

Vote 10

Sport and Recreation

R thousand	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Operational budget	426 479	427 536		1 057
MEC remuneration				
Total amount to be appropriated	426 479	427 536		1 057
<i>of which:</i>				
Current payments	314 373	319 839		5 466
Transfers and subsidies	58 997	65 729		6 732
Payments for capital assets	53 109	41 968	(11 141)	
Payments for financial assets	-	-		
Responsible MEC	MEC for Arts, Culture, Sport and Recreation ¹			
Administering department	Sport and Recreation			
Accounting Officer	Head: Sport and Recreation			

1. Vision and mission

Vision

The department's mission is: *An active and winning province through sport and recreation.*

Mission

The department's mission is: *To transform the sport and recreation environment through integrated, sustainable mass participation, development and high performance programmes at all levels by ensuring equitable access and alignment to government outcomes so as to improve the quality of life of all the citizens of KwaZulu-Natal.*

2. Strategic goals

The strategic goals of the department are to promote and contribute to:

- The health and well-being of the citizens of KZN.
- Improved performance through talent optimisation, development and high performance programmes.
- Good governance and accountability in sport and recreation.
- Transformation of the sport and recreation sector through the creation of equal access and opportunities for all.
- Maximising access to sport, recreation and physical education in every school in KZN.
- Social cohesion and national identity through participation in sport and recreation.

3. Summary of adjusted estimates for the 2016/17 financial year

The 2016/17 main appropriation of the department was R426.479 million in 2016/17. During the year, the department's allocation was increased by R1.057 million to R427.536 million. The main adjustments that led to this overall increase in the budget are summarised below, and details are given in Section 4:

¹ The salary of the MEC for Sport and Recreation is budgeted for under Vote 15: Arts and Culture.

- *Virement between programmes:* The department undertook no virements across programmes.

The department undertook virements across sub-programmes and economic categories within programmes with no virements being undertaken between programmes. These virements are permissible in terms of the PFMA and Treasury Regulations, although Legislature approval is required for the reduction in transfers, as detailed later.

- *Shifts:* The department undertook the following shifts across economic classifications:
 - R4.672 million was shifted from *Goods and services*. The department budgeted for some departmental events, such as the U19 International Football Tournament which was held from 28 July to 5 August 2016, and was hosted by non-profit organisations and entities on behalf of the department against, *Goods and services*. The recent audit outcome indicated that the department should budget for events against the appropriate organisation planning the event, hence the movement of funds to *Transfers and subsidies to: Public corporations and private enterprises* (R3.132 million) for transfer to the Hoy Park Management for the U19 International Football Tournament and to *Transfers and subsidies to: Non-profit institutions* (R1.540 million) to introduce a transfer to the Provincial Sport Confederation. The purpose of the funds remains unchanged.
 - R11.141 million was shifted from *Buildings and other fixed structures* to *Transfers and subsidies to: Provinces and municipalities* for the construction of sport facilities by municipalities, such as Cwaka sport complex (Nquthu Municipality), and Nxamalala sport field (iMpendle Municipality). The department decided that it is better in some instances for municipalities to implement the construction of sport facilities themselves as opposed to the department, as the municipalities have the necessary expertise to deal with the local conditions. In addition, the municipalities add their own funds to the construction programme, while they are reluctant to do so if the department is implementing the construction project themselves and this then contributes to the municipalities not maintaining the sport facilities once completed. The purpose of the funds remains unchanged. Legislature approval is not required for the reduction in capital since this is a shifting of funds.
- *Other adjustments:* The following adjustments were undertaken by the department which resulted in a net increase of R1.057 million in the main appropriation of Programme 2:
 - R410 000 was allocated against *Transfers and subsidies to: Households* relating to funds received as sponsorships from various organisations toward the department's annual KZN Sport Awards. These funds were received in the Provincial Revenue Fund (PRF) in 2015/16 and were allocated back to the department for spending on the KZN Sport Awards in 2016/17. The department allocated these funds towards cash rewards given to the sport stars.
 - R3.342 million was allocated to *Compensation of employees* for the above-budget 2016 wage adjustment to fund the shortfall between the 7.2 per cent provided for in the budget as opposed to the actual increase of 7.6 per cent. These funds were provided from provincial cash resources as National Treasury indicated that they would not fund any part of the shortfall. This amount fully compensates the department for this shortfall.
 - R10 million in respect of the construction of the sport development centre in Durban was suspended from 2016/17 against *Transfers and subsidies to: Provinces and municipalities* and will be allocated back to the department in the 2017/18 MTEF budget process. The eThekweni Metro experienced challenges with regard to the eviction of the current tenants of the site at the Durban Kings Park Precinct. Court proceedings are still underway with regard to the matter, hence the R10 million will not be utilised in 2016/17.
 - R7.305 million was allocated to the Mass Participation and Sport Development (MPSD) grant under Programme 2 against *Compensation of employees* (R461 000), *Goods and services* (R6.408 million), and *Transfers and subsidies to: Non-profit institutions* (R436 000). Due to an oversight by the National Department of Sport and Recreation (NDOSR), the grant allocations published in the 2016 DORA were incorrect and are now rectified to tie up with the numbers agreed to at a HEADCOM meeting held in 2015.

Tables 10.1 and 10.2 reflect a summary of the 2016/17 adjusted appropriation of the department, summarised according to programme and economic classification. Further details of adjustments at economic classification level are provided in *Annexure – Vote 10. A: Sport and Recreation*.

Table 10.1 : Summary by programmes

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	83 462	-	-	-	-	-	-	83 462
2. Sport and Recreation	343 017	-	-	-	-	1 057	1 057	344 074
Total	426 479	-	-	-	-	1 057	1 057	427 536
Amount to be voted								1 057

Table 10.2 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	314 373	-	-	(73)	(4 672)	10 211	5 466	319 839
Compensation of employees	114 192	-	-	(8 271)	-	3 803	(4 468)	109 724
Goods and services	200 181	-	-	8 198	(4 672)	6 408	9 934	210 115
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to:	58 997	-	-	73	15 813	(9 154)	6 732	65 729
Provinces and municipalities	12 023	-	-	-	11 141	(10 000)	1 141	13 164
Departmental agencies and accounts	296	-	-	(1)	-	-	(1)	295
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	3 132	-	3 132	3 132
Non-profit institutions	46 078	-	-	(607)	1 540	436	1 369	47 447
Households	600	-	-	681	-	410	1 091	1 691
Payments for capital assets	53 109	-	-	-	(11 141)	-	(11 141)	41 968
Buildings and other fixed structures	47 609	-	-	355	(11 141)	-	(10 786)	36 823
Machinery and equipment	5 150	-	-	(355)	-	-	(355)	4 795
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	350	-	-	-	-	-	-	350
Payments for financial assets	-	-	-	-	-	-	-	-
Total	426 479	-	-	-	-	1 057	1 057	427 536
Amount to be voted								1 057

4. Changes to programme purposes and service delivery measures

The department made no changes to the purpose of its programmes, which conform to the programme and budget structure of the Sport and Recreation sector. However, there were discrepancies between the department's 2016/17 APP and the tabled *EPRE*. When the *EPRE* was finalised, the department was still in the process of finalising the APP, therefore some are different from those included in the *EPRE*. This is now corrected.

4.1 Programme 1: Administration

The purpose of this programme is to provide overall management of the department. The programme's aim includes management of the department through the office of the Head of Department and the provision of financial management, human resource services, administration services, and security and communication services through Corporate Services.

Tables 10.3 and 10.4 reflect a summary of the 2016/17 adjusted appropriation of Programme 1, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in no change to the main appropriation, are provided in the paragraph after the tables.

Table 10.3 : Programme 1: Administration

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Corporate Services	83 462	-	-	-	-	-	-	83 462
Total	83 462	-	-	-	-	-	-	83 462
Amount to be voted								-

Table 10.4 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments	
Current payments	77 643	-	-	(448)	-	(448)	77 195
Compensation of employees	35 883			(2 599)		(2 599)	33 284
Goods and services	41 760			2 151		2 151	43 911
Interest and rent on land						-	-
Transfers and subsidies to:	319	-	-	448	-	448	767
Provinces and municipalities	23					-	23
Departmental agencies and accounts	296			(1)		(1)	295
Higher education institutions						-	-
Foreign governments and international organisations						-	-
Public corporations and private enterprises						-	-
Non-profit institutions						-	-
Households				449		449	449
Payments for capital assets	5 500	-	-	-	-	-	5 500
Buildings and other fixed structures				355		355	355
Machinery and equipment	5 150			(355)		(355)	4 795
Heritage assets						-	-
Specialised military assets						-	-
Biological assets						-	-
Land and subsoil assets						-	-
Software and other intangible assets	350					-	350
Payments for financial assets						-	-
Total	83 462	-	-	-	-	-	83 462
Amount to be voted							-

Virement – Programme 1: Administration

The following virements were undertaken within Programme 1, which resulted in no change to the main appropriation of Programme 1:

- R2.599 million was moved from *Compensation of employees* due to delays in filling critical budgeted vacant posts due to lengthy recruitment processes. This includes posts such as Chief Director: Corporate Governance, Director: Strategic Planning, Deputy Director: Planning and Budgeting. These funds were moved as follows:
 - R2.151 million was moved to *Goods and services* for the relocation of the department's SCM unit from Durban to the Pietermaritzburg Head Office, operating leases for district offices and administration fees for the Tourvest on-line booking system which were under-budgeted for.
 - R448 000 was moved to *Transfers and subsidies to: Households* in respect of higher than anticipated staff exit costs.
- R1 000 was moved from *Transfers and subsidies to: Departmental agencies and accounts* due to savings incurred in respect of the Tourism and Hospitality, Education and Training Authority (THETA) for the skills development levy which was lower than projected with these savings off-set by an increase in TV licences. These funds were moved to *Transfers and subsidies to: Households* in respect of higher than anticipated staff exit costs.
- R355 000 was moved to *Buildings and other fixed structures* for a variation order payment in respect of the completed construction of the Ugu district office. This payment was not anticipated and was therefore not budgeted for in the main budget. These funds were moved from *Machinery and equipment* as a result of delays in the delivery of motor vehicles ordered.

These virements are permissible in terms of the PFMA and Treasury Regulations. The decrease in *Transfers and subsidies to: Departmental agencies and accounts* requires Legislature approval.

4.2 Programme 2: Sport and Recreation

The purpose of this programme is to promote, develop, administer and fund sport in KwaZulu-Natal. It also ensures advancement of participation in sport and recreation, talent identification and the promotion of performance excellence.

Tables 10.5 and 10.6 reflect a summary of the 2016/17 adjusted appropriation of Programme 2, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall increase of R1.057 million, are provided in the paragraphs after the tables.

Table 10.5 : Programme 2: Sport and Recreation

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Management	79 062					3 865	3 865	82 927
2. Sport	173 558	-				(7 811)	(7 811)	165 747
3. Recreation	47 514					2 016	2 016	49 530
4. School Sport	42 883					2 987	2 987	45 870
Total	343 017	-	-	-	-	1 057	1 057	344 074
Amount to be voted								1 057

Table 10.6 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	236 730	-	-	375	(4 672)	10 211	5 914	242 644
Compensation of employees	78 309			(5 672)		3 803	(1 869)	76 440
Goods and services	158 421			6 047	(4 672)	6 408	7 783	166 204
Interest and rent on land							-	-
Transfers and subsidies to:	58 678	-	-	(375)	15 813	(9 154)	6 284	64 962
Provinces and municipalities	12 000				11 141	(10 000)	1 141	13 141
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises					3 132		3 132	3 132
Non-profit institutions	46 078			(607)	1 540	436	1 369	47 447
Households	600			232		410	642	1 242
Payments for capital assets	47 609	-	-	-	(11 141)	-	(11 141)	36 468
Buildings and other fixed structures	47 609				(11 141)		(11 141)	36 468
Machinery and equipment							-	-
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets							-	-
Total	343 017	-	-	-	-	1 057	1 057	344 074
Amount to be voted								1 057

Virement – Programme 2: Sport and Recreation

The following virements were undertaken within Programme 2, which resulted to no change to the main appropriation of Programme 2:

- R5.672 million was moved from *Compensation of employees* due to delays in the filling of critical budgeted vacant posts as a result of lengthy recruitment processes. These posts include the Deputy Director: District Operations Manager, Provincial Co-ordinator: School Sport Participation and Provincial Co-ordinator: Lifestyle Recreation. These funds were moved as follows:
 - R5.440 million was moved to *Goods and services* for departmental events under-budgeted for, e.g. KZN Sport Awards, Provincial Indigenous Games and Provincial Golden Games.
 - R232 000 was moved to *Transfers and subsidies to: Households* for higher than anticipated staff exit costs.
- The department undertook various adjustments against *Transfers and subsidies to: Non-profit institutions* which resulted in a net decrease of R607 000. The decrease was due to non-compliance with regard to the submission of the necessary documentation by several institutions, such as close-out reports and audited AFS by organisations, such as KZN Lifesaving and TAFTA, to qualify for a transfer in 2016/17. These funds were moved to *Goods and services* for departmental events, such as the KZN Sport Awards, Provincial Indigenous Games and Provincial Golden Games, as mentioned above, which were under-budgeted for.

The above virements are permissible in terms of the PFMA and Treasury Regulations, however, the decrease in *Transfers and subsidies to: Non-profit institutions* requires Legislature approval.

Shifts – Programme 2: Sport and Recreation

The department undertook the following shifts within Programme 2:

- R4.672 million was shifted from *Goods and services*. The department budgeted for some departmental events, such as the U19 International Football Tournament which was held from 28 July to 5 August 2016, and was hosted by non-profit organisations and entities on behalf of the department against, *Goods and services*. The recent audit outcome indicated that the department should budget for events against the appropriate organisation planning the event, hence the movement of funds to *Transfers and subsidies to: Public corporations and private enterprises* (R3.132 million) for transfers to the Hoy Park Management in respect of the U19 International Football Association (a portion of the funds were from the MPSD grant and some from the equitable share) and the increase against *Transfers and subsidies to: Non-profit institutions* (R1.540 million) relates to the introduction of transfers to the Provincial Sports Confederation. The purpose of the funds remains unchanged.
- R11.141 million was shifted from *Buildings and other fixed structures* to *Transfers and subsidies to: Provinces and municipalities* for the construction of sport facilities by municipalities, such as Cwaka sport complex (Nquthu Municipality), and Nxamalala sport field (iMpendle Municipality). The department decided that it is better in some instances for municipalities to implement the construction of sport facilities themselves as opposed to the department, as the municipalities have the necessary expertise to deal with the local conditions. In addition, the municipalities add their own funds to the construction programme, while they are reluctant to do so if the department is implementing the construction project themselves and this then contributes to the municipalities not maintaining the sport facilities once completed. The purpose of the funds remains unchanged.

Other adjustments – Programme 2: Sport and Recreation: R1.057 million

The following adjustments were made in Programme 2, resulting in a net increase of R1.057 million:

- R410 000 was allocated against the Sport sub-programme under *Transfers and subsidies to: Households* relating to funds received as sponsorships from various organisations toward the department's annual KZN Sport Awards. These funds were received in the PRF in 2015/16 and were allocated back to the department for spending on the KZN Sport Awards in 2016/17. The department allocated these funds towards rewards given to the sport stars.
- R3.342 million was allocated to the Management sub-programme under *Compensation of employees* for the above-budget 2016 wage adjustment.
- R10 million in respect of the construction of the sport development centre was suspended from 2016/17 against the Sport sub-programme under *Transfers and subsidies to: Provinces and municipalities* and will be allocated back to the department in the 2017/18 MTEF budget process. The eThekweni Metro experienced challenges with regard to the eviction of the current tenants of the site at the Durban Kings Park Precinct. Court proceedings are still underway with regard to the matter, hence the R10 million will not be utilised in 2016/17.
- R7.305 million was allocated to the MPSD grant under Programme 2. Due to an oversight by the NDOSR, the grant allocations published in the 2016 DORA were incorrect and are now rectified to tie up with the numbers agreed to at a HEADCOM meeting held in 2015, a meeting for all heads of Sport and Recreation and the NDOSR. This was allocated to the following economic categories:
 - R461 000 was allocated to the Management and School Sport sub-programmes under *Compensation of employees* in respect of the appointment of volunteers as sport co-ordinators.
 - *Goods and services* was increased by R6.408 million against all sub-programmes for the implementation of school sport programmes which involve the purchase of sport attire, kits, as well as hosting of sport tournaments, such as the Provincial Boxing Tournament.
 - R436 000 was allocated to the Sport sub-programme under *Transfers and subsidies to: Non-profit institutions* in respect of transfers to the KZN Academy of Sport.

Service delivery measures – Programme 2: Sport and Recreation

Table 10.7 shows the service delivery targets for Programme 2, as well as actual achievements for the first six months of the year. A few of the outputs have been adjusted, as reflected in the 2016/17 Revised target column, to align them to the targets included in the APP which was tabled at a later date. Also, the descriptions of some outputs and performance measures have been revised, as shown in bold italics.

Table 10.7 : Service delivery measures – Programme 2: Sport and Recreation

Outputs	Performance indicators	Performance targets		
		2016/17 Original target	2016/17 Mid-year actual	2016/17 Revised target
1. Sport				
1.1 Community Sport Promotion and Development				
1.1.1 To invest in social capital by strengthening the capacity of provincial institutions to promote the transformation and development of sport	<ul style="list-style-type: none"> No. of athletes <i>from rural/disadvantaged communities</i> supported to major events No. of <i>mass participation sport events hosted</i> <i>No. of people actively participating in sport and recreation events</i> No. of people trained <i>to deliver development/high performance/transformation initiatives through sport federations</i> 	1 300 12 9 000 2 100	518 12 8 547 1 161	600
1.1.2 To invest in talent optimisation and high/elite sport performance through elite athlete development progs with sport federations and high performance institutes	<ul style="list-style-type: none"> No. of sport federations/entities receiving financial support <i>by transfer payment</i> No. of athletes receiving medical and scientific support <i>as part of an elite athlete development prog.</i> 	24 80	12 80	21
1.2 Sport and Recreation Infrastructure Planning and Development (Facilities)				
1.2.1 <i>New/renovated/upgraded resourced</i> community/school and recreation facilities <i>to improve access</i>	<ul style="list-style-type: none"> No. of <i>basic</i> sport and recreation facilities constructed No. of kick-about <i>sport fields</i> constructed <i>in rural/disadvantaged communities</i> No. of combination (<i>multi-purpose</i>) courts constructed in schools/communities No. of <i>health and fitness parks installed and established (outdoor gyms)</i> 	2 11 11 11	- 8 3 -	
1.3 Club Development				
1.3.1 To <i>invest</i> in social capital by transforming the sport and recreation landscape through implementation of <i>the</i> club development prog	<ul style="list-style-type: none"> No. of clubs provided with equipment/attire No. of local leagues supported to foster club development (<i>federations</i>) No. of people trained as part of the club development prog. 	369 36 260	173 88 174	252 184
1.3.2 To <i>promote</i> long-term participant development (<i>LTPD</i>) through <i>implementation</i> of the academy system	<ul style="list-style-type: none"> No. sport academies supported No. of athletes supported through sport academies 	8 400	4 245	
1.4 Strategic Projects				
1.4.1 <i>Strategic development of identified sport codes, transformation and social cohesion</i>	<ul style="list-style-type: none"> No. of equity progs supported and implemented at district level No. of clubs/organisations benefitting from community outreach progs. 	11 425	11 216	
2. Recreation				
2.1 Organised Recreation				
2.1.1 To enhance the health of communities and citizens through promotion of active and healthy lifestyles	<ul style="list-style-type: none"> No. of recreation entities/agencies <i>receiving financial support</i> No. of sustainable recreation progs/events organised and implemented <i>at ward level</i> No. of people <i>actively participating in organised events</i> No. of people trained as recreation leaders 	5 62 50 000 850	1 31 15 287 848	
2.2 Community Recreation (Siyadlala)				
2.2.1 To enhance the health of communities through promotion of active and healthy lifestyles	<ul style="list-style-type: none"> No. of clubs/hubs provided with equipment/attire No. of youth attending youth camps No. of sport and recreation <i>events</i> organised and implemented No. of people actively participating in <i>sport and recreation</i> events No. of people trained <i>as part of community sport</i> 	120 250 220 75 000 285	35 134 74 27 514 -	239
3. School Sport				
3.1.1 To improve primary and secondary education through implementation of integrated school sport prog.	<ul style="list-style-type: none"> No. of schools provided with equipment/attire No. of learners participating in the school sport tournaments at district level 	525 3 000	375 3 487	400
3.1.2 To eradicate poverty through job creation/skill development	<ul style="list-style-type: none"> No. of educators trained to deliver the school sport prog. 	400	45	300

5. Specifically and exclusively appropriated allocations

Table 10.8 shows the amounts that are specifically and exclusively appropriated for specific purposes in terms of the KZN Adjustments Appropriation Act. Note that the conditional grants (which are also specifically and exclusively appropriated funds) are not included here, as they are discussed in Sections 8 and 10 below.

Details of the main adjustment, which resulted in an overall decrease of R10 million in respect of the department's specifically and exclusively appropriated funding, is provided in the paragraph following the tables.

Table 10.8 : Summary of specifically and exclusively appropriated funding

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Prog 2: Sport development centre	10 000					(10 000)	(10 000)	-
Total	10 000	-	-	-	-	(10 000)	(10 000)	-
Amount to be voted								(10 000)

- *Other adjustments:* The specifically and exclusively appropriated allocation was decreased by R10 million in respect of the construction of the sport development centre. These funds were suspended from Programme 2 against *Transfers and subsidies to: Provinces and municipalities* and will be allocated back to the department in the 2017/18 MTEF budget process. The eThekweni Metro experienced challenges with regard to the eviction of the current tenants of the site at the Durban Kings Park Precinct. Court proceedings are still underway with regard to the matter, hence the R10 million will not be utilised in 2016/17.

6. Gifts, donations and sponsorships

The department made cash rewards to sport stars at the KZN Sport Awards in 2016/17 amounting to R410 000 in total. While the reward amounted to R410 000, the individual cash awards were less than R100 000 and these therefore do not require Legislature approval.

7. Infrastructure

Table 10.9 shows the summary of infrastructure payments per main category. Details of the main adjustments, which resulted in an overall decrease of R9.645 million, are provided in the paragraphs following the tables.

Table 10.9 : Summary of infrastructure payments by category

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Existing infrastructure assets	-	-	-	-	-	-	-	-
Maintenance and repair: Current							-	-
Upgrades and additions: Capital							-	-
Refurbishment and rehabilitation: Capital							-	-
New infrastructure assets: Capital	47 609			355	(11 141)		(10 786)	36 823
Infrastructure transfers	12 000	-	-	-	11 141	(10 000)	1 141	13 141
Infrastructure transfers: Capital	10 000				11 141	(10 000)	1 141	11 141
Infrastructure transfers: Current	2 000						-	2 000
Infrastructure: Payments for fin assets							-	-
Infrastructure: Leases							-	-
Capital infrastructure	57 609	-	-	355	-	(10 000)	(9 645)	47 964
Current infrastructure	2 000	-	-	-	-	-	-	2 000
Total	59 609	-	-	355	-	(10 000)	(9 645)	49 964

- *Virements:* R355 000 was moved to *New infrastructure assets: Capital* for a variation order payment in respect of the completed construction of the Ugu district office. This payment was not anticipated and was therefore not budgeted for in the main budget. These funds were moved from *Machinery and equipment* as a result of delays in the delivery of motor vehicles ordered.

- *Shifts:* The department shifted an amount R11.141 million from *New infrastructure assets: Capital to Infrastructure transfers: Capital* (under *Transfers and subsidies to: Provinces and municipalities*) for the construction of sport facilities by municipalities, such as Cwaka sport complex (Nquthu Municipality), and Nxamalala sport field (iMpendle Municipality). The department decided that it is better in some instances for municipalities to implement the construction of sport facilities themselves as opposed to the department, as the municipalities have the necessary expertise to deal with the local conditions. In addition, the municipalities add their own funds to the construction programme, while they are reluctant to do so if the department is implementing the construction project themselves and this then contributes to the municipalities not maintaining the sport facilities once completed. The purpose of the funds remains unchanged
- *Other adjustments:* R10 million in respect of the construction of the sport development centre was suspended from the 2016/17 budget against *Infrastructure transfers: Capital* (under *Transfers and subsidies to: Provinces and municipalities*) and this will be allocated back to the department in the 2017/18 MTEF budget process. The eThekweni Metro experienced challenges with regard to the eviction of the current tenants of the site at the Durban Kings Park Precinct. Court proceedings are still underway with regard to the matter, hence the R10 million will not be utilised in 2016/17.

8. Conditional grants

Tables 10.10 and 10.11 provide a summary of changes to conditional grants. Details of the main adjustments, which resulted in an overall increase of R7.305 million in the conditional grant allocation, are given in the paragraphs following the tables.

Table 10.10 : Summary of changes to conditional grants

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
2. Sport and Recreation	99 019	-	-	-	-	7 305	7 305	106 324
Mass Participation and Sport Development grant	90 785					7 305	7 305	98 090
EPWP Integrated Grant for Provinces	2 000					-	-	2 000
Social Sector EPWP Incentive Grant for Provinces	6 234					-	-	6 234
Total	99 019	-	-	-	-	7 305	7 305	106 324
Amount to be voted								7 305

Table 10.11 : Summary of conditional grants by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	92 072	-	-	-	(2 700)	6 869	4 169	96 241
Compensation of employees	14 898					461	461	15 359
Goods and services	77 174				(2 700)	6 408	3 708	80 882
Interest and rent on land							-	-
Transfers and subsidies to:	6 947	-	-	-	2 700	436	3 136	10 083
Provinces and municipalities	2 000						-	2 000
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises					1 160		1 160	1 160
Non-profit institutions	4 947				1 540	436	1 976	6 923
Households							-	-
Payments for capital assets	-	-	-	-	-	-	-	-
Buildings and other fixed structures							-	-
Machinery and equipment							-	-
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	99 019	-	-	-	-	7 305	7 305	106 324
Amount to be voted								7 305

- *Shifts:* R2.700 million was shifted from *Goods and services*. The department budgeted for some departmental events, such as the U19 International Football Tournament which was held from 28 July to 5 August 2016, and was hosted by non-profit organisations and entities on behalf of the department against *Goods and services*. The recent audit outcome indicated that the department should budget for events against the appropriate organisation planning the event, hence the movement of funds to *Transfers and subsidies to: Public corporations and private enterprises* (R1.160 million) for transfer to the Hoy Park Management for the U19 International Football Tournament and to *Transfers and subsidies to: Non-profit institutions* (R1.540 million) to introduce a transfer to the Provincial Sport Confederation. The purpose of the funds remains unchanged.
- *Other adjustments:* R7.305 million was allocated to the MPSD grant under Programme 2. Due to an oversight by the NDOSR, the grant allocations published in the 2016 DORA were incorrect and are being rectified to tie up with the numbers agreed to at a HEADCOM meeting held in 2015. These funds were allocated to the following economic categories:
 - o R461 000 was allocated to *Compensation of employees* in respect of the appointment of volunteers as sport co-ordinators.
 - o *Goods and services* was increased by R6.408 million for the implementation of school sport programmes which involve the purchase of sport attire, as well as hosting of sport tournaments, such as the Provincial Boxing Tournament.
 - o R436 000 was allocated to *Transfers and subsidies to: Non-profit institutions* in respect of transfers to the KZN Academy of Sport.

9. Transfers and subsidies

Table 10.12 shows the summary of transfers and subsidies by programme and main category.

Details of the main adjustments, which resulted in an overall increase of R6.732 million in the transfers and subsidies allocation, are provided in the paragraphs before and after the table.

- *Virement:* The following virements were undertaken which resulted in a net increase of R73 000:
 - o The following virements were undertaken under Programme 1:
 - R1 000 was moved from *Departmental agencies and accounts* due to savings in respect of THETA for the skills development levy which was lower than projected. These payments are made in accordance with the spending against *Compensation of employees*. These funds were moved toward the payment of departmental television licences which were under-budgeted and *Transfers and subsidies to: Households* for staff exit costs.
 - R449 000 was moved to *Households* to provide for staff exit costs. These funds were moved from *Compensation of employees* (R448 000) due to delays in filling vacant posts and *Departmental agencies and accounts* (R1 000), as mentioned above.
 - o The following virements were undertaken under Programme 2:
 - R607 000 was moved from *Non-profit institutions* due to non-compliance with regard to the submission of the necessary documentation, such as close-out reports and audited AFS by several institutions, such as the KZN Golf Union and KZN Sailing. These funds were moved to *Goods and services* for departmental events, such as the KZN Sport Awards, Provincial Indigenous Games and Provincial Golden Games which were under-budgeted for. Legislature approval is required for the decrease in transfers.
 - R232 000 was moved from *Compensation of employees* due to delays in filling budgeted critical vacant posts to *Households* for staff exit costs.

Table 10.12 : Summary of transfers and subsidies by programme and main category

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	319	-	-	448	-	-	448	767
Provinces and municipalities	23	-	-	-	-	-	-	23
Motor vehicle licences	23							23
Departmental agencies and accounts	296	-	-	(1)	-	-	(1)	295
Skills development levy	291			(2)			(2)	289
TV and radio licences	5			1			1	6
Households	-	-	-	449	-	-	449	449
Staff exit costs				449			449	449
2. Sport and Recreation	58 678	-	-	(375)	15 813	(9 154)	6 284	64 962
Provinces and municipalities	12 000	-	-	-	11 141	(10 000)	1 141	13 141
Sports facilities	12 000				11 141	(10 000)	1 141	13 141
Public corporations and private enterprises	-	-	-	-	3 132	-	3 132	3 132
Hoy Park Management					3 132		3 132	3 132
Non-profit institutions	46 078	-	-	(607)	1 540	436	1 369	47 447
Age in Action-KZN	175			(25)			(25)	150
AmaZulu Trust	750			4 000			4 000	4 750
Children Rights Centre	150			(150)			(150)	-
Comrades Marathon Association				200			200	200
Cycling SA	9 832						-	9 832
Dare to Dream Children's Trust	100			20			20	120
Dundee High School (District Academy)				426			426	426
Eshowe High School (District Academy)				500			500	500
Girls Only				200			200	200
Glenwood High School				500			500	500
KZN Academy of Sport	4 947			(3 836)		436	(3 400)	1 547
KZN Aquatics	3 000						-	3 000
KZN Athletics(including national youth run)	5 850			85			85	5 935
KZN Baseball	300			(300)			(300)	-
KZN Canoe Union	1 000			600			600	1 600
KZN Cricket Union	2 750			(250)			(250)	2 500
KZN DISSA	2 500			(2 500)			(2 500)	-
KZN Golf Union	400						-	400
KZN Gymnastics	600			(300)			(300)	300
KZN Hockey(Coastal and Midlands) Association	300			(100)			(100)	200
KZN Indigenous Games Association	175			(175)			(175)	-
KZN Lifesaving	390			(390)			(390)	-
KZN LoveLife							-	-
KZN Netball				1 000			1 000	1 000
KZN Olympic Style Boxing	800			200			200	1 000
KZN Rowing Association				200			200	200
KZN Rugby Union	3 100			(100)			(100)	3 000
KZN Rural Horse Riding Association	170			(170)			(170)	-
KZN Sailing	400						-	400
KZN Surf Riders Association	300			(300)			(300)	-
KZN Volleyball	500			(100)			(100)	400
LHC Foundation Trust (I-Care)	150						-	150
Natal Canoe (Sport Specific Schedule)							-	-
Natal Sharks Board				20			20	20
Netball SA	2 100			(1 000)			(1 000)	1 100
Maritzburg College (District Academy)				650			650	650
Provincial Sports Confederation					2 700		2 700	2 700
The Prime Development Trust				2 667			2 667	2 667
SAFA-KZN	2 600			(2 250)			(2 250)	350
SAFA - Umgungundlovu				200			200	200
SAFA - Amajuba				200			200	200
SAFA - Zululand				200			200	200
Sail Africa	500			(100)			-100.00	400.00
The Coast Horse Care Unit	300			350			350	650
TAFTA	80			(80)			(80)	-
Other	1 859			(699)	(1 160)		(1 859)	-
Households	600	-	-	232	-	410	642	1 242
Staff exit costs				232			232	232
Bursaries	600						-	600
Sponsorship						410	410	410
Total	58 997	-	-	73	15 813	(9 154)	6 732	65 729
Amount to be voted								6 732

- *Shifts:* The department undertook the following shifts which resulted in a net increase of R15.813 million:

- o R11.141 million was shifted from *Buildings and other fixed structures* to *Provinces and municipalities* for the construction of sport facilities by municipalities, such as Cwaka Sport Complex (Nquthu Municipality), and Nxamalala sport field (iMpindle Municipality), as mentioned above. The purpose of the funds remains unchanged.
- o R4.672 million was shifted from *Goods and services* to *Public corporations and private enterprises* (R3.132 million) for transfers to the Hoy Park Management in respect of the U19 International Football Association (a portion of the funds were from the MPSD grant and some from the equitable share) and the increase against *Transfers and subsidies to: Non-profit institutions* (R1.540 million) relates to the introduction of transfers to the Provincial Sports Confederation. The purpose of the funds remains unchanged.
- *Other adjustments:* The transfer and subsidy allocation was decreased by R9.154 million as follows:
 - o R10 million in respect of the construction of the sport development centre in Durban was suspended from *Provinces and municipalities* and will be allocated back to the department during the 2017/18 MTEF budget process. The eThekweni Metro experienced challenges with regard to the eviction of the current tenants of the site, as mentioned above.
 - o R436 000 was allocated to *Non-profit institutions* in respect of transfers to the KZN Academy of Sport, as mentioned above. These funds are part of the additional funds allocated to the department in respect of the MPSD conditional grant.
 - o R410 000 was allocated to *Households* relating to funds received as sponsorships from various organisations toward the department's annual KZN Sport Awards. These funds were received in the PRF in 2015/16 and were allocated back to the department for spending on the KZN Sport Awards in 2016/17. The department allocated the funds towards rewards given to the sport stars.

10. Transfers to public entities

The department transfers no funds to public entities.

11. Transfers to local government

Tables 10.13 to 10.15 shows the details of transfers to local government.

It is noted that the amount against *Provinces and municipalities* in Table 10.2 includes provision for motor vehicle licences. This amount is excluded from the transfers to local government table, as these funds will not be transferred to any municipality.

Details of the main adjustments, which resulted in an overall increase of R1.141 million are provided in the paragraphs before the tables.

- *Shifts:* The department undertook the following shifts:
 - o R11.141 million was shifted from *Buildings and other fixed structures* to *Transfers and subsidies to: Provinces and municipalities* for the construction of sport facilities by municipalities, such as Cwaka Sport Complex (Nquthu Municipality), and Nxamalala sport field (iMpindle Municipality), as mentioned above. The purpose of the funds remains unchanged.
 - o R2 million was allocated against *Unallocated* in the 2016/17 EPRE due to SLAs between the department and municipalities not being finalised in respect of the maintenance of sport fields. The department has shifted these funds to various municipalities due to the finalisation of SLAs between the department and municipalities.
- *Other adjustments:* R10 million in respect of the construction of the sport development centre in Durban was suspended from the department's 2016/17 budget under *Transfers and subsidies to: Provinces and municipalities* and will be allocated back to the department during the 2017/18 MTEF budget process. The eThekweni Metro experienced challenges with regard to the eviction of the current tenants of the site, as mentioned above.

Table 10.13 : Summary of transfers to local government

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
A KZN2000 eThekweni	10 000	-	-	-	300	(10 000)	(9 700)	300
Total: Ugu Municipalities	-	-	-	-	600	-	600	600
B KZN216 Ray Nkonyeni	-	-	-	-	600	-	600	600
Total: uMgungundlovu Municipalities	-	-	-	-	1 441	-	1 441	1 441
B KZN224 iMpindle	-	-	-	-	1 441	-	1 441	1 441
Total: uMzinyathi Municipalities	-	-	-	-	2 167	-	2 167	2 167
B KZN242 Nquthu	-	-	-	-	167	-	167	167
B KZN244 uMsinga	-	-	-	-	2 000	-	2 000	2 000
Total: Zululand Municipalities	-	-	-	-	167	-	167	167
B KZN262 uPhongolo	-	-	-	-	167	-	167	167
Total: uMkhanyakude Municipalities	-	-	-	-	4 000	-	4 000	4 000
B KZN275 Mtubatuba	-	-	-	-	4 000	-	4 000	4 000
Total: King Cetshwayo Municipalities	-	-	-	-	4 300	-	4 300	4 300
B KZN281 uMfolozi	-	-	-	-	4 000	-	4 000	4 000
B KZN284 uMlalazi	-	-	-	-	300	-	300	300
Total: iLembe Municipalities	-	-	-	-	166	-	166	166
B KZN294 Maphumulo	-	-	-	-	166	-	166	166
Unallocated	2 000	-	-	-	(2 000)	-	(2 000)	-
Total	12 000	-	-	-	11 141	(10 000)	1 141	13 141
Amount to be voted								1 141

Table 10.14 : Transfers to local government - Infrastructure

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
A KZN2000 eThekweni	10 000	-	-	-	-	(10 000)	(10 000)	-
Total: Ugu Municipalities	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	-	-	-	-	1 141	-	1 141	1 141
B KZN224 iMpindle	-	-	-	-	1 141	-	1 141	1 141
Total: uMzinyathi Municipalities	-	-	-	-	2 000	-	2 000	2 000
B KZN244 uMsinga	-	-	-	-	2 000	-	2 000	2 000
Total: Amajuba Municipalities	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	-	-	4 000	-	4 000	4 000
B KZN275 Mtubatuba	-	-	-	-	4 000	-	4 000	4 000
Total: King Cetshwayo Municipalities	-	-	-	-	4 000	-	4 000	4 000
B KZN281 uMfolozi	-	-	-	-	4 000	-	4 000	4 000
Total	10 000	-	-	-	11 141	(10 000)	1 141	11 141
Amount to be voted								1 141

Table 10.15 : Transfers to local government - Maintenance Grants

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
A KZN2000 eThekweni	-	-	-	-	300	-	300	300
Total: Ugu Municipalities	-	-	-	-	600	-	600	600
B KZN216 Ray Nkonyeni	-	-	-	-	600	-	600	600
Total: uMgungundlovu Municipalities	-	-	-	-	300	-	300	300
B KZN224 iMpindle	-	-	-	-	300	-	300	300
Total: uMzinyathi Municipalities	-	-	-	-	167	-	167	167
B KZN242 Nquthu	-	-	-	-	167	-	167	167
Total: Zululand Municipalities	-	-	-	-	167	-	167	167
B KZN262 uPhongolo	-	-	-	-	167	-	167	167
Total: King Cetshwayo Municipalities	-	-	-	-	300	-	300	300
B KZN284 uMlalazi	-	-	-	-	300	-	300	300
Total: iLembe Municipalities	-	-	-	-	166	-	166	166
B KZN294 Maphumulo	-	-	-	-	166	-	166	166
Unallocated	2 000	-	-	-	(2 000)	-	(2 000)	-
Total	2 000	-	-	-	-	-	-	2 000
Amount to be voted								-

12. Actual payments and revised spending projections for the rest of 2016/17

Tables 10.16 and 10.17 reflect actual payments as at the end of September 2016, projected payments for the rest of the financial year and the total revised spending in rand value and as a percentage of the Adjusted Appropriation per programme and economic classification. The tables also show the 2015/16 Audited outcome.

Table 10.16 : Actual payments and revised spending projections by programme

R thousand	2015/16 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April '16 - September 2016		October '16 - March 2017		
			% of budget		% of budget		
1. Administration	85 937	83 462	36 237	43.4	47 225	56.6	83 462
2. Sport and Recreation	351 559	344 074	160 777	46.7	183 297	53.3	344 074
Total	437 496	427 536	197 014	46.1	230 522	53.9	427 536

Table 10.17 : Actual payments and revised spending projections by economic classification

R thousand	2015/16 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April '16 - September 2016		October '16 - March 2017		
			% of budget		% of budget		
Current payments	339 026	319 839	147 108	46.0	172 731	54.0	319 839
Compensation of employees	113 339	109 724	50 851	46.3	58 873	53.7	109 724
Goods and services	225 687	210 115	96 257	45.8	113 858	54.2	210 115
Interest and rent on land		-		-	-	-	-
Transfers and subsidies to:	71 471	65 729	40 277	61.3	25 452	38.7	65 729
Provinces and municipalities	21 677	13 164	1 703	12.9	11 461	87.1	13 164
Departmental agencies and accounts	273	296	289	97.6	7	2.4	296
Higher education institutions		-		-	-	-	-
Foreign governments and international organisations		-		-	-	-	-
Public corporations and private enterprises		3 132		-	3 132	100.0	3 132
Non-profit institutions	48 593	47 447	37 784	79.6	9 663	20.4	47 447
Households	928	1 690	501	29.6	1 189	70.4	1 690
Payments for capital assets	26 999	41 968	9 629	22.9	32 339	77.1	41 968
Buildings and other fixed structures	19 688	36 468	9 150	25.1	27 318	74.9	36 468
Machinery and equipment	7 164	5 150	433	8.4	4 717	91.6	5 150
Heritage assets		-		-	-	-	-
Specialised military assets		-		-	-	-	-
Biological assets		-		-	-	-	-
Land and subsoil assets		-		-	-	-	-
Software and other intangible assets	147	350	46	13.1	304	86.9	350
Payments for financial assets		-		-	-	-	-
Total	437 496	427 536	197 014	46.1	230 522	53.9	427 536

By mid-year, actual spending was at 46.1 per cent of the annual budget which is slightly lower than the straight-line benchmark of 50 per cent after six months. An amount of R10 million has been suspended from 2016/17 to 2017/18 in respect of the construction of the sport development centre in Durban, as mentioned above. The department is projecting to fully spend its budget at year-end as follows:

- Programme 1: Administration reflects expenditure at 43.4 per cent of the annual budget, which is below the straight-line benchmark of 50 per cent. This is mainly attributed to the lease contract for the Pietermaritzburg district office not being signed, as well as low spending against *Machinery and equipment* as a result of non-delivery of motor vehicles ordered. Despite the low spending in the first half of the year, the department is projecting to fully spend its budget allocation.
- Spending against Programme 2: Sport and Recreation was at 46.7 per cent of the annual budget. This is slightly lower than the 50 per cent straight-line benchmark. This is mainly attributed to delays in payments for travel bookings, as well as transfers to the eThekweni Metro and some municipalities not being effected as anticipated in respect of the maintenance of sport fields and the construction of the sport development centre. In addition, the department experienced challenges obtaining suitable service providers for the construction of Nxamalala sport field and KwaMashu bowling club.

With regard to economic classification:

- *Compensation of employees* reflects spending at 46.3 per cent even after the above-mentioned virement from this category to *Goods and services* and *Transfers and subsidies to: Households*. This is slightly low when compared to the 50 per cent benchmark. This is due to delays in the filling of budgeted vacant posts, as mentioned above.
- Spending against *Goods and services* reflects 45.8 per cent of the annual budget spent, which is slightly below the straight-line benchmark of 50 per cent at mid-year. This is due to delays in the delivery of sport equipment and sport kits ordered through the transversal contract, as well as the

late submission of the Tourvest on-line booking invoices. The department is projecting to fully spend its allocation against this category.

- With regard to *Transfers and subsidies*:
 - *Provinces and municipalities* reflects spending at 12.9 per cent of the annual budget. This is substantially lower than the straight-line benchmark of 50 per cent. This category includes payment for motor vehicle licences, as well as transfers to municipalities for the maintenance of sport fields. The department has moved funds from *Buildings and other fixed structures* to *Provinces and municipalities* in respect of the construction of sport fields, as mentioned above. The department is projecting to fully spend against this category.
 - *Departmental agencies and accounts* shows spending at 97.6 per cent of the annual budget. The department reprioritised funds within the category from payments for THETA to the payment for the departmental television licences and *Households* for unanticipated staff exit costs. The department is projecting to transfer the full allocation against this category.
 - *Non-profit institutions* reflects spending at 79.6 per cent of the annual budget. This is higher than the straight-line benchmark of 50 per cent as a result of the department transferring most of the funds to sport federations and organisations in the first half of the year. The department is projecting to transfer the full allocation against this category.
- With regard to *Buildings and other fixed structures*, spending was at only 25.1 per cent of the annual budget. This is substantially low when compared to the 50 per cent straight-line benchmark as a result of the challenges experienced with regard to obtaining suitable service providers for the construction of Nxamalala sport field and KwaMashu bowling club. The department shifted funds to *Provinces and municipalities* in respect of the construction of sport facilities due to the various challenges experienced by the department, as mentioned above, and the department is projecting to fully spend against this category.
- *Machinery and equipment* reflects spending at only 8.4 per cent of the annual budget. This is substantially low compared to the 50 per cent straight-line benchmark, due to non-delivery of motor vehicles ordered, as mentioned above. The department is projecting full expenditure against this category.
- *Software and other intangible assets* shows spending at 13.1 per cent of the annual budget, substantially lower than the 50 per cent straight-line benchmark due to challenges in obtaining a service provider to renew computer software. The department is projecting to fully spend against this category.

Table 10.A : Summary by economic classification : Sport and Recreation

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
Current payments	314 373	-	-	(73)	(4 672)	10 211	5 466	319 839
Compensation of employees	114 192	-	-	(8 271)	-	3 803	(4 468)	109 724
Salaries and wages	91 353	-	-	(6 617)	-	3 042	(3 575)	87 778
Social contributions	22 839	-	-	(1 654)	-	761	(893)	21 946
Goods and services	200 181	-	-	8 198	(4 672)	6 408	9 934	210 115
Administrative fees	3	-	-	50	-	1 700	1 750	1 753
Advertising	3 397	-	-	749	-	75	824	4 221
Assets less than capitalisation threshold	730	-	-	-	-	-	-	730
Audit cost: External	2 800	-	-	-	-	-	-	2 800
Bursaries: Employees	150	-	-	-	-	-	-	150
Catering: Departmental activities	20 451	-	-	-	-	-	-	20 451
Communication (G&S)	4 857	-	-	-	-	-	-	4 857
Computer services	7 197	-	-	(200)	-	-	(200)	6 997
Cons & prof serv: Business and advisory services	8 008	-	-	-	-	-	-	8 008
Cons & prof serv: Infras and planning	-	-	-	-	-	-	-	-
Cons & prof serv: Laboratory services	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	-	-	-	-	-	-	-	-
Contractors	5 597	-	-	-	-	-	-	5 597
Agency and support / outsourced services	58	-	-	2 000	-	-	2 000	2 058
Entertainment	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	2 400	-	-	-	-	-	-	2 400
Housing	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	39 899	-	-	-	(2 700)	-	(2 700)	37 199
Inventory: Medical supplies	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-
Consumable supplies	82	-	-	-	-	-	-	82
Consumable: Stationery, printing and office supplies	3 609	-	-	-	-	-	-	3 609
Operating leases	6 902	-	-	332	-	-	332	7 234
Property payments	5 271	-	-	-	-	-	-	5 271
Transport provided: Departmental activity	22 424	-	-	-	(1 972)	-	(1 972)	20 452
Travel and subsistence	10 699	-	-	-	-	-	-	10 699
Training and development	8 151	-	-	-	-	-	-	8 151
Operating payments	3 804	-	-	720	-	-	720	4 524
Venues and facilities	43 692	-	-	4 547	-	4 633	9 180	52 872
Rental and hiring	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to	58 997	-	-	73	15 813	(9 154)	6 732	65 729
Provinces and municipalities	12 023	-	-	-	11 141	(10 000)	1 141	13 164
Provinces	23	-	-	-	-	-	-	23
Provincial Revenue Funds	-	-	-	-	-	-	-	-
Provincial agencies and funds	23	-	-	-	-	-	-	23
Municipalities	12 000	-	-	-	11 141	(10 000)	1 141	13 141
Municipalities	12 000	-	-	-	11 141	(10 000)	1 141	13 141
Municipal agencies and funds	-	-	-	-	-	-	-	-
Departmental agencies and accounts	296	-	-	(1)	-	-	(1)	295
Social security funds	-	-	-	-	-	-	-	-
Entities receiving funds	296	-	-	(1)	-	-	(1)	295
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	3 132	-	3 132	3 132
Public corporations	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	3 132	-	3 132	3 132
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	3 132	-	3 132	3 132
Non-profit institutions	46 078	-	-	(607)	1 540	436	1 369	47 447
Households	600	-	-	681	-	410	1 091	1 691
Social benefits	-	-	-	681	-	-	681	681
Other transfers to households	600	-	-	-	-	410	410	1 010
Payments for capital assets	53 109	-	-	-	(11 141)	-	(11 141)	41 968
Buildings and other fixed structures	47 609	-	-	355	(11 141)	-	(10 786)	36 823
Buildings	-	-	-	-	-	-	-	-
Other fixed structures	47 609	-	-	355	(11 141)	-	(10 786)	36 823
Machinery and equipment	5 150	-	-	(355)	-	-	(355)	4 795
Transport equipment	2 300	-	-	(355)	-	-	(355)	1 945
Other machinery and equipment	2 850	-	-	-	-	-	-	2 850
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	350	-	-	-	-	-	-	350
Payments for financial assets	-	-	-	-	-	-	-	-
Total	426 479	-	-	-	-	1 057	1 057	427 536
Amount to be voted								1 057