

Vote 13

Social Development

R thousand	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Operational budget	2 776 340	2 780 397		4 057
MEC remuneration ¹	1 822	1 902		80
Total amount to be appropriated	2 778 162	2 782 299		4 137
<i>of which:</i>				
Current payments	1 731 444	1 721 227	(10 217)	
Transfers and subsidies	879 872	896 035		16 163
Payments for capital assets	159 867	158 058	(1 809)	
Payments for financial assets	6 979	6 979		
Responsible MEC	MEC for Social Development			
Administering department	Social Development			
Accounting Officer	Head: Social Development			

1. Vision and mission

Vision

The vision of the Department of Social Development (DSD) is: *A caring and self-reliant society.*

Mission

The department's mission is: *To transform our society by building conscious and capable citizens through the provision of integrated social development services.*

2. Strategic objectives

Strategic policy direction: By focussing on its role in the enhancement of the quality of life of the people of KwaZulu-Natal, the department seeks to align its operations and strategic position with the overall aim of government to ensure a long and healthy life for all, as well as to create sustainable rural communities. The strategic objectives of the department include the following:

Social welfare services

- To provide care and support social welfare services to older persons.
- To provide care and support social welfare services to persons with disabilities.
- To provide integrated community based care services to persons affected and infected by HIV and AIDS.
- To provide emergency relief to distressed individuals and households.

Children and families

- To provide equitable services which promote functional families.
- To provide effective child care and protection services.
- To provide equitable access to Early Childhood Development (ECD) and partial care.

¹ At the time of going to print with the 2016/17 EPRE, the proclamation determining the 2015 salary adjustment relating to office bearers had not been signed, hence this amount remained unchanged from the 2015/16 EPRE. Similarly, at the time of going to print with this document, the proclamation determining the 2016 salary adjustment relating to office bearers has not been signed. As such, the above-mentioned adjustment now aligns the MEC's salary to the 2015 salary level.

- To provide access to alternative care for vulnerable children.
- To provide community-based care services for children.

Restorative services

- To provide effective crime prevention and support services.
- To provide effective services to persons affected by substance abuse.
- To provide effective service to victims of crime and violence.
- To provide developmental social welfare services to persons, families and communities dependent and affected by substance abuse.

Development and research

- To promote effective and sustainable community networks.
- To provide effective support to Non-Profit Organisations (NPOs).
- To alleviate poverty through sustainable and effective community development initiatives.
- To provide reliable information on households and communities for effective social interventions.
- To provide integrated and sustainable youth development services through skills development and social behavioural change programmes.
- To provide capacity building and socio-economic empowerment opportunities for women.
- To provide effective youth development services.
- To provide effective support structures for women development.
- To promote population policy implementation for evidence based planning.

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

The main appropriation of the Department of Social Development was R2.778 billion in 2016/17. During the year, the department received an additional allocation totalling R4.137 million, increasing the adjusted appropriation to R2.782 billion. The main reasons for this increase, as well as other adjustments, are summarised below, and are explained in detail in Section 4:

- *Virement between programmes:* A total of R6.147 million was moved to Programme 3 within *Transfers and subsidies to: Non-profit institutions* from Programme 2 (R4.781 million), Programme 4 (R1.016 million) and Programme 5 (R350 000). The funding was moved to Programme 3 aimed at correcting the alignment of the budget and activities relating to transfers between core programmes of the department in accordance with the NPO master list, which is the outcome of a process that identifies exactly what services are expected to be provided by each NPO and how much will be transferred to each NPO for those services.

In addition to these virements between programmes, the department also undertook virements across sub-programmes and economic categories within programmes, details of which are provided in Section 4. All of these virements are permissible in terms of the PFMA and Treasury Regulations. The increase in transfers was approved by Provincial Treasury, and the net reduction in capital requires Legislature approval.

- *Shifts between programmes:* R41.087 million was moved within *Compensation of employees* from Programme 1 to Programme 2 (R12.187 million), Programme 3 (R17.400 million) and Programme 4 (R11.500 million). This is to allow for the movement of service office managers and their support staff from Programme 1 to Programmes 2, 3 and 4. This movement aligns the department with the programme and budget structure of the sector. There is no change in purpose for this funding. In addition, R2.575 million was moved from Programme 2 to Programme 1, within *Machinery and equipment*, to address a misallocation of the budget in the 2016/17 EPRE where the department had taken a decision to centralise all vehicle purchases in Programme 1. There was no change in purpose for this funding.

- *Other adjustments:* The budget allocation was increased by R4.137 million, allocated to Programme 1 against *Compensation of employees* for the above-budget 2016 wage adjustment, determined at 7.6 per cent as opposed to the 7.2 per cent provided for in the budget, leaving a shortfall of 0.4 per cent. These funds were provided from the provincial fiscus, and were allocated in 2016/17 (without carry-through costs) in accordance with the information provided by the department in costing the gap.

Tables 13.1 and 13.2 reflect a summary of the 2016/17 adjusted appropriation of the department, summarised according to programme and economic classification. Details of the economic classification are given in *Annexure – Vote 13: Social Development*.

Table 13.1 : Summary by programmes

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	507 896	-	-	-	(38 512)	4 137	(34 375)	473 521
2. Social Welfare Services	680 234	-	-	(4 781)	9 612	-	4 831	685 065
3. Children and Families	1 075 997	-	-	6 147	17 400	-	23 547	1 099 544
4. Restorative Services	286 895	-	-	(1 016)	11 500	-	10 484	297 379
5. Development and Research	227 140	-	-	(350)	-	-	(350)	226 790
Total	2 778 162	-	-	-	-	4 137	4 137	2 782 299
Amount to be voted								4 137
of which: Unauth. Exp. (1st charge) not avail. for spending								(6 979)
Baseline available for spending after first charge								2 771 183

Table 13.2 : 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	1 731 444	-	-	(279)	(11 500)	4 137	(7 642)	1 723 802
Compensation of employees	1 340 977	-	-	(23 005)	(11 500)	4 137	(30 368)	1 310 609
Goods and services	390 467	-	-	22 615	-	-	22 615	413 082
Interest and rent on land	-	-	-	111	-	-	111	111
Transfers and subsidies to:	879 872	-	-	4 663	11 500	-	16 163	896 035
Provinces and municipalities	723	-	-	-	-	-	-	723
Departmental agencies and accounts	1 706	-	-	2 163	-	-	2 163	3 869
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	854 957	-	-	-	11 500	-	11 500	866 457
Households	22 486	-	-	2 500	-	-	2 500	24 986
Payments for capital assets	159 867	-	-	(4 384)	-	-	(4 384)	155 483
Buildings and other fixed structures	121 277	-	-	(5 000)	-	-	(5 000)	116 277
Machinery and equipment	38 590	-	-	616	-	-	616	39 206
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	6 979	-	-	-	-	-	-	6 979
Total	2 778 162	-	-	-	-	4 137	4 137	2 782 299
Amount to be voted								4 137
of which: Unauth. Exp. (1st charge) not avail. for spending								(6 979)
Baseline available for spending after first charge								2 771 183

4. Changes to programme purposes and service delivery measures

The department did not change the purpose of any of its programmes, which are aligned to the sector. However, there have been some changes to service delivery measures to align the targets originally published in the 2016/17 *EPRE* with the department's APP, which was published after the *EPRE*.

4.1 Programme 1: Administration

Programme 1 consists of three sub-programmes, namely Office of the MEC, Corporate Management Services and District Management. The sub-programmes mainly provide overall strategic management and support services to the department, political and legislative interface between government, civil society and all relevant stakeholders, address policy interpretation and the strategic direction of the

department and provide support with regard to corporate management, human resource management, logistics, communication, finance, and legal services, etc.

Tables 13.3 and 13.4 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 an overall decrease of R34.375 million, are given in the paragraphs below the tables.

Table 13.3 : Programme 1: Administration

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Office of the MEC	11 130			2 347			2 347	13 477
2. Corporate Management Services	228 859			13 044	2 575	4 137	19 756	248 615
3. District Management	267 907			(15 391)	(41 087)		(56 478)	211 429
Total	507 896	-	-	-	(38 512)	4 137	(34 375)	473 521
Amount to be voted								(34 375)
of which: Unauth. Exp. (1st charge) not avail. for spending								(1 314)
Baseline available for spending after first charge								472 207

Table 13.4 : 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	477 937	-	-	(2 779)	(41 087)	4 137	(39 729)	438 208
Compensation of employees	306 671			(5 505)	(41 087)	4 137	(42 455)	264 216
Goods and services	171 266			2 615			2 615	173 881
Interest and rent on land				111			111	111
Transfers and subsidies to:	6 585	-	-	2 163	-	-	2 163	8 748
Provinces and municipalities	723						-	723
Departmental agencies and accounts	1 706			2 163			2 163	3 869
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households	4 156						-	4 156
Payments for capital assets	22 060	-	-	616	2 575	-	3 191	25 251
Buildings and other fixed structures							-	-
Machinery and equipment	22 060			616	2 575		3 191	25 251
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	1 314	-	-	-	(38 512)	4 137	(34 375)	473 521
Total	507 896	-	-	-	(38 512)	4 137	(34 375)	473 521
Amount to be voted								(34 375)
of which: Unauth. Exp. (1st charge) not avail. for spending								(1 314)
Baseline available for spending after first charge								472 207

Virement – Programme 1: Administration:

There was an over-provision against *Compensation of employees* under the sub-programme: District Management following the budget cuts in the 2016/17 main budget. These savings were moved to the other two sub-programmes within *Compensation of employees*, accounting for the movement between sub-programmes. Additional savings of R5.505 million were identified against *Compensation of employees*, due to critical vacant posts yet to be filled, such as the DDG: Developmental Social Services, CFO, as well as two director posts, and moved to other categories within the programme, as follows:

- R2.615 million moved to *Goods and services* for the upgrading of the department's IT connectivity to create an enabling environment for e-governance initiatives and to promote the use of ICT tools and services for effective and efficient services, in line with Auditor-General requirements.
- R111 000 moved to *Interest and rent on land* to address rental for the hiring of a park home to serve as a temporary office in the Camperdown area, which was inadvertently not provided for in the main budget.
- R2.163 million moved to *Transfers and subsidies to: Departmental agencies and accounts* to correct under-budgeting of the HWSETA allocation.

- R616 000 moved to *Machinery and equipment* to provide for the purchase of specialised motor vehicles for officials with disabilities, as well as to top-up in the allocation for furniture, which was under-budgeted.

These movements are permissible in terms of the PFMA and Treasury Regulations, and the increase in transfers has received Provincial Treasury approval.

Shift – Programme 1: Administration: (R38.512 million)

The department shifted funding, resulting in a net decrease of R38.512 million, as follows:

- R41.087 million was moved within *Compensation of employees* from Programme 1 to Programme 2 (R12.187 million), Programme 3 (R17.400 million) and Programme 4 (R11.500 million). This is to allow for the movement of service office managers and their support staff from Programme 1 (sub-programme: District Management) to the Management and Support sub-programmes of Programmes 2, 3 and 4. This movement aligns the department with the programme and budget structure of the sector. There is no change in purpose for this funding.
- R2.575 million was moved to the Corporate Management Services sub-programme in Programme 1 from Programme 2, within *Machinery and equipment*. This is to address a misallocation of the budget in the 2016/17 EPRE where the department had taken a decision to centralise all vehicle purchases in Programme 1. There was no change in purpose for this funding.

Other adjustments – Programme 1: Administration: R4.137 million

An amount of R4.137 million was allocated to *Compensation of employees* in the Corporate Services sub-programme for the above-budget 2016 wage adjustment. This funding was only allocated to Programme 1 as the other programmes were sufficiently funded, mainly due to vacant posts.

Service delivery measures – Programme 1: Administration

Table 13.5 shows the revised service delivery information for Programme 1. Note that all measures in this programme are annual in nature and are only reported on after the closure of the financial year and are indicated as “annual” against the Mid-year actual in Table 13.5. The department revised three measures to align them with the targets published in the 2016/17 APP, due to the EPRE being published before the APP was finalised.

Table 13.5 : Service delivery measures – Programme 1: Administration

Outputs	Performance indicators	Performance targets		
		2016/17 Original target	2016/17 Mid-year actual	2016/17 Revised target
1. Corporate Management Services				
	• No. of social worker bursary holders that graduated	3 024	annual	
	• No. of social worker bursary holder graduates employed by DSD	1 569	annual	1 601
	• No. of EPWP work opportunities created	12 871	annual	12 000
	• No. of EPWP workers on learnership programmes	420	annual	400

4.2 Programme 2: Social Welfare Services

Programme 2 caters for the provision of developmental social welfare services. These services are either provided directly by the department or by subsidised welfare organisations. The programme consists of five sub-programmes, namely, Management and Support, Services to Older Persons, Services to Persons with Disabilities, HIV and AIDS and Social Relief.

Tables 13.6 and 13.7 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 R4.831 million, are given in the paragraphs below the tables.

Table 13.6 : Programme 2: Social Welfare Services

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Management and Support	150 070			(2 500)	9 612		7 112	157 182
2. Services to Older Persons	162 243			609			609	162 852
3. Services to Persons with Disabilities	131 574			(1 393)			(1 393)	130 181
4. HIV and AIDS	221 970			(3 997)			(3 997)	217 973
5. Social Relief	14 377			2 500			2 500	16 877
Total	680 234	-	-	(4 781)	9 612	-	4 831	685 065
Amount to be voted								4 831
of which: Unauth. Exp. (1st charge) not avail. for spending								(1 476)
Baseline available for spending after first charge								683 589

Table 13.7 : 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	327 682	-	-	2 500	12 187	-	14 687	342 369
Compensation of employees	257 204			(2 500)	12 187		9 687	266 891
Goods and services	70 478			5 000			5 000	75 478
Interest and rent on land							-	-
Transfers and subsidies to:	277 623	-	-	(2 281)	-	-	(2 281)	275 342
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	260 636			(4 781)			(4 781)	255 855
Households	16 987			2 500			2 500	19 487
Payments for capital assets	73 453	-	-	(5 000)	(2 575)	-	(7 575)	65 878
Buildings and other fixed structures	68 136			(5 000)			(5 000)	63 136
Machinery and equipment	5 317			-	(2 575)		(2 575)	2 742
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	1 476						-	1 476
Total	680 234	-	-	(4 781)	9 612	-	4 831	685 065
Amount to be voted								4 831
of which: Unauth. Exp. (1st charge) not avail. for spending								(1 476)
Baseline available for spending after first charge								683 589

Virement – Programme 2: Social Welfare Services: (R4.781 million)

A total of R4.781 million was moved from this programme, mainly from the HIV and AIDS, as well as the Services to Persons with Disabilities sub-programmes, within *Transfers and subsidies to: Non-profit institutions* to Programme 3, aimed at correcting the alignment of the transfers budget and activities between core programmes of the department in accordance with the NPO master list, which is the outcome of a process that identifies what services each NPO provides and outlines how much will be transferred to each NPO.

There were also movements between categories within the programme as follows:

- R2.500 million was moved from *Compensation of employees* in the sub-programme: Management and Support, being savings due to vacant social worker supervisory posts. These were moved to *Transfers and subsidies to: Households* in the sub-programme: Social Relief to address under-budgeting for social relief costs, primarily aimed at children without parents and includes the purchase of food, school uniforms and stationery.
- R5 million was moved from *Buildings and other fixed structures* and relates to under-spending due to slow progress on a number of infrastructure projects including the Ndwedwe, Ubombo and Lower Umfolozi service offices, as well as the Osizweni Handicraft centre and the Ocean View Place of

Safety. These savings were moved to *Goods and services* to address pressures related to drought relief, where Jojo tanks are being placed at approximately 30 facilities, such as services offices.

These movements are permissible in terms of the PFMA and Treasury Regulations, apart from the net decrease in capital, which requires Legislature approval. While there is a decrease in transfers in this programme, the funding is moved to the same category in another programme, with no overall decrease in this category and therefore Legislature approval is not required.

Shifts – Programme 2: Social Welfare Services: R9.612 million

The department shifted funding as follows:

- R12.187 million was moved from Programme 1 within *Compensation of employees* to the sub-programme: Management and Support to provide for the movement of service office managers and their support staff from Programme 1 to Programme 2. This movement aligns the department with the programme and budget structure of the sector. There is no change in purpose for this funding.
- R2.575 million was moved from the sub-programme: Management and Support in this programme to Programme 1, within *Machinery and equipment*, to address a misallocation of the budget in the 2016/17 EPRE where the department had taken a decision to centralise all vehicle purchases in Programme 1. There was no change in purpose for this funding.

Service delivery measures – Programme 2: Social Welfare Services

Table 13.8 shows the revised service delivery information for Programme 2. Note that some measures in this programme are annual in nature and are only reported on after the closure of the financial year and are indicated as “annual” against the Mid-year actual in Table 13.8. Two new measures have been introduced as indicated in bold italics. The department revised several measures to align them with the targets published in the 2016/17 APP, due to the EPRE being published before the APP was finalised. Note that two measures are no longer valid and these are indicated by “n/a” in the Mid-year actual and Revised target columns.

Table 13.8 : Service delivery measures – Programme 2: Social Welfare Services

Outputs	Performance indicators	Performance targets		
		2016/17 Original target	2016/17 Mid-year actual	2016/17 Revised target
1. Services to older persons				
	• No. of residential facilities for older persons	43	annual	
	• No. of older persons accessing residential facilities	2 614	3 077	2 537
	• No. of older persons accessing community-based care and support services	22 156	25 118	23 550
2. Services to persons with disabilities				
	• No. of funded residential facilities for persons with disabilities	19	annual	
	• No. of persons with disabilities accessing residential facilities	1 143	1 222	1 153
	• No. of persons with disabilities accessing services in funded protective workshops	2 390	2 541	2 336
3. HIV and AIDS				
	• No. of funded HCBC organisations	240	n/a	n/a
	• No. of funded HCBC organisations trained on social and behavior change programmes	6 336	n/a	n/a
	• <i>No. of organisations trained on social and behaviour change programmes</i>	n/a	annual	232
	• <i>No. of beneficiaries reached through social and behaviour change programmes</i>	n/a	59 820	117 542
	• No. of beneficiaries receiving psychosocial support services	5 432	61 538	120 566

4.3 Programme 3: Children and Families

The purpose of this programme is to provide comprehensive child and family care and support services to communities in partnerships with stakeholders and civil society organisations. The programme has six sub-programmes, namely, Management and Support, Care and Services to Families, Child Care and

Protection, ECD and Partial Care, Child and Youth Care and Community-Based Care Services for Children.

Tables 13.9 and 13.10 reflect a summary of the 2016/17 adjusted appropriation of Programme 3, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall increase of R23.547 million, are given in the paragraphs below the tables.

Table 13.9 : Programme 3: Children and Families

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Management and Support	93 315				17 400		17 400	110 715
2. Care and Services to Families	12 876			(504)			(504)	12 372
3. Child Care and Protection	359 137			(14 349)			(14 349)	344 788
4. ECD and Partial Care	357 729			25 164			25 164	382 893
5. Child and Youth Care	119 614			13 789			13 789	133 403
6. Community-Based Care Services for Children	133 326			(17 953)			(17 953)	115 373
Total	1 075 997	-	-	6 147	17 400	-	23 547	1 099 544
Amount to be voted								23 547
of which: Unauth. Exp. (1st charge) not avail. for spending								(2 594)
Baseline available for spending after first charge								1 096 950

Table 13.10 : 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	548 784	-	-	-	5 900	-	5 900	554 684
Compensation of employees	475 811			-	5 900		5 900	481 711
Goods and services	72 973						-	72 973
Interest and rent on land							-	-
Transfers and subsidies to:	480 005	-	-	6 147	11 500	-	17 647	497 652
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	479 407			6 147	11 500		17 647	497 054
Households	598						-	598
Payments for capital assets	44 614	-	-	-	-	-	-	44 614
Buildings and other fixed structures	38 719						-	38 719
Machinery and equipment	5 895						-	5 895
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	2 594							2 594
Total	1 075 997	-	-	6 147	17 400	-	23 547	1 099 544
Amount to be voted								23 547
of which: Unauth. Exp. (1st charge) not avail. for spending								(2 594)
Baseline available for spending after first charge								1 096 950

Virement – Programme 3: Children and Families: R6.147 million

A total of R6.147 million was moved within *Transfers and subsidies to: Non-profit institutions* to Programme 3 from Programme 2 (R4.781 million), Programme 4 (R1.016 million) and Programme 5 (R350 000). This movement was aimed at correcting the alignment of the transfer budget and activities between core programmes of the department in accordance with the NPO master list, as mentioned.

Shift – Programme 3: Children and Families: R17.400 million

The department shifted funding resulting in an increase of R17.400 million in respect of this programme, as follows:

- R17.400 million was moved from Programme 1 within *Compensation of employees*, to allow for the movement of service office managers and their support staff from Programme 1 to Programme 3, under the Management and Support sub-programme. This movement aligns the department with the programme and budget structure of the sector. There is no change in purpose for this funding.

- A further amount of R11.500 million was moved within the sub-programme: Community-Based Care Services for Children, from *Compensation of employees* to *Transfers and subsidies to: Non-profit institutions* to provide for the arrear payment of stipends for Isibindi workers while they were under the department's control prior to 1 April 2016. These workers are now employed by NGOs and the funding is moved to this category to enable payment to be made via their current employers. There is no change in purpose for this funding.

Service delivery measures – Programme 3: Children and Families

Table 13.11 shows the revised service delivery information for Programme 3. Note that some measures in this programme are annual in nature and are only reported on after the closure of the financial year and are indicated as “annual” against the Mid-year actual in Table 13.11. The department revised all measures to align them with the targets published in the 2016/17 APP, due to the *EPRE* being published before the APP was finalised.

Table 13.11 : Service delivery measures – Programme 3: Children and Families

Outputs	Performance indicators	Performance targets		
		2016/17 Original target	2016/17 Mid-year actual	2016/17 Revised target
1. Care and services to families				
• No. of families participating in family preservation services		22 732	31 045	61 574
• No. of family members re-united with their families		1 397	1 309	2 119
• No. of families participating in parenting skills programmes		28 438	27 165	41 474
2. Child care and protection				
• No. of orphans and vulnerable children receiving psycho-social support services		33 114	46 795	89 660
• No. of children awaiting foster care placement		5 488	7 938	4 679
• No. of children placed in foster care		9 091	4 862	10 666
3. ECD and partial care				
• No. of fully registered ECD centres		600	985	1 003
• No. of fully registered ECD programmes		TBC	978	981
• No. of conditionally registered ECD programmes		1 407	1 565	1 173
• No. of children accessing fully registered ECD programmes		97 130	110 820	94 146
• No. of subsidised children accessing fully registered ECD programmes		79 157	86 242	71 449
• No. of ECD practitioners in funded ECD centres meeting minimum qualification requirements		TBC	3 686	2 655
4. Child and youth care centres				
• No. of child and youth care centres		69	annual	52
• No. of children in need of care and protection in funded CYCCs		3 560	4 028	2 704
5. Community-based care services for children				
• No. of CYCW trainees who received training through the Isibindi model		2 479	annual	1 082
• No. of children accessing services through the Isibindi model		31 864	59 814	58 209

4.4 Programme 4: Restorative Services

The purpose of this programme is to provide integrated developmental social crime prevention and anti-substance abuse services to the most vulnerable in partnership with stakeholders and civil society organisations. The programme consists of the following sub-programmes, namely Management and Support, Crime Prevention and Support, Victim Empowerment and Substance Abuse, Prevention and Rehabilitation.

Tables 13.12 and 13.13 reflect a summary of the 2016/17 adjusted appropriation of Programme 4, summarised according to sub-programme and economic classification.

Details of the main adjustments, which resulted in an overall decrease of R10.484 million, are given in the paragraphs below the tables.

Table 13.12 : Programme 4: Restorative Services

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Management and Support	32 643				11 500		11 500	44 143
2. Crime Prevention and Support	126 399			513			513	126 912
3. Victim Empowerment	36 845			(1 959)			(1 959)	34 886
4. Substance Abuse, Prevention and Rehabilitation	91 008			430			430	91 438
Total	286 895	-	-	(1 016)	11 500	-	10 484	297 379
Amount to be voted								10 484
of which: Unauth. Exp. (1st charge) not avail. for spending (800)								(800)
Baseline available for spending after first charge								296 579

Table 13.13 : 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	219 673	-	-	-	11 500	-	11 500	231 173
Compensation of employees	176 193				11 500		11 500	187 693
Goods and services	43 480						-	43 480
Interest and rent on land							-	-
Transfers and subsidies to:	59 464	-	-	(1 016)	-	-	(1 016)	58 448
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	59 317			(1 016)			(1 016)	58 301
Households	147						-	147
Payments for capital assets	6 958	-	-	-	-	-	-	6 958
Buildings and other fixed structures	5 029						-	5 029
Machinery and equipment	1 929						-	1 929
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	800	-	-	-	-	-	-	800
Total	286 895	-	-	(1 016)	11 500	-	10 484	297 379
Amount to be voted								10 484
of which: Unauth. Exp. (1st charge) not avail. for spending (800)								(800)
Baseline available for spending after first charge								296 579

Virement – Programme 4: Restorative Services: (R1.016 million)

A total of R1.016 million was moved from this programme to Programme 3 within *Transfers and subsidies to: Non-profit institutions*, aimed at correcting the alignment of the transfer budget and activities between core programmes of the department in accordance with the previously mentioned NPO master list, which also account for the movement between sub-programmes within Programme 4.

Shift – Programme 4: Restorative Services: R11.500 million

The department shifted R11.500 million from Programme 1 within *Compensation of employees*, to the Management and Support sub-programme in Programme 4 to provide for the movement of service office managers and their support staff from Programme 1 to Programme 4. This movement aligns the department with the programme and budget structure of the sector. There is no change in purpose for this funding

Service delivery measures – Programme 4: Restorative Services

Table 13.14 shows the revised service delivery information for Programme 4. Note that one measure in this programme is annual in nature and is only reported on after the closure of the financial year and are indicated as “annual” against the Mid-year actual in Table 13.14. The department revised all measures to align them with the targets published in the 2016/17 APP, due to the *EPRE* being published before the APP was finalised. One measure has been revised as indicated in bold italics. Note also one performance measure is no longer valid and this is indicated by “n/a” in the Mid-year actual and Revised target columns.

Table 13.14 : Service delivery measures – Programme 4: Restorative Services

Outputs	Performance indicators	Performance targets		
		2016/17 Original target	2016/17 Mid-year actual	2016/17 Revised target
1. Crime prevention and support				
	• No. of children in conflict with the law assessed	3 651	1 683	2 310
	• No. of children in conflict with the law in secure care centres	2 275	n/a	n/a
	• No. of children in conflict with the law awaiting trial in secure care centres	2 389	526	38
	• No. of sentenced children in secure care centres	2 504	126	nil
	• No. of children in conflict with the law referred to diversion programmes	474	588	839
	• No. of children in conflict with the law who completed diversion programmes	266	485	623
2. Victim empowerment				
	• No. of funded VEP service centres	34	annual	48
	• No. of victims of crime and violence accessing services from funded VEP service centres	967	2 959	2 260
	• No. of human trafficking victims who accessed social services	51	9	57
3. Substance abuse, prevention and rehabilitation				
	• No. of children 18 years and below reached through substance abuse prevention programmes	56 558	121 409	190 569
	• No. of people (19 and above) reached through substance abuse prevention programmes	38 295	90 075	151 701
	• No. of service users who accessed in-patient treatment services at funded treatment centres	1 176	672	334
	• No. of service users who accessed out-patient based treatment services	1 612	1 242	2 054

4.5 Programme 5: Development and Research

The purpose of this programme is to provide sustainable development programmes which facilitate empowerment of communities, based on empirical research and demographic information.

The programme consists of the following sub-programmes, namely, Management and Support, Community Mobilisation, Institutional Capacity Building and Support for NPOs, Poverty Alleviation and Sustainable Livelihoods, Community-Based Research and Planning, Youth Development, Women Development and Population Policy Promotion.

Tables 13.15 and 13.16 reflect a summary of the 2016/17 adjusted appropriation of Programme 5, summarised according to sub-programme and economic classification.

Details of the main adjustments, which resulted in an overall decrease of R350 000, are provided in the paragraphs following the tables.

Table 13.15 : Programme 5: Development and Research

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Management and Support	103 766						-	103 766
2. Community Mobilisation	1 750						-	1 750
3. Institutional Capacity Building and Support for NPOs	58 501						-	58 501
4. Poverty Alleviation and Sustainable Livelihoods	14 586			368			368	14 954
5. Community-Based Research and Planning	1 851			(811)			(811)	1 040
6. Youth Development	35 886			93			93	35 979
7. Women Development	7 844						-	7 844
8. Population Policy Promotion	2 956						-	2 956
Total	227 140	-	-	(350)	-	-	(350)	226 790
Amount to be voted								
of which: Unauth. Exp. (1st charge) not avail. for spending								(795)
Baseline available for spending after first charge								225 995

Table 13.16 : 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	157 368	-	-	-	-	-	157 368
Compensation of employees	125 098			(15 000)		(15 000)	110 098
Goods and services	32 270			15 000		15 000	47 270
Interest and rent on land						-	-
Transfers and subsidies to:	56 195	-	-	(350)	-	(350)	55 845
Provinces and municipalities						-	-
Departmental agencies and accounts						-	-
Higher education institutions						-	-
Foreign governments and international organisations						-	-
Public corporations and private enterprises						-	-
Non-profit institutions	55 597			(350)		(350)	55 247
Households	598					-	598
Payments for capital assets	12 782	-	-	-	-	-	12 782
Buildings and other fixed structures	9 393					-	9 393
Machinery and equipment	3 389					-	3 389
Heritage assets						-	-
Specialised military assets						-	-
Biological assets						-	-
Land and subsoil assets						-	-
Software and other intangible assets						-	-
Payments for financial assets	795					-	795
Total	227 140	-	-	(350)	-	(350)	226 790
Amount to be voted							(350)
of which: Unauth. Exp. (1st charge) not avail. for spending	(795)						(795)
Baseline available for spending after first charge	226 345						225 995

Virement – Programme 5: Development and Research: (R350 000)

A net amount of R350 000 was moved from this programme, and there was virement within the programme, accounting for the movements at sub-programme level, as follows:

- A total of R350 000 was moved from this programme to Programme 3. The savings in this programme were from *Transfers and subsidies to: Non-profit institutions* aimed at correcting the alignment of the transfer payments budget and activities between core programmes of the department in accordance with the NPO master list, as mentioned. While there is a decrease in transfers in this programme, the funding was moved to the same category in another programme, with no overall decrease in this category and therefore Legislature approval is not required.
- R15 million was moved within the programme and within the sub-programme: Institutional Capacity Building and Support for NPOs, from *Compensation of employees* to *Goods and services*. The savings were due to vacant funded OSD posts including community development practitioners/supervisors/managers, and were redirected to assist NGOs in developing financial and administrative skills to assist them in meeting PFMA Section 38(1)(j) requirements. In addition, the department needs to undertake a verification of funded projects, to ensure that all projects are delivering on their mandate. This is due to suspected fraud and the funding will be used for consultant investigators.

Service delivery measures – Programme 5: Development and Research

Table 13.17 shows the revised service delivery information for Programme 5. Note that some measures in this programme are annual in nature and are only reported on after the closure of the financial year and are indicated as “annual” against the Mid-year actual in Table 13.17.

The department revised 15 measures to align them with the targets published in the 2016/17 APP, due to the *EPRE* being published before the APP was finalised.

Note also one performance measure is no longer valid and this is indicated by “n/a” in the Mid-year actual and Revised target columns.

Table 13.17 : Service delivery measures – Programme 5: Development and Research

Outputs	Performance indicators	Performance targets		
		2016/17 Original target	2016/17 Mid-year actual	2016/17 Revised target
1. Community mobilisation				
	• No. of people reached through community mobilisation programmes	52 459	150 474	281 628
2. Institutional capacity building and support for NPOs				
	• Total no. of funded NPOs	2 898	annual	2 816
	• No. of NPOs capacitated according to the capacity building guideline	4 972	3 543	5 205
3. Poverty alleviation and sustainable livelihoods				
	• No. of poverty reduction initiatives supported	416	1 084	437
	• No. of people benefitting from poverty reduction initiatives	8 696	6 514	8 222
	• No. of households accessing food through DSD food security programmes	7 200	3 856	6 270
4. Community-based research and planning				
	• No. of households profiled	9 504	5 942	10 412
	• No. of communities profiled in a ward	8 889	533	949
	• No. of community-based plans developed	9 333	435	868
5. Youth development				
	• No. of youth development structures supported	352	610	455
	• No. of youth participating in skills development programmes	2 044	4 944	7 231
	• No. of youth participating in youth mobilisation programmes	3 826	32 670	47 112
6. Women development				
	• No. of women participating in socio-economic empowerment programmes	10 194	29 488	51 208
7. Population policy promotion				
	• No. of population capacity development sessions conducted	11	5	
	• No. of individuals who participated in population capacity development sessions	330	229	
	• No. of population advocacy, information, education and communication (IEC) activities implemented	50	21	
	• No. of population policy monitoring and evaluation reports produced	1	annual	
	• No. of research projects completed	11	annual	2
	• No. of demographic profile projects completed	2	annual	3
	• No. of population capacity development sessions conducted	3	n/a	n/a

5. Specifically and exclusively appropriated allocations

Table 13.18 shows the amounts that are specifically and exclusively appropriated for specific purposes in terms of the KZN Adjustments Appropriation Act.

Note that transfers to conditional grants (which are also specifically and exclusively appropriated funds) are not included here, as they are discussed in Section 8 below.

Details of the main adjustments, which resulted in an overall increase of R11.500 million in respect of the department's specifically and exclusively appropriated funding, are provided in the paragraphs above and below the tables.

- *Virement*: All virements in the table, which result in no change in the overall specifically and exclusively appropriated amount, reflect movements within *Transfers and subsidies to: Non-profit institutions* aimed at correcting the alignment of the transfer budget and activities between core programmes of the department in accordance with the NPO master list, which is the outcome of a process that outlines how much will be transferred to each NPO and what services each NPO provides.

Table 13.18 : 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		
1. Prog. 2 Absorption of social work graduates	114 331						-	114 331
2. Prog. 2 Support to the NGO sector	66 861				(66 861)		(66 861)	-
3. Prog. 2 Care and Services to Older Persons	111 427			609			609	112 036
4. Prog. 2 Services to Persons with Disabilities	73 808			(1 393)			(1 393)	72 415
5. Prog. 2 HIV and AIDS	75 401			(3 997)			(3 997)	71 404
6. Prog. 2 Inkululeko Elderly Day Care Centre	2 523						-	2 523
7. Prog. 3 Care and Services to Families	6 082			(504)			(504)	5 578
8. Prog. 3 Child Care and Protection	91 340			(14 349)			(14 349)	76 991
9. Prog. 3 ECD and Partial Care	247 949			25 164			25 164	273 113
10. Prog. 3 Child and Youth Care	82 561			13 789			13 789	96 350
11. Prog. 3 Community-Based Care Services for Children	51 475			(17 953)	11 500		(6 453)	45 022
12. Prog. 4 Crime Prevention and Support	17 998			513			513	18 511
13. Prog. 4 Victim Empowerment	23 057			(1 959)			(1 959)	21 098
14. Prog. 4 Substance Abuse, Prevention and Rehabilitation	18 262			430			430	18 692
15. Prog. 5 Poverty Alleviation and Sustainable Livelihoods	14 586			368			368	14 954
16. Prog. 5 Youth Development	33 167			(811)			(811)	32 356
17. Prog. 5 Women Development	7 844			93			93	7 937
18. Prog. 5 Support to the NGO sector					66 861		66 861	66 861
19. Six per cent transfers to NGOs	46 410	-	-	-	-	-	-	46 410
19.1 Prog. 2: Six per cent transfer to NGOs	15 773						-	15 773
19.2 Prog. 3: Six per cent transfer to NGOs	27 808						-	27 808
19.3 Prog. 4: Six per cent transfer to NGOs	2 829						-	2 829
Total	1 085 082	-	-	-	11 500	-	11 500	1 096 582
Amount to be voted								11 500

- **Shifts:** The department shifted a net amount of R11.500 million to specifically and exclusively appropriated funding as follows:
 - The increase of R11.500 million relates to a movement from *Compensation of employees to Transfers and subsidies to: Non-profit institutions* within Community-Based Care Services for Children, to provide for the arrear payment of stipends for Isibindi workers while they were under the department's control. These workers are now employed by NGOs and the funding was moved to this category to enable payment to be made via their current employers. There was no change in purpose for this funding.
 - R66.861 million was moved from Support to the NGO sector in Programme 2 to the same function in Programme 5. This was to correct an error in the Appropriation Act and does not affect any other table in this document. The budget for this expenditure was correctly placed in Programme 5 in the 2016/17 EPRE, and there was no change in purpose for this funding.

6. Gifts, donations and sponsorships

The department is not envisaging any gifts, donation and sponsorships exceeding R100 000 in 2016/17.

7. Infrastructure

Table 13.19 shows the summary of infrastructure payments per main category. Details of the main adjustment, which resulted in no change to the overall infrastructure baseline, are provided in the paragraph below the table.

Table 13.19 : 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	54 170	-	-	5 000	-	-	5 000	59 170
Maintenance and repair: Current	16 424			5 000			5 000	21 424
Upgrades and additions: Capital	14 746						-	14 746
Refurbishment and rehabilitation: Capital	23 000						-	23 000
New infrastructure assets: Capital	83 531			(5 000)			(5 000)	78 531
Infrastructure transfers	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital							-	-
Infrastructure transfers: Current							-	-
Infrastructure: Payments for fin assets							-	-
Infrastructure: Leases							-	-
Capital infrastructure	121 277	-	-	(5 000)	-	-	(5 000)	116 277
Current infrastructure	16 424	-	-	5 000	-	-	5 000	21 424
Total	137 701	-	-	-	-	-	-	137 701
Amount to be voted								-

- *Virement*: R5 million was moved from *New infrastructure assets: Capital* being under-spending due to slow progress on infrastructure projects to *Maintenance and repair: Current* to address pressures related to drought relief, where Jojo tanks are being placed at approximately 30 facilities, such as service offices. The overall reduction in capital requires Legislature approval.

8. Conditional grants

Table 13.20 below provides a summary of changes to conditional grants. There were no adjustments to the main appropriation for the Social Sector EPWP Integrated Grant for Provinces. The entire grant funding is allocated to *Compensation of employees* as it subsidises stipends for community care-givers.

Table 13.20 : 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. Social Welfare Services	3 958	-	-	-	-	-	-	3 958
Social Sector EPWP Incentive Grant for Provinces	3 958						-	3 958
Total	3 958	-	-	-	-	-	-	3 958
Amount to be voted								

9. Transfers and subsidies

Table 13.21 shows the summary of transfers and subsidies by programme and main category. Details of the main adjustments, which resulted in an overall increase of R16.163 million in the transfers and subsidies allocation, are provided in the paragraphs before and after the table.

Table 13.21 : 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	6 585	-	-	2 163	-	-	2 163	8 748
Provinces and municipalities	723	-	-	-	-	-	-	723
Motor vehicle licences	723						-	723
Departmental agencies and accounts	1 706	-	-	2 163	-	-	2 163	3 869
HWSETA	1 706			2 163			2 163	3 869
Households	4 156	-	-	-	-	-	-	4 156
Social benefits - staff exit costs	4 156			-			-	4 156
2. Social Welfare Services	277 623	-	-	(2 281)	-	-	(2 281)	275 342
Non-profit institutions	260 636	-	-	(4 781)	-	-	(4 781)	255 855
Care and services to older persons	111 427			609			609	112 036
Services to persons with disabilities	73 808			(1 393)			(1 393)	72 415
HIV and AIDS	75 401			(3 997)			(3 997)	71 404
Households	16 987	-	-	2 500	-	-	2 500	19 487
Social benefits - staff exit costs	2 610			-			-	2 610
Social Relief	14 377			2 500			2 500	16 877
3. Children and Families	480 005	-	-	6 147	11 500	-	17 647	497 652
Non-profit institutions	479 407	-	-	6 147	11 500	-	17 647	497 054
Care and services to families	6 082			(504)			(504)	5 578
Child care and protection	91 340			(14 349)			(14 349)	76 991
ECD and partial care	247 949			25 164			25 164	273 113
Child and youth care	82 561			13 789			13 789	96 350
Community-based care services for children	51 475			(17 953)	11 500		(6 453)	45 022
Households	598	-	-	-	-	-	-	598
Social benefits - staff exit costs	598			-			-	598
4. Restorative Services	59 464	-	-	(1 016)	-	-	(1 016)	58 448
Non-profit institutions	59 317	-	-	(1 016)	-	-	(1 016)	58 301
Crime prevention and support	17 998			513			513	18 511
Victim empowerment	23 057			(1 959)			(1 959)	21 098
Substance abuse, prevention and rehabilitation	18 262			430			430	18 692
Households	147	-	-	-	-	-	-	147
Social benefits - staff exit costs	147			-			-	147
5. Development and Research	56 195	-	-	(350)	-	-	(350)	55 845
Non-profit institutions	55 597	-	-	(350)	-	-	(350)	55 247
Poverty alleviation and sustainable livelihoods	14 586			368			368	14 954
Youth development	33 167			(811)			(811)	32 356
Women development	7 844			93			93	7 937
Households	598	-	-	-	-	-	-	598
Social benefits - staff exit costs	598			-			-	598
Total	879 872	-	-	4 663	11 500	-	16 163	896 035
Amount to be voted								

- **Virement:** The department undertook the following virements affecting transfers and subsidies:
 - In Programme 1, R2.163 million was moved from *Compensation of employees* to *Departmental agencies and accounts* to correct under-budgeting of the HWSETA allocation.
 - In Programme 2, a net amount of R4.781 million was moved within *Non-profit institutions* to Programme 3 aimed at correcting the alignment of the transfer budget and activities between core programmes of the department in accordance with the NPO master list, as mentioned. There was also movement within the core services of the programmes, for the same reason.
 - Also in Programme 2, *Households* was increased by R2.500 million due to savings moved within the programme from *Compensation of employees* to address under-budgeting for social relief costs in the sub-programme Social Relief, primarily aimed at children without parents and includes the purchase of food, school uniforms and stationery.
 - In Programme 3, R17.647 million was moved to this programme from Programme 4, with R6.237 million moved within *Non-profit institutions* from Programme 2 (R4.781 million), Programme 4 (R1.016 million) and Programme 5 (R350 000). This movement was aimed at correcting the alignment of the transfer budget and activities between core programmes of the department in accordance with the NPO master list.
 - In Programme 4, R1.016 million was moved to Programme 3 within *Non-profit institutions*, aimed at correcting the alignment of the transfer budget and activities between core programmes of the department in accordance with the NPO master list. There was also movement within the core services of the programmes for the same reason.
 - In Programme 5, R350 000 was moved to Programme 3 within *Non-profit institutions* aimed at correcting the alignment of the transfer budget and activities between core programmes of the department in accordance with the NPO master list. There was also movement within the core services of the programmes for the same reason.
- **Shifts:** In Programme 3, R11.500 million was moved within the programme from *Compensation of employees* to *Non-profit institutions* to provide for the arrear payment of stipends for Isibindi workers while they were under the department's control. These workers are now employed by NGOs and the funding is moved to this category to enable payment to be made via their current employers. There was no change in purpose for this funding.

10. Transfers to public entities

The department does not make any transfers to public entities.

11. Transfers to local government

The department does not make any transfers to local government. It is noted that an amount of R723 000 is reflected against *Transfers and subsidies to: Provinces and municipalities* in Table 13.22 above. This relates to the payment of motor vehicle licences. As this amount will not be transferred to any municipality, the table reflecting transfers to local government is excluded.

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

Tables 13.22 and 13.23 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.

The department spent 45.3 per cent of its adjusted budget in the first six months of the year. This level of spending is fairly low compared to the straight-line benchmark of 50 per cent.

Table 13.22 : Actual payments and revised spending projections by programme

	2015/16 Audited outcome	Adjusted appropriation	Actual payments April '16 - September 2016		Projected payments October '15 - March 2017		Projected actual
R thousand			% of budget		% of budget		
1. Administration	519 148	473 521	226 768	47.9	246 753	52.1	473 521
2. Social Welfare Services	634 856	685 065	288 422	42.1	396 643	57.9	685 065
3. Children and Families	1 003 914	1 099 544	531 693	48.4	567 851	51.6	1 099 544
4. Restorative Services	283 062	297 379	130 341	43.8	167 038	56.2	297 379
5. Development and Research	169 377	226 790	82 246	36.3	144 544	63.7	226 790
Total	2 610 357	2 782 299	1 259 470	45.3	1 522 829	54.7	2 782 299

Table 13.23 : Actual payments and revised spending projections by economic classification

	2015/16 Audited outcome	Adjusted appropriation	Actual payments April '16 - September 2016		Projected payments October '15 - March 2017		Projected actual
R thousand			% of budget		% of budget		
Current payments	1 614 697	1 723 802	820 567	47.6	903 235	52.4	1 723 802
Compensation of employees	1 238 550	1 310 609	641 266	48.9	669 343	51.1	1 310 609
Goods and services	376 059	413 082	179 189	43.4	233 893	56.6	413 082
Interest and rent on land	88	111	112	100.9	(1)	(0.9)	111
Transfers and subsidies to:	827 552	896 035	402 887	45.0	493 148	55.0	896 035
Provinces and municipalities	566	723	267	36.9	456	63.1	723
Departmental agencies and accounts	3 350	3 869	3 671	94.9	198	5.1	3 869
Higher education institutions	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-
Non-profit institutions	803 769	866 457	387 650	44.7	478 807	55.3	866 457
Households	19 867	24 986	11 299	45.2	13 687	54.8	24 986
Payments for capital assets	152 669	155 483	29 037	18.7	126 446	81.3	155 483
Buildings and other fixed structures	113 508	116 277	26 776	23.0	89 501	77.0	116 277
Machinery and equipment	39 161	39 206	2 261	5.8	36 945	94.2	39 206
Heritage assets	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
Payments for financial assets	15 439	6 979	6 979	100.0	-	-	6 979
Total	2 610 357	2 782 299	1 259 470	45.3	1 522 829	54.7	2 782 299

Programme 1 reflects spending at 47.6 per cent of the adjusted appropriation, which is slightly low. This is ascribed to a number of critical vacant posts yet to be filled, such as the DDG: Developmental Social Services, CFO, as well as two manager posts. In addition, *Machinery and equipment* was lower than expected due to tools of trade that are on order to replace obsolete furniture and equipment for existing staff. This also includes motor vehicles, centralised under this programme, that were only ordered in the second quarter due to the national tender being finalised late by National Treasury.

Programme 2 spent at 42.3 per cent of the adjusted budget by mid-year, which is lower than the straight-line benchmark of 50 per cent. This was due to delays in the submission of claims by organisations and, in some cases, delays in finalising the NPO master list by mid-year. The department has completed the NPO master list process and is currently addressing the backlog in payments, hence the under-spending. There was slow spending on a number of infrastructure projects.

Spending against Programme 3 was slightly low in comparison to the straight-line benchmark of 50 per cent, at 48.4 per cent at mid-year, largely due to vacant funded OSD social worker posts, as well as child and youth care worker posts. Also contributing to the low expenditure were delays in the submission of claims by organisations and, in some cases, delays in finalising the NGO master list by mid-year, as mentioned.

Spending against Programme 4 was, at 43.8 per cent, fairly low when compared to the 50 per cent benchmark, largely due to the previously mentioned delays in the submission of claims by organisations and, in some cases, a delay in finalising the NPO master list at mid-year. Also contributing was cost-cutting against travel and subsistence. In addition, there was slow spending against minor assets such as furniture and equipment (less than R5 000), attributed to delays in the procurement processes.

Programme 5 spending was low at 36.3 per cent of the adjusted appropriation at mid-year, due to vacant funded OSD posts including community development practitioners/supervisors/managers. There were

also delays in the procurement processes relating to the purchase of minor assets, such as furniture and equipment (less than R5 000), as well as the process of acquiring the services of an implementing agent to capacitate NPOs to meet Section 38(1)(j) requirements, taking longer than expected. In addition, there were lengthy processes of consultation with stakeholders in identifying community projects to be funded, such as those under poverty alleviation and sustainable livelihoods, youth and women development.

Spending on *Compensation of employees* was slightly slow, at 49 per cent in the first half of the year, as a result of vacant funded OSD (largely social worker) posts not yet filled, mainly in Programmes 3 and 5, as mentioned. Exacerbating this was the fact that some of the vacancies filled were internal promotions, resulting in further vacancies.

Spending against *Goods and services* was at 43.4 per cent of the adjusted appropriation at mid-year which is below the straight-line benchmark of 50 per cent at mid-year. This is attributed to delays in the procurement processes relating to the purchase of minor assets, such as furniture and equipment (less than R5 000), and the process of acquiring the services of an implementing agent to capacitate NPOs to be able to comply with Section 38(1)(j) requirements taking longer than expected.

Spending against *Transfers and subsidies to: Provinces and municipalities* was low compared to the 50 per cent benchmark, at 36.9 per cent. This was due the acquisition and registration of motor vehicles being slower than expected because of the national tender being finalised late by National Treasury.

The high spending against *Transfers and subsidies to: Non-profit institutions* in the first half of the year, at 94.9 per cent, was because the HWSETA skills development levy was paid earlier than anticipated.

The low spending against *Transfers and subsidies to: Non-profit institutions* in the first half of the year, at 44.7 per cent, was due to delays in the submission of claims by organisations and, in some cases, a delay in finalising the NPO master list at mid-year.

Spending against *Transfers and subsidies to: Households* was low compared to the 50 per cent benchmark, at 45.2 per cent. This was as a result of additional funding moved to this category in the Adjustments Estimate to address under-budgeting for social relief costs in the sub-programme: Social Relief.

Buildings and other fixed structures was low at 23 per cent, due to slow progress on a number of infrastructure projects.

Spending against *Machinery and equipment* was extremely low at 5.4 per cent of the adjusted appropriation at mid-year. This is attributed to tools of trade that still need to be purchased to replace obsolete furniture and equipment. This also includes motor vehicles only ordered in the second quarter, due to the national tender being finalised late by National Treasury.

Taking into account the above-mentioned adjustments and virements, the department is projecting a balanced budget at the end of the year.

Table 13.A : Summary by economic classification : Social Development

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	1 731 444	-	-	(14 354)	-	4 137	(10 217)	1 721 227
Compensation of employees	1 340 977	-	-	(37 080)	-	4 137	(32 943)	1 308 034
Salaries and wages	838 136	-	-	(17 821)	1 005	2 606	(14 210)	823 926
Social contributions	502 841	-	-	(19 259)	(1 005)	1 531	(18 733)	484 108
Goods and services	390 467	-	-	22 615	-	-	22 615	413 082
Administrative fees	397	-	-	2 044	-	-	2 044	2 441
Advertising	4 393	-	-	(797)	-	-	(797)	3 597
Assets less than capitalisation threshold	23 643	-	-	(5 698)	-	-	(5 698)	17 945
Audit cost: External	4 964	-	-	(53)	-	-	(53)	4 911
Bursaries: Employees	4 134	-	-	(974)	-	-	(974)	3 160
Catering: Departmental activities	4 378	-	-	(833)	-	-	(833)	3 545
Communication (G&S)	24 484	-	-	5 175	-	-	5 175	29 659
Computer services	22 153	-	-	2 667	-	-	2 667	24 820
Cons & prof serv: Business and advisory services	19 138	-	-	549	-	-	549	19 687
Cons & prof serv: Infras and planning	-	-	-	-	-	-	-	-
Cons & prof serv: Laboratory services	-	-	-	-	-	-	-	-
Cons & prof serv: Scientific and tech services	-	-	-	-	-	-	-	-
Cons & prof serv: Legal costs	1 541	-	-	(1 093)	-	-	(1 093)	448
Contractors	25 664	-	-	2 037	-	-	2 037	27 701
Agency and support / outsourced services	15 043	-	-	5 302	-	-	5 302	20 345
Entertainment	6	-	-	209	-	-	209	215
Fleet services (incl. govt motor transport)	33 085	-	-	4 799	-	-	4 799	37 884
Housing	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	841	-	-	841	841
Inventory: Farming supplies	-	-	-	31	-	-	31	31
Inventory: Food and food supplies	564	-	-	(97)	-	-	(97)	467
Inventory: Fuel, oil and gas	902	-	-	(375)	-	-	(375)	527
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	2 501	-	-	(1 347)	-	-	(1 347)	1 154
Inventory: Medical supplies	1 274	-	-	(706)	-	-	(706)	568
Inventory: Medicine	-	-	-	116	-	-	116	116
Medsas inventory interface	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-
Consumable supplies	9 725	-	-	2 233	-	-	2 233	11 958
Consumable: Stationery, printing and office supplies	12 669	-	-	(352)	-	-	(352)	12 317
Operating leases	60 302	-	-	(14 597)	-	-	(14 597)	45 705
Property payments	66 287	-	-	6 128	-	-	6 128	72 415
Transport provided: Departmental activity	400	-	-	3 396	-	-	3 396	3 796
Travel and subsistence	39 762	-	-	-	-	-	-	39 762
Training and development	3 005	-	-	10 576	-	-	10 576	13 581
Operating payments	5 732	-	-	2 001	-	-	2 001	7 733
Venues and facilities	2 568	-	-	390	-	-	390	2 958
Rental and hiring	1 753	-	-	1 044	-	-	1 044	2 797
Interest and rent on land	-	-	-	111	-	-	111	111
Interest	-	-	-	-	-	-	-	-
Rent on land	-	-	-	111	-	-	111	111
Transfers and subsidies to	879 872	-	-	16 163	-	-	16 163	896 035
Provinces and municipalities	723	-	-	-	-	-	-	723
Provinces	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-
Municipalities	723	-	-	-	-	-	-	723
Municipalities	723	-	-	-	-	-	-	723
Municipal agencies and funds	-	-	-	-	-	-	-	-
Departmental agencies and accounts	1 706	-	-	2 163	-	-	2 163	3 869
Social security funds	-	-	-	-	-	-	-	-
Entities receiving funds	1 706	-	-	2 163	-	-	2 163	3 869
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-
Non-profit institutions	854 957	-	-	11 500	-	-	11 500	866 457
Households	22 486	-	-	2 500	-	-	2 500	24 986
Social benefits	8 109	-	-	-	-	-	-	8 109
Other transfers to households	14 377	-	-	2 500	-	-	2 500	16 877
Payments for capital assets	159 867	-	-	(1 809)	-	-	(1 809)	158 058
Buildings and other fixed structures	121 277	-	-	(5 000)	-	-	(5 000)	116 277
Buildings	120 481	-	-	(4 786)	-	-	(4 786)	115 695
Other fixed structures	796	-	-	(214)	-	-	(214)	582
Machinery and equipment	38 590	-	-	3 191	-	-	3 191	41 781
Transport equipment	19 228	-	-	3 075	-	-	3 075	22 303
Other machinery and equipment	19 362	-	-	116	-	-	116	19 478
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	6 979	-	-	-	-	-	-	6 979
Total	2 778 162	-	-	-	-	4 137	4 137	2 782 299
Amount to be voted								4 137
of which: Unauth. Exp. (1st charge) not available for spending	(6 979)							(6 979)
Baseline available for spending after first charge	2 771 183							2 775 320