

Vote 01

Office of the Premier

Adjusted budget summary

2016/17				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	376 286	379 766	1 485	4 965
<i>of which:</i>				
Current payments	367 698	371 264	-	3 566
Transfer payments	4 380	2 895	1 485	-
Payments for capital assets	4 208	5 607	-	1 399
Payments for financial assets	-	-	-	-
Direct charge against the Provincial Revenue Fund	2 173	2 173	-	-
Executive authority	Premier			
Accounting officer	Director General of the Province			

Vote purpose

To ensure a dynamic, functionally organized and systematically integrated environment framework conducive for good governance through strategic leadership and sound management principles that ensure transformation in the provincial administration and sound provincial economic growth that results in equitable distribution of resources.

Adjusted Estimates of Provincial Expenditure and Revenue 2016

Programme summary

Table 1.1: Adjusted estimates

R thousand	2016/17							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Declared unspent funds	Other adjustments		
Programme								
1. Administration	143 620	214	-	(114)	-	-	100	143 720
2. Institutional Development	139 518	1 399	-	(2 641)	-	-	(1 242)	138 276
3. Policy and Governance	90 975	1 867	-	2 755	-	-	4 622	95 597
Subtotal	374 113	3 480	-	-	-	-	3 480	377 593
Direct charge against the Provincial Revenue Fund								
Statutory	2 173	-	-	-	-	-	-	2 173
Total	376 286	3 480	-	-	-	-	3 480	379 766
Economic classification.								
Current Payments	367 698	2 081	-	1 485	-	-	3 566	371 264
Compensation of employees	271 524	-	-	-	-	-	-	271 524
Goods and services	96 174	2 081	-	1 485	-	-	3 566	99 740
Interest and rent on land	-	-	-	-	-	-	-	-
Transfer and subsidies to:	4 380	-	-	(1 485)	-	-	(1 485)	2 895
Provinces and municipalities	39	-	-	-	-	-	-	39
Departmental agencies and accounts	804	-	-	(785)	-	-	(785)	19
Universities and technikons	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-
Households	3 537	-	-	(700)	-	-	(700)	2 837
Payment for capital assets	4 208	1 399	-	-	-	-	1 399	5 607
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	4 208	1 399	-	-	-	-	1 399	5 607
Biological assets	-	-	-	-	-	-	-	-
Software & other intangible assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	376 286	3 480	-	-	-	-	3 480	379 766

The total budget of the Office adjusted upwards by R3.480 million. The rollover has been allocated to fund provincial priorities has been allocated as follows: R1.867 million for the development of Limpopo SPLUMA policy, R0.214 million for Forensic Audit, R1.399 million for information technology infrastructure

Programme 1: Administration

Table 1.1.1: Adjusted estimates

Administration		2016/17							Adjusted appropriation
R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation		
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds		Other adjustments	
Subprogramme									
1. Premier Support	15 830	-	-	500	-	-	-	500	16 330
2. Executive Council Support	9 429	-	-	964	-	-	-	964	10 393
3. Director General	20 625	-	-	1 368	-	-	-	1 368	21 993
4. Financial Management	89 393	214	-	(2 016)	-	-	-	(1 802)	87 591
5. Programme Support Administration	10 516	-	-	(930)	-	-	-	(930)	9 586
Total	145 793	214	-	(114)	-	-	-	100	145 893
Economic classification.									
Current Payments	143 517	214	-	(24)	-	-	-	190	143 707
Compensation of employees	106 060	-	-	(4 080)	-	-	-	(4 080)	101 980
Goods and services	37 457	214	-	4 056	-	-	-	4 270	41 727
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	108	-	-	-	-	-	-	-	108
Provinces and municipalities	39	-	-	-	-	-	-	-	39
Departmental agencies and accounts	19	-	-	-	-	-	-	-	19
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	50	-	-	-	-	-	-	-	50
Payment for capital assets	2 168	-	-	(90)	-	-	-	(90)	2 078
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 168	-	-	(90)	-	-	-	(90)	2 078
Biological assets	-	-	-	-	-	-	-	-	-
Software & other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	145 793	214	-	(114)	-	-	-	100	145 893

An amount of R4.080 million was shifted from Programme 1 - Compensation of Employees to cater for shortfall on compensation of employees in Programme 3. An amount of R0.090 million was shifted from Programme 1 – Payment of Capital Assets to Programme 3 - Payment of Capital Assets to cater for shortfall.

Programme 2: Institutional Development

Table 1.1.2: Adjusted estimates

Institutional Development		2016/17							Adjusted appropriation
R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation		
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds		Other adjustments	
Subprogramme									
1. Strategic Human Resources	66 120	-	-	(2 032)	-	-	(2 032)	64 088	
2. Information Communication Technology	28 385	1 399	-	(659)	-	-	740	29 125	
3. Legal Services	15 411	-	-	350	-	-	350	15 761	
4. Communication Services	19 611	-	-	(1 300)	-	-	(1 300)	18 311	
5. Programme Support: Institutional Development	9 991	-	-	1 000	-	-	1 000	10 991	
Total	139 518	1 399	-	(2 641)	-	-	(1 242)	138 276	
Economic classification.									
Current Payments	133 406	-	-	(1 246)	-	-	(1 246)	132 160	
Compensation of employees	96 404	-	-	(400)	-	-	(400)	96 004	
Goods and services	37 002	-	-	(846)	-	-	(846)	36 156	
Interest and rent on land	-	-	-	-	-	-	-	-	
Transfer and subsidies to:	4 072	-	-	(1 485)	-	-	(1 485)	2 587	
Provinces and municipalities	-	-	-	-	-	-	-	-	
Departmental agencies and accounts	785	-	-	(785)	-	-	(785)	-	
Universities and technikons	-	-	-	-	-	-	-	-	
Public corporations & private enterprises	-	-	-	-	-	-	-	-	
Non-profit making institutions	-	-	-	-	-	-	-	-	
Households	3 287	-	-	(700)	-	-	(700)	2 587	
Payment for capital assets	2 040	1 399	-	90	-	-	1 489	3 529	
Buildings and other fixed structures	-	-	-	-	-	-	-	-	
Machinery and equipment	2 040	1 399	-	90	-	-	1 489	3 529	
Biological assets	-	-	-	-	-	-	-	-	
Software & other intangible assets	-	-	-	-	-	-	-	-	
Land and subsoil assets	-	-	-	-	-	-	-	-	
Payments for financial assets	-	-	-	-	-	-	-	-	
Total	139 518	1 399	-	(2 641)	-	-	(1 242)	138 276	

A Rollover amount of R1.399 million was approved for the upgrading of IT Infrastructure on Payments for Capital Assets. R0.400 million was shifted from compensation of employees under Programme 2 – to cater for shortfall on compensation of employees under Programme 3. Moreover, an amount of R1.360 million was shifted from Programme 2 – Goods and Services to cater for the shortfall in Programme 1 – Goods and Services

Programme 3: Policy and Governance

Table 1.1.3: Adjusted estimates

Policy and Governance		2016/17							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Subprogramme									
1. Intergovernmental Relations	14 657	-	-	200	-	-	-	200	14 857
2. Provincial Policy Management	45 778	1 867	-	2 899	-	-	-	4 766	50 544
3. Program Support Policy & Governance	12 697	-	-	176	-	-	-	176	12 873
4. Special Programmes	17 843	-	-	(520)	-	-	-	(520)	17 323
Total	90 975	1 867	-	2 755	-	-	-	4 622	95 597
Economic classification.									
Current Payments	90 775	1 867	-	2 755	-	-	-	4 622	95 397
Compensation of employees	69 060	-	-	4 480	-	-	-	4 480	73 540
Goods and services	21 715	1 867	-	(1 725)	-	-	-	142	21 857
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	200	-	-	-	-	-	-	-	200
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	200	-	-	-	-	-	-	-	200
Payment for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Software & other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	90 975	1 867	-	2 755	-	-	-	4 622	95 597

A rollover amount of R1.867 million was approved for the development of Limpopo SPLUMA policy, an amount of R0, 514 million was shifted from Programme 3 – Goods and Services to cater for the shortfall in Programme 2 - Goods and Services. An amount of R1, 211 million was shifted from Programme 3 – Goods and Services to cater for the shortfall in Programme 1 - Goods and Services.

Details of adjustments to Estimates of Provincial Expenditure and Revenue 2016

Roll-overs

An Amount of R3.480 million was rolled over to fund Provincial Priorities as follows:

Programme 1: Administration

R0.214 million was rolled over to fund Forensic Audit on Goods and Services.

Programme 2: Institutional Development

R1.399 million was rolled over to upgrade IT Infrastructure.

Programme 3: Policy and Governance

R1.867 million rolled over to fund Development of the Limpopo SPLUMA policy on Goods and services.

Virements and shifts

Table 1.2: Details on virements per programme and economic classification

Programmes						
1. Administration						
2. Institutional Development						
3. Policy & Governance						
From			To			
Programme/ economic classification	Motivation	R thousand	Programme/ economic classification	Motivation	R thousand	
Programme 1 -		(4 170)	Programme 3 -		4 080	
Compensation of Employees	An amount of R0,780m was shifted from Programme 1 Compensation of Employees (Programme Support: Administration) to cater for the shortfall in Programme 3 Compensation of Employees (Provincial Policy Management)	(780)	Compensation of Employees	An amount of R0,780m was shifted from Programme 1 Compensation of Employees (Programme Support: Administration) to cater for the shortfall in Programme 3 Compensation of Employees (Provincial Policy Management)	780	
	An amount of R3,300m was shifted from Programme 1 Compensation of Employees (Financial Management) to cater for the shortfall in Programme 3 Compensation of Employees (Provincial Policy Management)	(3 300)			An amount of R3,300m was shifted from Programme 1 Compensation of Employees (Financial Management) to cater for the shortfall in Programme 3 Compensation of Employees (Provincial Policy Management)	3 300
Payment for Capital Assets		(90)	Programme 2		90	
	An amount of R0,090m was shifted from Programme 1 Capital Assets (Financial Management) to cater for the shortfall in Programme 2 on Capital Assets (Information Communication Technology).	(90)	Payment for Capital Assets	An amount of R0,090m was shifted from Programme 1 Capital Assets (Financial Management) to cater for the shortfall in Programme 2 on Capital Assets (Information Communication Technology).	90	
Shifts within the as a percentage of the programme budget					0%	
Virements to other programmes as a percentage of the programme budget					2.86%	
Programme 2		(3 245)	Programme 1 -		1 485	
Transfers and Subsidies	An amount of R1,485m was shifted from Programme 2 Transfers and subsidies (Strategic Human Resources) to cater for the shortfall in Programme 1 Goods and Services (Financial Management)	(1 485)	Goods and services	An amount of R1,485m was shifted from Programme 2 Transfers and subsidies (Strategic Human Resources) to cater for the shortfall in Programme 1 Goods and Services (Financial Management)	1 485	
				Programme 3 -		400
Compensation of Employees	An amount of R0,200m was shifted from Programme 2 Compensation of Employees (Communication Services) to cater for the shortfall in Programme 3 Compensation of Employees (Intergovernmental Relations)	(200)	Compensation of Employees	An amount of R0,200m was shifted from Programme 2 Compensation of Employees (Communication Services) to cater for the shortfall in Programme 3 Compensation of Employees (Intergovernmental Relations)	200	
	An amount of R0,200m was shifted from Programme 2 Compensation of Employees (Information Communication Technology) to cater for the shortfall in Programme 3 Compensation of Employees (Intergovernmental Relations)	(200)			An amount of R0,200m was shifted from Programme 2 Compensation of Employees (Information Communication Technology) to cater for the shortfall in Programme 3 Compensation of Employees (Intergovernmental Relations)	200
Goods and services		(202)	Programme 1 -		1 360	
	An amount of R0,202m was shifted from Programme 2 Goods and Services(Communication Services) to cater for the shortfall in Programme 1 Goods and Services (Executive Council Support).	(202)	Goods and services	An amount of R0,202m was shifted from Programme 2 Goods and Services(Communication Services) to cater for the shortfall in Programme 1 Goods and Services (Executive Council Support).	202	
	An amount of R0,398m was shifted from Programme 2 Goods and Services(Communication Services) to cater for the shortfall in Programme 1 Goods and Services (Financial Management).	(398)		An amount of R0,398m was shifted from Programme 2 Goods and Services(Communication Services) to cater for the shortfall in Programme 1 Goods and Services (Financial Management).	398	
	An amount of R0,188m was shifted from Programme 2 Goods and Services(Legal Services) to cater for the shortfall in Programme 1 Goods and Services (Financial Management).	(188)		An amount of R0,188m was shifted from Programme 2 Goods and Services(Legal Services) to cater for the shortfall in Programme 1 Goods and Services (Financial Management).	188	
	An amount of R0,572m was shifted from Programme 2 Goods and Services(strategic Human Resources) to cater for the shortfall in Programme 1 Goods and Services (Financial Management).	(572)		An amount of R0,572m was shifted from Programme 2 Goods and Services(strategic Human Resources) to cater for the shortfall in Programme 1 Goods and Services (Financial Management).	572	
Shifts within the programme as percentage of programme budget					0%	
Virement to other programmes as percentage of programme budget					2.33%	
Programme 3-		(1 725)	Programme 2-		514	
Goods and services	An amount of R0,514m was shifted from Programme 3 Goods and Services(Provincial Policy Management) to cater for the shortfall in Programme 2 Goods and Services (Information Communication Technology).	(514)	Goods and services	An amount of R0,514m was shifted from Programme 3 Goods and Services(Provincial Policy Management) to cater for the shortfall in Programme 2 Goods and Services (Information Communication Technology).	514	
				Programme 1		1 211
	An amount of R0,650m was shifted from Programme 3 Goods and Services(Provincial Policy Management) to cater for the shortfall in Programme 1 Goods and Services (Director General).	(650)		Goods and services	An amount of R0,650m was shifted from Programme 3 Goods and Services(Provincial Policy Management) to cater for the shortfall in Programme 1 Goods and Services (Director General).	650
	An amount of R0,251m was shifted from Programme 3 Goods and Services(Provincial Policy Management) to cater for the shortfall in Programme 1 Goods and Services (Executive Council Support).	(251)			An amount of R0,251m was shifted from Programme 3 Goods and Services(Provincial Policy Management) to cater for the shortfall in Programme 1 Goods and Services (Executive Council Support).	251
An amount of R0,310m was shifted from Programme 3 Goods and Services(Special Programmes) to cater for the shortfall in Programme 1 Goods and Services (Executive Council Support).	(310)		An amount of R0,310m was shifted from Programme 3 Goods and Services(Special Programmes) to cater for the shortfall in Programme 1 Goods and Services (Executive Council Support).	310		
Shifts within the programme as percentage of programme budget					0%	
Virement to other programmes as percentage of programme budget					1.9%	
Total		(9 140)			9 140	

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

Table 1.3: Expenditure trends

R thousand	Adjusted appropriation	2015/16				2016/17			
		Expenditure outcome				Actual expenditure			
		Apr 2015-Sept 2015	Apr 15-Sept 15 % of adjusted appropriation	Apr 2015-Mar 2016	Apr 15-Mar 16 % of adjusted appropriation	Adjusted appropriation	Apr 2016-Sept 2016	Apr 16-Sept 16 % of adjusted appropriation	
Programme									
1. Administration	128 874	63 498	49.3%	129 211	100.3%	145 893	71 032	48.7%	
2. Institutional Development	133 476	61 116	45.8%	127 791	95.7%	138 276	65 764	47.6%	
3. Policy and Governance	88 256	39 632	44.9%	83 672	94.8%	95 597	43 816	45.8%	
Total	350 606	164 246	46.8%	340 674	97.2%	379 766	180 612	47.6%	
Economic classification									
Current payments	340 910	161 543	47.4%	329 869	96.8%	371 264	175 100	47.2%	
Compensation of employees	245 265	120 558	49.2%	241 979	98.7%	271 524	132 759	48.9%	
Goods and services	95 645	40 985	42.9%	87 890	91.9%	99 740	42 341	42.5%	
Interest and rent on land	-	-	-	-	-	-	-	-	
Transfer and subsidies to:	6 971	2 317	33.2%	7 169	102.8%	2 895	2 515	86.9%	
Provinces and municipalities	37	11	29.7%	20	54.1%	39	10	25.6%	
Departmental agencies and accounts	789	11	1.4%	15	1.9%	19	8	42.1%	
Universities and technikons	-	-	0.0%	-	0.0%	-	-	0.0%	
Public corporations and private enterprises	-	-	0.0%	-	0.0%	-	-	0.0%	
Non-profit institutions	-	-	0.0%	-	0.0%	-	-	0.0%	
Households	6 145	2 295	37.3%	7 134	116.1%	2 837	2 497	88.0%	
Payments for capital assets	2 725	386	14.2%	2 529	92.8%	5 607	2 997	53.5%	
Buildings and other fixed structures	-	-	0.0%	-	0.0%	-	-	0.0%	
Machinery and equipments	2 725	386	14.2%	2 529	92.8%	5 607	2 997	53.5%	
Biological assets	-	-	0.0%	-	0.0%	-	-	0.0%	
Software & other intangible assets	-	-	0.0%	-	0.0%	-	-	0.0%	
Land and subsoil assets	-	-	0.0%	-	0.0%	-	-	0.0%	
Payments for financial assets	-	-	0.0%	1 107	100.0%	-	-	0.0%	
Total	350 606	164 246	46.8%	340 674	97.2%	379 766	180 612	47.6%	

The expenditure trend for 2015/16 and 2016/17 financial years, as at end of September is 47.6 percent and 48.8 percent respectively. The underspending is mainly due to a saving on Compensation of Employees and Goods and services.

Departmental receipts

Table 1.4: Receipts

R thousand	Adjusted estimate	2015/16				2016/17			
		Audited outcome				Actual receipts			
		Apr 15 - Sept 15	Apr 15-Sept 15 % of adjusted estimate	Apr 15 - Mar 16	Apr 15- Mar 16 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr 16 - Sept 16	Apr 16- Sept 16 % of adjusted estimate
Tax receipts									
Sales of goods and services	320	161	50.4%	324	101.3%	460	353	178	50.4%
Interest, dividends and rent on land	14	8	57.1%	2	14.3%	20	8	4	50.6%
Sales of capital assets	65	65	100.6%	65	100.0%	-	603	603	100.0%
Financial transactions in assets and liabilities	873	747	85.5%	1 444	165.4%	275	275	91	33.2%
Total departmental receipts	1 272	981	77.1%	1 835	144.3%	755	1 239	876	70.7%

Office of the Premier derives its revenue mainly from commission on insurance and parking fees. The revenue budget increases by R0.755 million to R1.239 due to once off sale of capital assets which was not anticipated.

Summary of Changes to transfers and subsidies

Table 1.5: Changes to transfers and subsidies per programme.

		2016/17							
		Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforseeable/ unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
1. Administration									
	Provinces and Municipalities	39	-	-	-	-	-	-	39
	Departmental Agencies and Accounts	19	-	-	-	-	-	-	19
	Households	50	-	-	-	-	-	-	50
2. Institutional Development									
	Departmental Agencies and Accounts	785	-	-	(785)	-	-	(785)	-
	Households	3 287	-	-	(700)	-	-	(700)	2 587
3. Policy and Governance									
	Households	200	-	-	-	-	-	-	200
Total	4 380	-	-	(1 485)	-	-	-	(1 485)	2 895