

Vote 12

Social Development

Adjusted budget summary

R thousand	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	1 633 719	1 679 839	(6 120)	40 000
<i>of which:</i>				
Current payments	1 074 221	1 114 221		40 000
Transfers and Subsidies	518 899	518 899	-	
Payments for Capital Assets	40 599	46 719	(6 120)	
Payments for Financial Assets	-	-		
Direct charge against the Provincial Revenue Fund	1 902	1 902		
Executive authority	MEC for Health and Social development			
Accounting officer	Superintendent General			

Vote Purpose

Well cared for socially developed, empowered and self-reliant people of Limpopo.

Adjusted Estimates of Provincial Expenditure 2016

Table 12.1: Adjusted estimates

R thousand Programme	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		
1. Administration	278 380	11 920	-	(6 180)	-	-	2 400	8 140	286 520
2. Social Welfare Services	221 837	-	-	67 414	-	-	25 000	92 414	314 251
3. Children and Families	704 352	-	-	-	-	-	-	-	704 352
4. Restorative Services	246 997	-	-	(59 000)	-	-	5 600	(53 400)	193 597
5. Development and Research	180 251	-	-	(2 234)	-	-	1 200	(1 034)	179 217
Total	1 631 817	11 920	-	-	-	-	34 200	46 120	1 677 937
Direct charge against the Provincial Revenue Fund									
Statutory	1 902	-	-	-	-	-	-	-	1 902
Total	1 633 719	11 920	-	-	-	-	34 200	46 120	1 679 839
Economic classification									
Current Payments	1 074 221	-	-	11 000	-	-	32 000	43 000	1 117 221
Compensation of employees	886 612	-	-	-	-	-	18 000	18 000	904 612
Goods and services	187 609	-	-	11 000	-	-	14 000	25 000	212 609
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	518 899	-	-	-	-	-	-	-	518 899
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	5 500	-	-	-	-	-	-	-	5 500
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	511 734	-	-	-	-	-	-	-	511 734
Households	1 665	-	-	-	-	-	-	-	1 665
Payment for capital assets	40 599	11 920	-	(11 000)	-	-	2 200	3 120	43 719
Building and other fixed structures	32 076	11 920	-	(11 000)	-	-	-	920	32 996
Machinery and equipment	8 523	-	-	-	-	-	2 200	2 200	10 723
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	1 633 719	11 920	-	-	-	-	34 200	46 120	1 679 839

The budget for the department increased by R46.120 million from R1.633 billion to R1.679 billion. Compensation of Employees' budget has been adjusted upward by R18.000 million from R886.612 million to R904.612 million to pay for performance bonuses backlog, appointment of social work supervisors, accelerated pay progression and accelerated grade progression. Goods and Services budget has been increased by R14.000 million to fund frail and secure care services, as well as procurement of tools of trade for social welfare professionals. The budget for payment of capital assets has been increased from R40.600 million to R43.719 million. Included in the budget is the amount of R2.200 million for procurement of tools of trade for social welfare professionals and rollover of R11.900 million received for payment of commitment towards the Infrastructure projects

Programme 1: Administration

Table 12.1.1: Adjusted estimates

Administration		2016/17							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
R thousand	Main appropriation	Roll-overs	Unforseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Subprogramme									
1. Office of the MEC	10 020	-	-	(550)	-	-	-	(550)	9 470
2. Corporate Mangement	141 744	11 920	-	(5 630)	-	-	-	6 290	148 034
3. District Mngement	128 518	-	-	-	-	-	2 400	2 400	130 918
Total	280 282	11 920	-	(6 180)	-	-	2 400	8 140	288 422
Economic classification.									
Current Payments	241 094	-	-	4 820	-	-	2 400	7 220	248 314
Compensation of employees	178 997	-	-	-	-	-	2 400	2 400	181 397
Goods and services	62 097	-	-	4 820	-	-	-	4 820	66 917
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	3 165	-	-	-	-	-	-	-	3 165
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	1 500	-	-	-	-	-	-	-	1 500
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	1 665	-	-	-	-	-	-	-	1 665
Payment for capital assets	36 023	11 920	-	(11 000)	-	-	-	920	36 943
Building and other fixed structures	32 076	11 920	-	(11 000)	-	-	-	920	32 996
Machinery and equipment	3 947	-	-	-	-	-	-	-	3 947
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	280 282	11 920	-	(6 180)	-	-	2 400	8 140	288 422

An amount of R2.400 million has been adjusted to augment compensation of employees' budget from R178.997 million to R181.397 million. The budget was adjusted to cater for performance budget backlog.

Programme 2: Social Welfare Services

Table 12.1.2: Adjusted estimates

Social Welfare Services		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. Management and Support	55 624	-	-	17 000	-	-	10 000	27 000	82 624
2. Services to Older Persons	68 881	-	-	13 000	-	-	5 000	18 000	86 881
3. Services to Older Persons with disabilities	48 999	-	-	16 414	-	-	10 000	26 414	75 413
4. HIV and Aids	47 332	-	-	21 000	-	-	-	21 000	68 332
5. Social Relief	1 001	-	-	-	-	-	-	-	1 001
Total	221 837	-	-	67 414	-	-	25 000	92 414	314 251
Economic classification.									
Current Payments	160 111	-	-	67 414	-	-	22 800	90 214	250 325
Compensation of employees	114 733	-	-	67 000	-	-	10 800	77 800	192 533
Goods and services	45 378	-	-	414	-	-	12 000	12 414	57 792
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	59 850	-	-	-	-	-	-	-	59 850
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	59 850	-	-	-	-	-	-	-	59 850
Households	-	-	-	-	-	-	-	-	-
Payment for capital assets	1 876	-	-	-	-	-	2 200	2 200	4 076
Building and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 876	-	-	-	-	-	2 200	2 200	4 076
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	221 837	-	-	67 414	-	-	25 000	92 414	314 251

Compensation of employees was adjusted upward by R77.800 million from R114.733 million to R192.533 million to align the budget with the departmental structures. Included in the budget is the amount of R67 million from programme 4 (Restorative Services) and additional R12.000 million to fund the management of frail care contract. Payment for capital assets budget has been increased by R2.200 million from R1.800 million to R4.000 million to fund the procurement of tools of trade for social welfare professionals.

Programme 3: Children and Families

Table 12.1.3: Adjusted estimates
Children and Families

R thousand	2016/17							Adjusted appropriation
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds		
Subprogramme								
1. Administration	28 549	-	-	-	-	-	-	28 549
2. Care and Services to Families	70 814	-	-	-	-	-	-	70 814
3. Child Care and Protection	148 250	-	-	-	-	-	-	148 250
4. ECD and Partial Care	268 817	-	-	-	-	-	-	268 817
5. Child and Youth Care Centres	49 922	-	-	-	-	-	-	49 922
6. Community-Based Care Services for Children	138 000	-	-	-	-	-	-	138 000
Total	704 352	-	-	-	-	-	-	704 352
Economic classification.								
Current Payments	305 363	-	-	-	-	-	-	305 363
Compensation of employees	288 400	-	-	-	-	-	-	288 400
Goods and services	16 963	-	-	-	-	-	-	16 963
Interest and rent on land	-	-	-	-	-	-	-	-
Transfer and subsidies to:	398 989	-	-	-	-	-	-	398 989
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-
Non-profit making institutions	398 989	-	-	-	-	-	-	398 989
Households	-	-	-	-	-	-	-	-
Payment for capital assets	-	-	-	-	-	-	-	-
Building and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	704 352	-	-	-	-	-	-	704 352

The allocation for this programme remains constant during the adjustment budget.

Programme 4: Restorative Services

Table 12.1.4: Adjusted estimates

Restorative Services		2016/17							Adjusted appropriation
R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation		
		Roll-overs	Unforseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds		Other adjustments	
Subprogramme									
1. Management and Support	10 948	-	-	-	-	-	-	-	10 948
2. Crime Prevention and Support	93 666	-	-	(22 000)	-	-	5 600	(16 400)	77 266
3. Victim Empowerment	73 192	-	-	(8 000)	-	-	-	(8 000)	65 192
4. Substance Abuse, Prevention and Rehabilitation	69 191	-	-	(29 000)	-	-	-	(29 000)	40 191
Total	246 997	-	-	(59 000)	-	-	5 600	(53 400)	193 597
Economic classification.									
Current Payments									
Compensation of employees	178 914	-	-	(67 000)	-	-	3 600	(63 400)	115 514
Goods and services	41 283	-	-	8 000	-	-	2 000	10 000	51 283
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfer and subsidies to:	24 100	-	-	-	-	-	-	-	24 100
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Universities and technicians	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	24 100	-	-	-	-	-	-	-	24 100
Households	-	-	-	-	-	-	-	-	-
Payment for capital assets	2 700	-	-	-	-	-	-	-	2 700
Building and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 700	-	-	-	-	-	-	-	2 700
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	246 997	-	-	(59 000)	-	-	5 600	(53 400)	193 597

Compensation of employees was decreased by R67.000 million from R178.914 million to R115.514 million to align the budget with departmental structure. Goods and services was increased by R10.000 million from R41.283 million to R51.283 million to fund the management secure care centres services.

Programme 5: Development and Support Services

Table 12.1.5: Adjusted estimates
Development and Support Services

R thousand	2016/17								
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
Subprogramme									
1. Management and Support	104 404	-	-	-	-	-	1 200	105 604	
2. Community Mobilisation	2 351	-	-	-	-	-	-	2 351	
3. Institutional Capacity Building and Support for NpC	20 092	-	-	-	-	-	-	20 092	
4. Poverty Alleviation and Sustainable Livelihoods	35 422	-	-	(414)	-	-	(414)	35 008	
5. Community-Based Research and Planning	1 962	-	-	-	-	-	-	1 962	
6. Youth Development	6 988	-	-	(1 200)	-	-	(1 200)	5 788	
7. Women Development	1 662	-	-	-	-	-	-	1 662	
8. Population Policy Promotion	7 370	-	-	(620)	-	-	(620)	6 750	
Total	180 251	-	-	(2 234)	-	-	1 200	179 217	
Economic classification.									
Current Payments	147 456	-	-	(2 234)	-	-	1 200	146 422	
Compensation of employees	125 568	-	-	-	-	-	1 200	126 768	
Goods and services	21 888	-	-	(2 234)	-	-	(2 234)	19 654	
Interest and rent on land	-	-	-	-	-	-	-	-	
Transfer and subsidies to:	32 795	-	-	-	-	-	-	32 795	
Provinces and municipalities	-	-	-	-	-	-	-	-	
Departmental agencies and accounts	4 000	-	-	-	-	-	-	4 000	
Universities and technikons	-	-	-	-	-	-	-	-	
Public corporations & private enterprises	-	-	-	-	-	-	-	-	
Non-profit making institutions	28 795	-	-	-	-	-	-	28 795	
Households	-	-	-	-	-	-	-	-	
Payment for capital assets	-	-	-	-	-	-	-	-	
Building and other fixed structures	-	-	-	-	-	-	-	-	
Machinery and equipment	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	-	
Land and subsoil assets	-	-	-	-	-	-	-	-	
Payments for financial assets	-	-	-	-	-	-	-	-	
Total	180 251	-	-	(2 234)	-	-	1 200	179 217	

Goods and services budget has been decreased from R21.888 million to R19.654 million due to reprioritisation of budget from underperforming items to augment pressures towards contractual obligations of other programmes.

Details of adjustments to Estimates of Provincial expenditure and Revenue 2016

Rollovers – R11.920 million

An amount of R11.920 million has been rolled over for the funding of commitments from infrastructure projects.

Gifts, donations and sponsorship – R13.860 million

The department has received the donor funding for an amount of R13.860 million from HWSETA for payments of stipends for internship programme as stipulated from the 2015/16 Memorandum of Agreement.

Other adjustments – R 34.200 million

The department received an additional funding of R16.200 million for Goods and Services (Secure Care Services R12.000 million) and Payment of Capital Assets (tools of trade to social workers R4.200 million). An additional amount of R18.000 million was received for CoE programme in order to fund the following commitments:

- | | |
|---------------------------------|----------------|
| • Performance Bonuses backlog | R4.980 million |
| • Social Work Supervisors | R2.500 million |
| • Accelerated pay progression | R6.520 million |
| • Accelerated grade progression | R4.000 million |

Virements and shifts

Table 12.2 : Details on Virements per programme and Economic classification

FROM			TO		
Programme/ Economic classification	Motivation	R thousand	Programme/ Economic classification	Motivation	R thousand
Programmes					
1. Administration					
2. Social Welfare Services					
3. Children and Families					
4. Restorative Services					
5. Development and Support Services					
Programme 1: Administration			Programme 4: Restorative Services		
Payments for Capital Assets	Infrastructure projects still at planning stages	(11 000)	Goods and services	To cover for anticipated budget shortfall on secure services	8 000
Virements to other programmes as a percentage of the programme budget		3.92%			
Programme 4: Restorative Services			Programme 2: Social Welfare Services		
Compensation of employees	Savings realised due to revision of the budget	(67 000)	Compensation of Employees	To augment compensation of employees budget in accordance to the revised programme budget structure.	67 000
Virements to other programmes as a percentage of the programme budget		0.34%			
Programme 5: Development and Support Services			Programme 1: Administration		
Goods and services	Realised savings on cost containment measures Items	(2 234)	Goods and services	To cover for anticipated overspending of audit fees budget	1 200
				To address shortfall on the budget for Gito	620
				To address the shortfall on the maintenance of departmental infrastructures	3 000
			Programme 2: Social Welfare Services		
			Goods and services	To cover for anticipated budget shortfall on agency and support services	414
Virements to other programmes as a percentage of the programme budget		27.00%			
Total		(80 234)			80 234

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

Table 12.3: Expenditure trends

R thousand	2015/16					2016/17		
	Expenditure outcome					Preliminary outcome		
	Adjusted appropriation	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
1. Administration	312 735	141 829	45.4%	264 542	84.6%	288 422	141 044	48.9%
2. Social Welfare Services	243 733	137 351	56.4%	279 753	114.8%	314 251	147 846	47.0%
3. Children and Families	677 358	243 615	36.0%	681 257	100.6%	704 352	354 485	50.3%
4. Restorative Services	205 634	78 856	38.3%	191 723	93.2%	193 597	84 935	
5. Development and Research	170 524	73 591	43.2%	168 242	98.7%	179 217	85 439	47.7%
Total	1 609 984	675 242	41.9%	1 585 517	98.5%	1 679 839	813 749	48.4%
Economic classification								
Current payments	1 069 264	519 085	48.5%	1 066 165	99.7%	1 117 221	554 958	49.7%
Compensation of employees	834 679	411 140	49.3%	834 342	100.0%	904 612	448 065	49.5%
Goods and services	234 585	107 945	46.0%	231 823	98.8%	212 609	106 893	50.3%
Interest and rent on land	-	-	-	-	-	-	-	-
Transfer and subsidies to:	496 459	145 578	29.3%	493 664	99.4%	518 899	245 513	47.3%
Provinces and municipalities	200	-	-	189	-	-	-	-
Departmental agencies and accounts	5 400	4 612	85.4%	5 211	96.5%	5 500	5 233	
Universities and technikons	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	485 709	139 721	28.8%	485 950	100.0%	511 734	239 178	
Households	5 150	1 245	24.2%	2 314	44.9%	1 665	1 102	66.2%
Payments for capital assets	44 261	10 579	23.9%	25 688	58.0%	43 719	13 278	30.4%
Buildings and other fixed structures	29 996	8 342	27.8%	13 170		32 996	11 102	
Machinery and equipments	14 265	2 237	15.7%	12 389	86.8%	10 723	2 176	20.3%
Biological assets	-	-	-	-	-	-	-	-
Software & other intangible assets	-	-	-	129		-	-	
Land and subsoil assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	0.0%	-	-	-	-	-
Total	1 609 984	675 242	41.9%	1 585 517	98.5%	1 679 839	813 749	48.4%

As at end September 2016 the Department spent R813.746 million or 48.4 per cent of the total budget regarded as an improvement from the previous corresponding period of R675.242 million or 41.9 per cent during the previous year corresponding period.

Departmental Receipts

Table 12.4: 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	1 446	854	59.1%	1 597	110.4%	1 058	1 502	762	50.7%
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land		0		1			7	7	100.0%
Sales of Capital Assets	328	-	0.0%	12	3.7%	345	1 281	-	0.0%
Financial transactions in assets and liabilities	1 331	536	40.3%	1 814	136.3%	1 870	16 158	568	3.5%
Total departmental receipts	3 105	1 390	44.8%	3 424	110.3%	3 273	18 948	1 337	7.1%

The main sources of revenue are commission on insurance, rentals and parking fees. The revenue budget of the department has been increased by R14.200 million to R18.948 million due to once-off collection on financial transaction in assets and liabilities mainly for recovery of previous year's expenditure from NPOs.

