

# Vote 05

## Provincial Treasury

### Adjusted budget summary

R thousand	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>412 604</b>	<b>455 241</b>	<b>(11 843)</b>	<b>30 794</b>
<i>of which:</i>				
Current payments	400 600	412 443	(11 843)	-
Transfers and Subsidies	6 204	32 562	-	26 358
Payments for Capital Assets	5 800	10 236	-	4 436
Payments for Financial Assets	-	-	-	-
<b>Direct charge against the Provincial Revenue Fund</b>	<b>1 902</b>	<b>1 902</b>	<b>-</b>	<b>-</b>
<b>Executive authority</b>	MEC for Provincial Treasury			
<b>Accounting officer</b>	Deputy Director General			

### Vote purpose

*Empowering provincial and local government for sustainable service delivery through good governance and sound public resource management.*

## Adjusted Estimates of Provincial Receipts and Expenditure 2016

## Programme Summary

Table 5.1: Adjusted estimates

R thousand	Main appropriation	2016/17 Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
<b>Programme</b>									
1. Administration	164 423	2 142	15 000	(2 530)	-	-	-	14 612	179 035
2. Sustainable Resource Management	77 371	-	25 000	(5 050)	-	-	-	19 950	97 321
3. Asset and Liabilities Management	79 340	-	-	5 669	-	-	-	5 669	85 009
4. Financial Governance	89 568	495	-	1 911	-	-	-	2 406	91 974
<b>Subtotal</b>	<b>410 702</b>	<b>2 637</b>	<b>40 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>42 637</b>	<b>453 339</b>
<b>Direct charge against the Provincial Revenue Fund</b>									
Statutory	1 902	-	-	-	-	-	-	-	1 902
<b>Subtotal</b>	<b>412 604</b>	<b>2 637</b>	<b>40 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>42 637</b>	<b>455 241</b>
<b>Economic classification.</b>									
<b>Current Payments</b>	<b>400 600</b>	<b>495</b>	<b>15 000</b>	<b>(3 652)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11 843</b>	<b>412 443</b>
Compensation of employees	292 682	-	-	(21 034)	-	-	-	(21 034)	271 648
Goods and services	107 918	495	15 000	17 382	-	-	-	32 877	140 795
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>6 204</b>	<b>-</b>	<b>25 000</b>	<b>1 358</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26 358</b>	<b>32 562</b>
Provinces and municipalities	-	-	25 000	-	-	-	-	25 000	25 000
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	6 204	-	-	1 358	-	-	-	1 358	7 562
<b>Payment for capital assets</b>	<b>5 800</b>	<b>2 142</b>	<b>-</b>	<b>2 294</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 436</b>	<b>10 236</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	3 300	2 142	-	2 294	-	-	-	4 436	7 736
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	2 500	-	-	-	-	-	-	-	2 500
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>412 604</b>	<b>2 637</b>	<b>40 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>42 637</b>	<b>455 241</b>

An amount of R2.637 million was rolled over from 2015/16 financial year which mainly for payment of procured four security x-rays scanners. Additional funds are allocated to the department for payment of legal costs and transfers to Thabazimbi Municipality as financial assistance. Department have reprioritised within the allocated budget in order to ensure that funds are spent efficiently and effectively.

## Programme 1: Administration

Table 5.1.1: Adjusted estimates  
Administration

R thousand	Main appropriation	2016/17 Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
<b>Subprogramme</b>									
1. Office of the MEC	5 441	-	-	811	-	-	-	811	6 252
2. Management Services	11 745	-	-	(2 183)	-	-	-	(2 183)	9 562
3. Corporate Services	109 390	2 142	15 000	(1 644)	-	-	-	15 498	124 888
4. Financial Management ( Office of CFO )	39 749	-	-	486	-	-	-	486	40 235
<b>Total</b>	<b>166 325</b>	<b>2 142</b>	<b>15 000</b>	<b>(2 530)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14 612</b>	<b>180 937</b>
<b>Economic classification.</b>									
<b>Current Payments</b>	<b>158 423</b>	<b>-</b>	<b>15 000</b>	<b>(6 237)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8 763</b>	<b>167 186</b>
Compensation of employees	105 652	-	-	(8 708)	-	-	-	(8 708)	96 944
Goods and services	52 771	-	15 000	2 471	-	-	-	17 471	70 242
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>4 602</b>	<b>-</b>	<b>-</b>	<b>1 413</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 413</b>	<b>6 015</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	4 602	-	-	1 413	-	-	-	1 413	6 015
<b>Payment for capital assets</b>	<b>3 300</b>	<b>2 142</b>	<b>-</b>	<b>2 294</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 436</b>	<b>7 736</b>
Building and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	3 300	2 142	-	2 294	-	-	-	4 436	7 736
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>166 325</b>	<b>2 142</b>	<b>15 000</b>	<b>(2 530)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14 612</b>	<b>180 937</b>

Reprioritisation was done within the programme to offset anticipated overspending on key accounts namely leases of office building as well as leave gratuities paid to employees who retired during the financial year. An amount of R2.530 million was shifted from this programme on compensation of employees to Programme 3: Assets and Liabilities Management on goods and services to finance SITA services which is underfunded. Rollover of R2.142 million is for payment of four security x-rays scanners. Additional budget of R15.000 million was allocated for payment of legal costs.

## Programme 2: Sustainable Resource Management

Table 5.1.2: Adjusted estimates  
Sustainable Resource Management

R thousand	Main appropriation	2016/17 Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
<b>Subprogramme</b>									
1. Programme Support ( Office of the SGM )	15 069	-	-	59	-	-	-	59	15 128
2. Economic Analysis	4 171	-	-	(1 865)	-	-	-	(1 865)	2 306
3. Fiscal Policy	17 181	-	-	(832)	-	-	-	(832)	16 349
4. Budget Management	4 729	-	-	106	-	-	-	106	4 835
5. Public Finance	9 849	-	-	(521)	-	-	-	(521)	9 328
6. Intergovernmental Relations	26 372	-	25 000	(1 997)	-	-	-	23 003	49 375
<b>Total</b>	<b>77 371</b>	<b>-</b>	<b>25 000</b>	<b>(5 050)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19 950</b>	<b>97 321</b>
<b>Economic classification.</b>									
<b>Current Payments</b>	<b>76 931</b>	<b>-</b>	<b>-</b>	<b>(4 638)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4 638)</b>	<b>72 293</b>
Compensation of employees	58 030	-	-	(4 973)	-	-	-	(4 973)	53 057
Goods and services	18 901	-	-	335	-	-	-	335	19 236
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>440</b>	<b>-</b>	<b>25 000</b>	<b>(412)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24 588</b>	<b>25 028</b>
Provinces and municipalities	-	-	25 000	-	-	-	-	25 000	25 000
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	440	-	-	(412)	-	-	-	(412)	28
<b>Payment for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Building and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>77 371</b>	<b>-</b>	<b>25 000</b>	<b>(5 050)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19 950</b>	<b>97 321</b>

Due to delays in filling the vacant funded posts, an amount of R4.973 million was realised as savings on compensation of employees. Programme have also realised a savings amounting to R0.412 million from households.

## 2016 Adjusted Estimates of Provincial Expenditure and Revenue

An amount of R5.050 million was shifted to Programme 3: Assets and Liabilities Management (R3.139 million) to finance LOGIS and BAUD projects and Programme 4: Financial Governance (R1.911 million) due to limited resources. An amount of R25.000 million was allocated to support Thabazimbi Municipality which is in a financial distress.

### Programme 3: Assets and Liabilities Management

Table 5.1.3: Adjusted estimates  
Asset and Liabilities Management

R thousand	Main appropriation	2016/17 Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds		
<b>Subprogramme</b>								
1. Programme Support	1 699	-	-	261	-	-	261	1 960
2. Asset Management	11 624	-	-	668	-	-	668	12 292
3. Liabilities Management	8 245	-	-	(178)	-	-	(178)	8 067
4. Supply Chain Management	25 609	-	-	570	-	-	570	26 179
5. Support and Interlinked Financial Systems	32 163	-	-	4 348	-	-	4 348	36 511
<b>Total</b>	<b>79 340</b>	-	-	<b>5 669</b>	-	-	<b>5 669</b>	<b>85 009</b>
<b>Economic classification.</b>								
<b>Current Payments</b>	<b>78 706</b>	-	-	<b>5 619</b>	-	-	<b>5 619</b>	<b>84 325</b>
Compensation of employees	55 000	-	-	(1 266)	-	-	(1 266)	53 734
Goods and services	23 706	-	-	6 885	-	-	6 885	30 591
Interest and rent on land	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>634</b>	-	-	<b>50</b>	-	-	<b>50</b>	<b>684</b>
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-
Households	634	-	-	50	-	-	50	684
<b>Payment for capital assets</b>	-	-	-	-	-	-	-	-
Building and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-
<b>Total</b>	<b>79 340</b>	-	-	<b>5 669</b>	-	-	<b>5 669</b>	<b>85 009</b>

An amount of R5.669 million was shifted from Programme 1: Administration (R2.530 million) and Programme 2: Sustainable Resource Management (R3.139 million). These funds will be utilised to cover costs for LOGIS and BAUD projects which were not adequately funded when the Medium Term Expenditure Framework (MTEF) budget was finalised.

## Programme 4: Financial Governance

Table 5.1.4: Adjusted estimates

Financial Governance		2016/17							Adjusted appropriation
		Adjustments appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
<b>Subprogramme</b>									
1. Programme Support	1 711	-	-	(27)	-	-	-	(27)	1 684
2. Accounting Services	17 494	-	-	(1 340)	-	-	-	(1 340)	16 154
3. Risk Management	13 213	495	-	1 772	-	-	-	2 267	15 480
4. Internal Audit	41 414	-	-	1 887	-	-	-	1 887	43 301
5. Norms and Standards	15 736	-	-	(381)	-	-	-	(381)	15 355
<b>Total</b>	<b>89 568</b>	<b>495</b>	<b>-</b>	<b>1 911</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 406</b>	<b>91 974</b>
<b>Economic classification.</b>									
<b>Current Payments</b>	<b>86 540</b>	<b>495</b>	<b>-</b>	<b>1 604</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 099</b>	<b>88 639</b>
Compensation of employees	74 000	-	-	(6 087)	-	-	-	(6 087)	67 913
Goods and services	12 540	495	-	7 691	-	-	-	8 186	20 726
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>528</b>	<b>-</b>	<b>-</b>	<b>307</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>307</b>	<b>835</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technicons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	528	-	-	307	-	-	-	307	835
<b>Payment for capital assets</b>	<b>2 500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 500</b>
Building and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	2 500	-	-	-	-	-	-	-	2 500
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>89 568</b>	<b>495</b>	<b>-</b>	<b>1 911</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 406</b>	<b>91 974</b>

A rollover of R0.495 million for Price Water Coopers (PWC) projects. Savings of R6.087 million was realised compensation of employees as a result of delays in filling the vacant funded posts and these funds are reprioritised to fund the budget pressures on goods and services.

An amount of R1.911 million was shifted from Programme 2: Sustainable Resource Management to fund TEAMMATE software licence renewal used by Provincial Internal Audit.

## Details of adjustments to Estimates of Provincial Expenditure and Revenue 2016

### Roll-overs R2.637 million

During 2015/16 financial year, the department entered into an agreement with the service provider for supply and installation of four security scanners which could not be paid by the 31 March 2016. The rollover amount of R2.142 million was requested and approved while an amount of R0.495 million was for PWC project.

### Unforeseeable and unavoidable expenditure

An amount of R40.000 million which comprised of R25.000 million to be transferred to Thabazimbi municipality as per EXCO decision and the R15.000 million for legal costs in relation to Magnum Simplex (MSI) court case. All these funds are unforeseen and unavoidable as the expenditure was recognised after the 2016/17 MTEF budget was finalised.

## Virements and shifts

### 5.2: Details on virements per programme and economic classification

Programmes					
1. Administration					
2. Sustainable Resource Management					
3. Asset and Liabilities Management					
4. Financial Governance					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Administration		(8 708)	Administration		6 178
Compensation of Employees	Funds have been reprioritised within the branch from CoE while an amount of R2 530 has been reprioritised to other branches due to delay in filling of funded vacant posts.	(8 708)	Goods & Services	This amount was shifted to Goods & Services from CoE to finance pressures on Leases of Office Buildings amongst others	2 471
			Transfers & Subsidies	The amount has been shifted to finance leave graduates paid to employees who retired within Financial Management.	1 413
			Payments for Capital Assets	The amount on Machinery & Equipment will be utilised by GITO in acquiring new servers as well as working tools for new appointees.	2 294
			Assets, Liabilities & SCM		2 530
			Goods & Services	To pay for SITA Services	2 530
Shifts within programme as a percentage of programme budget					
4%					
Virement to other programmes as a percentage of the programme					
1.5%					
Sustainable Resource Management		(5 385)	Sustainable Resource Management		335
Compensation of Employees	Due to late filling of funded vacant posts, funds were reprioritised to other needy areas within and outside the branch.	(4 973)	Goods & Services	Funds were allocated to PPP which was not adequately funded as well as the office of the Deputy Director General to cover travelling costs.	335
Transfers & Subsidies	Funds were reprioritised to Goods & Services after it was realised that no employees will retire in the current financial year	(412)	Goods & Services	To pay for SITA Services	3 139
			Assets, Liabilities & SCM		3 139
			Financial Governance		1 911
			Goods & Services	To pay for professionalising Internal Control Units in all Provincial Departments	1 911
Shifts within programme as a percentage of programme budget					
0%					
Virement to other programmes as a percentage of the programme					
6.5%					
Assets, Liabilities & SCM		(1 266)	Assets, Liabilities & SCM		6 935
Compensation of Employees	Late filling of fully funded vacant posts is the reason why funds are being moved from CoE to Goods & Services within the branch	(1 266)	Goods & Services	An additional amount of R5 669 million was allocated to the programme to finance budget pressures on Goods & Services amongst others, SITA and BAUD project.	6 885
			Transfers & Subsidies	An added amount on this item is to offset the overspending on leave graduates paid	50
Shifts within programme as a percentage of programme budget					
9%					
Virement to other programmes as a percentage of the programme					
7.1%					
Financial Governance		(6 087)	Financial Governance		7 998
Compensation of Employees	Funds were reprioritised within the branch to offset budget pressures identified on goods & services	(6 087)	Goods & Services	Funds were added to Norms & Standards unit to professionalise internal control and compliance function, also to source a service provider to compile compliance universe for applicable legislations to all departments and public entities.	7 691
			Transfers & Subsidies	To offset overspending on leave graduates	307
Shifts within programme as a percentage of programme budget					
9%					
Virement to other programmes as a percentage of the programme					
2.1%					
Total for Vote		(21 446)	Total		21 446

## Expenditure outcome for 2015/16 and Preliminary expenditure for 2016/17

**Tabel 5.3: Expenditure trends**

R thousand	2015/16 Expenditure outcome				2016/17 Preliminary outcome			
	Adjusted appropriation	Apr 2015- Sept 2015	Apr 15-Sept 15 % of adjusted appropriation	Apr 15 - Mar 16	Apr 15-Mar 16 % of adjusted estimate	Adjusted appropriation	Apr 2013-Sep 2013	Apr 13-Sep 13 % of adjusted appropriation
<b>Programme</b>								
1. Administration	154 182	68 970	44.7%	152 154	98.7%	180 937	82 649	45.7%
2. Sustainable Resource Management	53 675	23 767	44.3%	50 127	93.4%	97 321	34 747	35.7%
3. Asset and Liabilities Management	83 899	34 435	41.0%	83 051	99.0%	85 009	37 137	43.7%
4. Financial Governance	82 572	36 146	43.8%	78 390	94.9%	91 974	37 758	41.1%
<b>Total</b>	<b>374 328</b>	<b>163 318</b>	<b>43.6%</b>	<b>363 722</b>	<b>97.2%</b>	<b>455 241</b>	<b>192 291</b>	<b>42.2%</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>359 579</b>	<b>155 677</b>	<b>43.3%</b>	<b>346 850</b>	<b>96.5%</b>	<b>412 443</b>	<b>183 830</b>	<b>44.6%</b>
Compensation of employees	253 227	119 567	47.2%	235 895	93.2%	271 648	134 018	49.3%
Goods and services	106 352	36 110	34.0%	110 955	104.3%	140 795	49 812	35.4%
Interest and rent on land	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>6 479</b>	<b>4 771</b>	<b>73.6%</b>	<b>8 668</b>	<b>133.8%</b>	<b>32 562</b>	<b>5 147</b>	<b>15.8%</b>
Provinces and municipalities	-	-	0.0%	20	0.0%	25 000	-	0.0%
Departmental agencies and accounts	-	-	0.0%	-	0.0%	-	-	0.0%
Universities and technikons	-	-	0.0%	-	0.0%	-	-	0.0%
Public corporations & private enterprises	-	-	0.0%	-	0.0%	-	-	0.0%
Non-profit making institutions	-	-	0.0%	-	0.0%	-	-	0.0%
Households	6 479	4 771	73.6%	8 648	133.5%	7 562	5 147	68.1%
<b>Payments for capital assets</b>	<b>8 270</b>	<b>2 870</b>	<b>34.7%</b>	<b>7 845</b>	<b>94.9%</b>	<b>10 236</b>	<b>3 314</b>	<b>32.4%</b>
Buildings and other fixed structures	-	-	0.0%	-	0.0%	-	-	0.0%
Machinery and equipments	8 270	2 870	34.7%	7 845	94.9%	7 736	3 314	42.8%
Biological assets	-	-	0.0%	-	0.0%	-	-	0.0%
Software & other intangible assets	-	-	0.0%	-	0.0%	2 500	-	0.0%
Land and subsoil assets	-	-	0.0%	-	0.0%	-	-	0.0%
<b>Payments for financial assets</b>				<b>359</b>				
<b>Total</b>	<b>374 328</b>	<b>163 318</b>	<b>43.6%</b>	<b>363 722</b>	<b>97.2%</b>	<b>455 241</b>	<b>192 291</b>	<b>42.2%</b>

Expenditure as at end September of 2015/16 amounts to R163.318 million or 43 percent of the adjusted appropriation of R374.328 million as compared to R192.291 million or 42 percent in 2016/17 financial year. The expenditure has improved by 1 percent as compared to the previous financial year.

The main costs drivers were Compensation of Employees with a spending of R134.018 million or 49% from the budget of R271.648 million. The item under spent due to delayed filling of vacant posts. The saving identified directed to Goods and Services to fund core items. Goods & Services have spent R49.812 million or 35 percent from the adjusted budget of R140.795, the slow spending was due to an additional amount of R15.000 million allocated to finalize MSI legal costs which will be spent once the budget is tabled. Transfers & subsidies spent R5.147 million or 16 percent of the adjusted budget of R32.562 million whereas Payment of Capital assets have spent an amount of R3.314 million or 32 percent of the adjusted budget of R10.236 million. Included in the expenditure is the payment of R2.142 million for security scanners which was approved as a rollover.

## Departmental Receipts

Table 5.4: Receipts

R thousand	2015/16					2016/17			
	Audited outcome					Actual receipts			
	Adjusted estimate	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	493	282	57.3%	583	118.2%	504	512	292	57.1%
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	236 056	139 560	59.1%	300 356	127.2%	179 356	356 357	191 575	53.8%
Sales of capital assets	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	266	290	109.0%	1 908	717.1%	268	5 659	279	4.9%
<b>Total departmental receipts</b>	<b>236 815</b>	<b>140 132</b>	<b>59.2%</b>	<b>302 846</b>	<b>127.9%</b>	<b>180 128</b>	<b>362 528</b>	<b>192 147</b>	<b>53.0%</b>

The revenue of department is mainly from interest earned on the Intergovernmental Cash Coordination account and the Paymaster General Account. Other sources of revenue are commission on insurance, sale of tender documents and parking fees. The revenue budget is increasing from R180.1 million to R362.5 which translate to R101.3 percent due to anticipated collection of interest derived from favourable bank balances.

## Summary of changes to transfers and subsidies

Table 5.5: Summary of changes to transfers and subsidies per programme.

R thousand	Main appropriation	2014/15							Adjusted appropriation
		Adjustments appropriation							
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
<b>1. Administration</b>									
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Households	4 602	-	-	1 413	-	-	-	1 413	6 015
<b>2. Sustainable Resource Management</b>									
Provinces and municipalities	-	-	25 000	-	-	-	-	25 000	25 000
Households	440	-	-	-412	-	-	-	(412)	28
<b>3. Assets, Liabilities &amp; SCM</b>									
Households	634	-	-	50	-	-	-	50	684
<b>4. Financial Governance</b>									
Households	528	-	-	307	-	-	-	307	835
	<b>6 204</b>	-	<b>25 000</b>	<b>1 358</b>	-	-	-	<b>26 358</b>	<b>32 562</b>