

Vote 02

Provincial Legislature

Adjusted budget summary

Table 2.1: Adjusted Budget Summary

2016/17				
R thousand	Main Appropriation	Adjusted Appropriation	Decrease	Increase
Amount to be appropriated	298 360	322 479	-	24 119
<i>of which:</i>				
Current payments	254 454	251 921	(2 533)	-
Transfers and subsidies	40 954	53 554	-	12 600
Payments for capital assets	2 952	17 004	-	14 052
Payments for financial assets	-	-	-	-
Direct Charge against Provincial Revenue Fund	24 937	24 937	-	-
Executive authority	Speaker of the Mpumalanga Provincial Legislature			
Accounting officer	Secretary to the Mpumalanga Provincial Legislature			

Summary of Revenue

Table 2.2: Summary of Receipts

2016/17								
Programme	Additional appropriation							
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments	Total additional appropriation	Adjusted appropriation
Equitable Share	258 847	12 663	-	-	-	11 456	24 119	282 966
Conditional grants	-	-	-	-	-	-	-	-
Own Revenue	39 513	-	-	-	-	-	-	39 513
Other	-	-	-	-	-	-	-	-
Total Revenue	298 360	12 663	-	-	-	11 456	24 119	322 479

Mission

The mission of the Mpumalanga Provincial Legislature is to effectively and efficiently hold the executive and other state organs accountable through intensified oversight, enhanced public education participation, and law-making, and to ensure improved service delivery by adhering to the Batho Pele principles, supported by administrative excellence and good governance.

Adjusted Estimates of Provincial Expenditure 2016

Table 2.3: Adjusted Estimates

Programme	2016/17							Adjusted appropriation
	Main appropriation	Additional appropriation					Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
R thousand								
1. Administration	143 602	12 663	-	-	-	(1 144)	11 519	155 121
2. Parliamentary Business	129 821	-	-	-	-	12 600	12 600	142 421
Subtotal	273 423	12 663	-	-	-	11 456	24 119	297 542
Direct Charge against Provincial Revenue Fund	24 937	-	-	-	-	-	-	24 937
Total	298 360	12 663	-	-	-	11 456	24 119	322 479
Economic classification								
Current payments	254 454	3 511	-	(4 900)	-	(1 144)	(2 533)	251 921
Compensation of employees	157 181	-	-	(6 680)	-	-	(6 680)	150 501
Goods and services	97 273	3 511	-	1 780	-	(1 144)	4 147	101 420
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	40 954	-	-	-	-	12 600	12 600	53 554
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	40 954	-	-	-	-	12 600	12 600	53 554
Households	-	-	-	-	-	-	-	-
Payments for capital assets	2 952	9 152	-	4 900	-	-	14 052	17 004
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	2 952	9 152	-	4 900	-	-	14 052	17 004
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	298 360	12 663	-	-	-	11 456	24 119	322 479

Programme 1. Administration

Table 2.3.1: Administration

Subprogramme	2016/17							Adjusted appropriation
	Main appropriation	Additional appropriation					Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
R thousand								
1. Office of the Speaker	16 315	500	-	117	-	-	617	16 932
2. Office of the Secretary	17 458	-	-	(709)	-	-	(709)	16 749
3. Corporate Services	87 101	12 163	-	1 288	-	(1 144)	12 307	99 408
4. Financial Management	22 728	-	-	(696)	-	-	(696)	22 032
Total	143 602	12 663	-	-	-	(1 144)	11 519	155 121
Economic classification								
Current payments	140 650	3 511	-	(4 900)	-	(1 144)	(2 533)	138 117
Compensation of employees	77 090	-	-	(5 831)	-	-	(5 831)	71 259
Goods and services	63 560	3 511	-	931	-	(1 144)	3 298	66 858
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-
Payments for capital assets	2 952	9 152	-	4 900	-	-	14 052	17 004
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	2 952	9 152	-	4 900	-	-	14 052	17 004
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	143 602	12 663	-	-	-	(1 144)	11 519	155 121

Programme 2. Parliamentary Business

Table 2.3.2: Parliamentary Business

Subprogramme	2016/17							
	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
R thousand								
1. Law Making	22 389	-	-	2 068	-	-	2 068	24 457
2. Oversight	44 177	-	-	(2 743)	-	-	(2 743)	41 434
3. Public Participation	11 837	-	-	500	-	-	500	12 337
4. Members Facilities	46 547	-	-	-	-	12 600	12 600	59 147
5. Corporate Governance	4 871	-	-	175	-	-	175	5 046
Subtotal	129 821	-	-	-	-	12 600	12 600	142 421
Direct Charge against Provincial Revenue	24 937	-	-	-	-	-	-	24 937
Total	154 758	-	-	-	-	12 600	12 600	167 358
Economic classification								
Current payments	113 804	-	-	-	-	-	-	113 804
Compensation of employees	80 091	-	-	(849)	-	-	(849)	79 242
Goods and services	33 713	-	-	849	-	-	849	34 562
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	40 954	-	-	-	-	12 600	12 600	53 554
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	40 954	-	-	-	-	12 600	12 600	53 554
Households	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	154 758	-	-	-	-	12 600	12 600	167 358

Goods and Services

Table 2.4: Summary of Goods and Services

R thousand	2016/17							Adjusted appropriation
	Main appropriation	Additional appropriation					Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
Goods and services	97 273	3 511	-	1 780	-	(1 144)	4 147	101 420
Administrative fees	250	120	-	200	-	-	320	570
Advertising	4 301	-	-	51	-	-	51	4 352
Minor Assets	-	-	-	-	-	-	-	-
Audit cost: External	5 258	-	-	(500)	-	-	(500)	4 758
Bursaries: Employees	743	-	-	(743)	-	-	(743)	-
Catering: Departmental activities	2 181	300	-	1 015	-	-	1 315	3 496
Communication (G&S)	6 131	350	-	-	-	-	350	6 481
Computer services	14 435	-	-	-	-	-	-	14 435
Consultants and professional services: Busines	1 795	500	-	-	-	-	500	2 295
Consultants and professional services: Infrastr	-	-	-	-	-	-	-	-
Consultants and professional services: Laborat	-	-	-	-	-	-	-	-
Consultants and professional services: Scientif	-	-	-	-	-	-	-	-
Consultants and professional services: Legal o	2 255	250	-	(452)	-	-	(202)	2 053
Contractors	16 618	100	-	1 094	-	(1 144)	50	16 668
Agency and support / outsourced services	5 568	-	-	(322)	-	-	(322)	5 246
Entertainment	211	-	-	-	-	-	-	211
Fleet services (including government motor tran	1 945	-	-	-	-	-	-	1 945
Housing	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	382	-	-	-	-	-	-	382
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support materia	20	-	-	-	-	-	-	20
Inventory: Materials and supplies	40	-	-	-	-	-	-	40
Inventory: Medical supplies	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-
Consumable supplies	523	-	-	-	-	-	-	523
Consumable: Stationery,printing and office supr	1 064	-	-	-	-	-	-	1 064
Operating leases	7 593	300	-	300	-	-	600	8 193
Property payments	7 253	250	-	300	-	-	550	7 803
Transport provided: Departmental activity	2 113	-	-	165	-	-	165	2 278
Travel and subsistence	12 573	-	-	26	-	-	26	12 599
Training and development	360	341	-	-	-	-	341	701
Operating payments	2 868	550	-	-	-	-	550	3 418
Venues and facilities	793	450	-	646	-	-	1 096	1 889
Rental and hiring	-	-	-	-	-	-	-	-

Infrastructure payments

Table 2.5: Summary of departmental infrastructure by category

R thousand	2016/17							Adjusted appropriation
	Main appropriation	Additional appropriation					Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
Existing infrastructure assets	-	-	-	-	-	-	-	-
Maintenance and repair	-	-	-	-	-	-	-	-
Upgrades and additions	-	-	-	-	-	-	-	-
Refurbishment and rehabilitation	-	-	-	-	-	-	-	-
New infrastructure assets	-	-	-	-	-	-	-	-
Infrastructure transfers	-	-	-	-	-	-	-	-
Infrastructure transfers - Current	-	-	-	-	-	-	-	-
Infrastructure transfers - Capital	-	-	-	-	-	-	-	-
Infrastructure: Payments for finan	-	-	-	-	-	-	-	-
Infrastructure: Leases	729	-	-	-	-	-	-	729
Capital infrastructure	-	-	-	-	-	-	-	-
Current infrastructure	729	-	-	-	-	-	-	729
Total Infrastructure	729	-	-	-	-	-	-	729

The budget allocated is for the rental of leased buildings.

Details of adjustments to Estimates of Provincial Expenditure 2016

Roll-overs –: R12.663 million

Programme 1: Administration

R12.663 million has been allocated to this programme to augment the budget shortfall on goods and services and capital expenditure. This amount is retained funds from the 2015/16 financial year which comprises of R10.989 million from unspent allocation as well as R1.674 million own revenue collected.

Virements and shifts

Table 2.6: Details on virements per programme and economic classification

Programmes					
1. Administration					
2. Parliamentary Business					
FROM			TO		
Programme by Economic classification	Motivation	R thousand	Programme by Economic classification	Motivation	R thousand
Programme 1: Administration			Programme 1: Administration		
		(5 831)			5 831
Compensation of employees	Savings from unfilled budgeted posts w ill be shifted within its programme to fund shortfall on goods and services and capital expenditure	(931)	Goods and services	Savings utilised from compensation of employees to augment the budget shortfall on goods and services	931
Compensation of employees	Savings from unfilled budgeted posts w ill be shifted within its programme to fund shortfall on goods and services and capital expenditure	(4 900)	Machinery and equipment	Shifted from compensation of employees to fund budget shortfall on capital expenditure	4 900
Shifts within the programme as a percentage of the programme budget		4.1%			
Virements to other programmes as a percentage of the programme budget					
Programme 2: Parliamentary Business			Programme 2: Parliamentary Business		
		(849)			849
Compensation of employees	Savings utilised from from unfilled budgeted position to defray excess expenditure on good and services	(849)	Goods and services	Savings utilised from compensation of employees to augment the budget shortfall on goods and services	849
Shifts within the programme as a percentage of the programme budget		0.5%			
Virements to other programmes as a percentage of the programme budget					
TOTAL		(6 680)	TOTAL		6 680

1. Provincial Treasury approval has been obtained.

2. Only the Legislature may approve this virement in terms of the Public Finance Management Act, (Act 1 of 1999).

Other adjustments – R11.456 million

Self-financing expenditure

Programme 2: Parliamentary Business

The department has received R12.600 million of additional funds available to the Provincial Revenue Fund for financial support to political parties.

Funds shifted between votes following a transfer of a function

Programme 1: Administration

An amount of R1.144 million has been transferred to Department of Community Safety, Security and Liaison for security services due to a function shift.

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

Table 2.7: Expenditure Trends

R Thousand	2015/16 Expenditure outcome					2016/17 Preliminary expenditure		
	Adjusted appropriation	Apr '15 - Sep '15 % of adjusted		Apr '15 - Mar '16 % of adjusted		Adjusted appropriation	Apr '16 - Sep '16 % of adjusted	
		Apr '15 - Sep '15	adjusted appropriation	Apr '15 - Mar '16	adjusted appropriation		Apr '16 - Sep '16	adjusted appropriation
1. Administration	141 860	66 810	47.1	134 704	95.0	155 122	69 616	44.9
2. Parliamentary Business	154 415	64 906	42.0	137 010	88.7	142 421	73 508	51.6
Subtotal	296 275	131 716	44.5	271 714	91.7	297 543	143 124	48.1
Direct Charge against Provincial Revenue Fund	23 920	11 285	47.2	23 907	99.9	24 937	11 971	48.0
Total	320 195	143 001	44.7	295 621	92.3	322 480	155 095	48.1
Economic classification								
Current payments	231 688	110 363	47.6	229 128	98.9	251 922	113 165	44.9
Compensation of employees	137 392	62 678	45.6	129 156	94.0	150 501	71 988	47.8
Goods and services	94 296	47 685	50.6	99 972	106.0	101 421	41 177	40.6
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	58 742	26 698	45.4	58 731	100.0	53 554	34 450	64.3
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	58 742	26 698	45.4	58 731	100.0	53 554	34 450	64.3
Households	-	-	-	-	-	-	-	-
Payments for capital assets	29 765	5 940	20.0	7 500	25.2	17 004	7 480	44.0
Buildings and other fixed structures	13 585	-	-	-	-	-	-	-
Machinery and equipment	1 629	134	8.2	1 694	104.0	17 004	7 480	44.0
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	14 551	5 806	39.9	5 806	39.9	-	-	-
Payments for financial assets	-	-	-	262	-	-	-	-
Total payments	320 195	143 001	44.7	295 621	92.3	322 480	155 095	48.1

Main expenditure trends for the first half of 2016/17

The percentage expenditure for the mid-year reporting period is at 48.1 per cent of the budget allocated for 2016/17 and was at 44.7 per cent of the budget allocated for the 2015/16 financial year. The overall expenditure for the reporting is comparatively higher than the trend for the previous financial year. The low percentage spending is caused by the cost containment measures which were put in place, with a clear action plan on identified non-core items and selected projects, namely Taking Legislature to the People and the upcoming State of the Province Address. These cost containment efforts are seen mainly on the item for goods and services which previously in 2015/16 financial year reported 50.6 per cent versus 40.6 per cent in the 2016/17 financial year.

The percentage increase on capital expenditure from 20 per cent to 44 per cent in the current financial year for the same period is due to the work on the revamp of the chamber system.

Departmental receipts

Table 2.8: Departmental Receipts

R Thousand	2015/16					2016/17			
	Adjusted estimate	Audited outcome			Actual receipts				
		Apr '15 - Sep '15	Apr '15 - Sep '15 % of adjusted estimate	Apr '15 - Mar '16	Apr '15 - Mar '16 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr '16 - Sep '16	Apr '16 - Sep '16 % of adjusted estimate
Departmental receipts	1 224	736	60.1	1 674	136.8	1 289	1 289	1 206	93.6
Sales of goods and services other than capital assets	15	2	13.3	17	113.3	16	16	17	106.3
Transfers received	-	100	-	350	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	819	470	57.4	1 105	134.9	862	862	1 161	134.7
Sales of capital assets	295	-	-	-	-	311	311	-	-
Financial transactions in assets and liabilities	95	164	172.6	202	212.6	100	100	28	28.0
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Total	1 224	736	60.1	1 674	136.8	1 289	1 289	1 206	93.6

Main departmental revenue trends for the first half of 2016/17

The revenue of the Legislature is mainly derived from interest on bank account balance as well as the proceeds from the sale of assets, donations received and recoveries from debtors.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

Table 2.9: Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	2016/17						Adjusted appropriation
		Additional appropriation					Total additional appropriation	
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
2. Parliamentary Business	40 954	-	-	-	-	12 600	12 600	53 554
Non-profit institutions	40 954	-	-	-	-	12 600	12 600	53 554
Total	40 954	-	-	-	-	12 600	12 600	53 554

An amount of R12.600 million from other adjustments is for transfer to political parties for Enhancement of Democracy Fund.

Summary of changes to conditional grants

The Mpumalanga Provincial Legislature does not receive conditional grants.