the completion of the Provincial Archive Centre (R5.2 million) and R5 million to fund library equipment and furniture for Rust Ter Vaal and Impumelelo Library, as well as network cabling of the new libraries, the computer services at Randfontein and the completion of the Olivenhoutbosch Library.

Virements and shifts

The programme shifted R1.4 million to Programme 1: Administration due to the implementation of the recommendation from the Auditor General to reverse the movement of staff which was moved to core programmes in the previous financial year until the new structure can be fully implemented. In addition, R4.3 million is shifted from goods and services for the upgrading of two community libraries and an amount of R8.9 million is reclassified within the community libraries grant to increase transfers to municipalities for the operationalization of the libraries of which R7.2 million is from payments of capital assets and R1.8 million is from compensation of employees.

Programme 4: Sport and Recreation

TABLE 12.8: PROGRAMME 4: SPORT AND RECREATION

Programmes	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
1.Management	9 007									9 007
2.Sport	100 478				5 500		(9 468)	10 000	6 032	106 510
3.Recreation	86 933				(6 700)		(2 469)	6 000	(3 169)	83 764
4.School Sport	46 876						(5 531)		(5 531)	41 345
Total for programme	243 294				(1 200)		(17 468)	16 000	(2 668)	240 626

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Current payments	227 845				(3 741)		(16 781)	16 000	(4 522)	223 323
Compensation of employees	96 559				(7 242)		(681)		(7 923)	88 636
Salaries & wages	86 822				(6 613)		(606)		(7 219)	79 603
Social contribution	9 737				(629)		(75)		(704)	9 033
Goods and services	131 286				3 501		(16 100)	16 000	3 401	134 687
Interest and rent on land										

Economic classification	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Transfers and subsidies	11 896				2 361		(687)		1 674	13 570
Provinces and municipalities										
Departmental agencies and accounts										
Higher education institutions										
Foreign governments and international organisations										
Public corporations and private enterprises										
Non-profit institutions	11 896				2 361		(687)		1 674	13 570
Households										
Payments for capital assets	3 553				180				180	3 733
Buildings and other fixed structures	2 000									2 000
Machinery and equipment	1 553				180				180	1 733
Heritage assets										
Specialised military assets										
Biological assets										
Land and sub-soil assets										
Software and other intangible assets										
Payments for financial assets										
Total economic classification	243 294				(1 200)		(17 468)	16 000	(2 668)	240 626

TABLE 12.9 DETAILS OF SHIFTS AND VIREMENTS PER ECONOMIC CLASSIFICATION: PROGRAMME 4: SPORT AND RECREATION

Economic classification	Motivation	From	Motivation	To
Current payments		(17 489)		13 748
Compensation of employees	The department is implementing the Auditor General's recommendation to reverse the movement of staff back which was moved to core programmes	(7 430)	Provision is made to cater for an increase in conditions of services.	188
Goods and services	Reduced allocation of the Mass Participation and Sport Development Grant to align with the approved business plan.	(10 059)	Funds for branding and awareness of Mass participation programmes in the province and coordination of sports and recreation programmes. Funds for reclassification of sports awards and the Nelson Mandela remembrance walk functions.	13 560
Interest and rent on land				
Transfers and subsidies		(180)		2 541
Provinces and municipalities				
Departmental agencies and accounts				
Higher education institutions				

Economic classification	Motivation	From	Motivation	To
Foreign governments and international organisations Public corporations and private enterprises Non-profit institutions	Reduced allocation of the Mass Participation and Sport Development Grant to align with the approved business plan.	(180)	Provision for the transfer of funds to the Gauteng Sports Council to strengthen the structures within the Sports Federations.	2 541
Households				
Payments for capital assets				180
Buildings and other fixed structures Machinery and equipment			Provision for new computer equipment required for implementation of School Sport programs.	180
Heritage assets Specialised military assets Biological assets Land and sub-soil assets Software and other intangible assets				
Payments for financial assets				
Total economic classification		(17 669)		16 469

Virements and shifts

Programme 4 is shifting an amount of R6.7 million from compensation of employees to Programme 1: Administration to implement the recommendation of the Auditor General. Movements also include the receipt of R5.5 million of which R1.5 million is moved from programme 2 in relation to the Nelson Mandela Remembrance Walk, and R4 million from programme 1 for the Gauteng Sports Awards.

Additional national funding: R17.5 million

The allocation for the Mass Participation and Sport Development Grant is reduced by R17.5 million due to an erroneous grant allocation published in the 2016 Division of Revenue Act.

Additional provincial funding: R16 million

The department is receiving a total of R16 million and R6 million is for the enhancement of provincial community festive games over the holiday season. The aim is to engage the youth over the holiday period by coordinating various activities in communities in the quest to promote active healthy lifestyles. Furthermore, an amount of R5 million is made available to provide for the anticipated increase in mass participation programmes combined with commemoration celebrations, specifically the Nelson Mandela Remembrance Walk as one of the major attractions and opportunities to build social cohesion in Gauteng. The remaining R5 million is allocated to fund the shortfall in the amount appropriated for the increased acknowledgement of excellence in the Sport and Recreation sector by hosting the Gauteng Sports awards.

5. Expenditure 2015/16 and preliminary expenditure 2016/17

TABLE 12.10: EXPENDITURE 2015/16 AND PRELIMINARY EXPENDITURE 2016/17: SPORT, ARTS, CULTURE AND RECREATION

Department	2015/16 Expenditure Outcome				2016/17 Preliminary expenditure		
	Adjusted appropriation	April 2015 - September 2015	April 2015 - March 2016	April 2015 - March 2016 as a % of adjusted appropriation	Adjusted appropriation	April 2016-September 2016	% change 15/16-16/17 Apr-Sept
R thousand							
1.Administration	109 071	74 987	130 629	120%	116 607	59 872	(20%)
2.Cultural Affairs	120 932	47 998	113 430	94%	191 086	117 161	144%
3.Library and Archives Services	344 914	169 108	278 178	81%	300 682	158 167	(6%)
4.Sport and Recreation	220 007	63 608	182 096	83%	240 626	94 188	48%
Total for programmes	794 924	355 701	704 333	89%	849 001	429 388	21%

Current payments	399 080	154 282	386 916	97%	478 489	229 026	112%
Compensation of employees	188 440	91 873	183 836	98%	217 466	106 227	16%
Goods and Services	210 640	62 409	202 493	96%	260 815	122 592	96%
Interest and rent on land			587		208	207	
Transfers and subsidies	146 916	117 565	155 391	106%	182 376	105 561	(28%)
Provinces and municipalities	99 479	83 627	103 111	104%	126 116	77 738	(7%)
Departmental agencies and accounts	25 993	19 494	25 993	100%	28 397	20 547	5%
Higher education institutions						20	
Foreign governments & international organisations							
Public corporations & private enterprises							
Non-profit institutions	20 029	13 610	25 249		25 650	6 189	(55%)
Households	1 415	834	1 038		2 213	1 067	28%
Payments for capital assets	248 899	83 825	161 636	65%	187 371	94 036	12%
Buildings and other fixed structures	224 883	79 941	152 774	68%	173 722	90 142	13%
Machinery and equipment	23 856	3 732	8 646	36%	13 649	3 894	4%
Heritage assets							
Specialised military assets							
Biological assets							
Land and sub-soil assets							
Software and other intangible assets	160	152	216				
Payments for financial assets	29	29	390		765	765	
Total economic classification	794 924	355 701	704 333	89%	849 001	429 388	21%

Expenditure trends for 2015/16

The department's total expenditure for 2015/16 financial year amounted to R704.3 million which translates to 89 per cent of the adjusted budget of R794.9 million. The department underspent with an amount of R90.6 million largely due to the slow spending on infrastructure projects.

Programme 1: Administration exceeded the compensation of employees' budget by R12.8 million due to the misalignment of personnel costs against the budget.

Programme 2: Cultural Affairs recorded and underspending of R5.9 million which was due to unpaid invoices at the end of the financial year.

Programme 3: The underspending of R67.5 million by Library and Information Services is mainly due to the incomplete construction of libraries.

Programme 4: Sport and Recreation underspending amounts to R29.9 million. R18 million under infrastructure was due to delays in the implementation of operation Mabaleng while R10.8 million for compensation of employees was due to the misalignment of personnel cost against the budget. R6.4 million under goods & services was due to unpaid invoices which were not processed at the end of the financial year.

Expenditure trends for the first half of 2016/17

The total departmental expenditure at the end of the second quarter of 2016/17 is R429.4 million which is more than

the comparative figure of R355.7 million in the 2015/16 financial year. The increase in spending is due to the payment of accruals.

Programme 1: Administration

The total expenditure up to the second quarter of 2016/17 amounts to R59.9 million and translates to 53 per cent of the main budget compared to the 69 per cent of 2015/16. The slower spending is due to the misalignment of personnel costs against the budget.

Programme 2: Cultural Affairs

The total expenditure up to the second quarter of 2016/17 amounts to R117 million and translates to 62 per cent of the main budget compared to the 40 per cent of 2015/16. The higher spending is due to the implementation of the Carnival project, the operationalization of the hubs and the Living Women's Monument.

Programme 3: Library and Information Services

The total expenditure up the second quarter of 2016/17 is R158 million and translates to 58 per cent of the main budget compared to the 49 per cent of 2015/16. The accelerated spending is due to an increase in spending related to the construction of the Provincial Archive Centre.

Programme 4: Sport and Recreation

The total expenditure for the first half of 2016/17 is R94 million and translates to 39 per cent of the main allocation compared to the 29 per cent of the 2015/16 financial year. The higher spending is due to the misalignment of personnel cost against the budget.

6. Departmental receipts

TABLE 12.11: DEPARTMENTAL RECEIPTS

Department	2015/16 Audited Outcome				2016/17 Actual Receipts		
	Adjusted appropriation	April 2015 - Sep 2015	April 2015 - Mar 2016	April 2015 - March 2016 as a % of adjusted appropriation	Adjusted appropriation	Apr 2016-Sep 2016	% change 15/16-16/17 Apr-Sept
R thousand							
Tax receipts							
Casino taxes							
Horse racing taxes							
Liquor licences							
Motor vehicle licences							
Sales of goods and services other than capital assets	237	140	291	123%	317	149	6%
Of which Health patient fees							
Transfers received							
Fines, penalties and forfeits							
Interest, dividends and rent on land	12	8	162	1350%	250	225	2713%
Sales of capital assets							
Financial transactions in assets and liabilities	60	39	206	343%	100	60	54%
Total receipts	309	187	659	213%	667	434	132%

Revenue trends for the first half of 2016/17

The department has adjusted the revenue appropriation for 2016/17 financial year upward from R320 000 to R667 000 and as at the end of September 2016 the department managed to collect R434 000 which translates to 65 per cent. The lowest contributor is sales of goods and services other than capital assets with a total amount collected as at the end of the second quarter amounting to R149 000. This was due to more parking being utilised.

The second highest contributor is financial transactions in assets and liabilities with a total amount collected as at the end of the second quarter amounting to R60 000 translated to 60 per cent. This was due to increase in debt collection done by the collecting agent.

The highest contributor is Interest, dividends and rent on land with a total amount collected as at the end of the second quarter amounting to R225 000 translated to 90 per cent. This was due to increase in debt collection done by the collecting agent.

7. Changes to transfers and subsidies, conditional grants and infrastructure

7.1 Changes to transfers and subsidies

TABLE 12.12: SUMMARY OF CHANGES TO TRANSFERS AND SUBSIDIES

Programme	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Programme 1	143				411				411	554
Households	143				411				411	554
Programme 2	39 157				(402)				(402)	38 755
Departmental agencies and accounts	27 397				1 000				1 000	28 397
Non-profit institutions	11 760				(1 430)				(1 430)	10 330
Households					28				28	28
Programme 3	119 488				10 009				10 009	129 497
Provinces and municipalities	117 138				8 978				8 978	126 116
Non-profit institutions	750				1 000				1 000	1 750
Households	1 600				31				31	1 631
Programme 4	11 896				2 361		(687)		1 674	13 570
Non-profit institutions	11 896				2 361		(687)		1 674	13 570
Total changes in conditional Name of transfer payments	170 684				12 379		(687)		11 692	182 376

Virements and shifts

The department moved an amount of R411 000 to Programme 1: Administration to make provision for subsidies to households and leave gratuity.

The total amount allocated to transfers and subsidies under programme 2: Cultural Affairs is decreased by R402 000 due to the decision to implement the programmes internally through procurement of goods and services. The programme received an additional R1 million to be transferred to the Gauteng Film Commission towards the finalisation of the production of blockbuster films.

Programme 3: Library and Information Services reclassified R8.9 million within the Community Library Conditional Grant allocation to increase transfers to municipalities to cater for the operationalisation of libraries. An amount of R31 000 is shifted to households for provision of leave gratuities.

Programme 4: Sport and Recreation received a net amount of R 1.7 million due to the alignment of budget with planned activities of the conditional grant business plan.

7.2 Changes to conditional grants

TABLE 12.13: SUMMARY OF CHANGES TO CONDITIONAL GRANTS

Programme	Main Appropriation	2016/17 Adjustments							Total Adjustments	Adjusted Appropriation
		Function Shifts, Surrenders and Suspensions	Roll-overs: National	Roll-overs: Provincial	Virements and Shifts	Unforeseeable/unavoidable	Additional Funding: National	Additional Funding: Provincial		
R thousand										
Programme 2	2 024									2 024
EPWP Integrated Grant	2 024									2 024
Programme 3	163 339		17 813						17 813	181 152
Recap Of Community Libraries Conditional Grant	163 339		17 813						17 813	181 152
Programme 4	103 284						(17 468)		(17 468)	85 816
Mass Sport and Participation	101 084						(17 468)		(17 468)	83 616
EPWP Incentive Grant	2 200									2 200
Total changes in conditional grants	268 647		17 813				(17 468)		345	268 992

National roll-overs: R17.8 million

The Community Library Services Grants received a roll over of R 17.8 million for the completion of the additional scope of work in 8 community libraries namely Drieziek, Evaton North, Kagiso Ext 6, Kingsway, Naturena, Olievenhoutbosch, Rietvallei, and Roodekop.

National additional funding: R17.5 million

The National Department of Sport and Recreation reduced the allocation for the Mass Participation and Sport Development Grant from R101.1 million to R83.6 million, a decrease of R17.5 million to correct an error in the allocation published at the beginning of the financial year.

73. Changes to infrastructure

Refer to 2016 Adjusted Estimates of Capital expenditure (AECE)

