

Vote 08

Public Works, Roads and Transport

Adjusted budget summary

Table 8.1: Adjusted Budget Summary

R thousand	2016/17			
	Main Appropriation	Adjusted Appropriation	Decrease	Increase
Amount to be appropriated	4 647 031	4 599 828	(47 203)	-
<i>of which:</i>				
Current payments	2 558 929	2 418 908	(140 021)	-
Transfers and subsidies	718 902	718 999	-	97
Payments for capital assets	1 369 200	1 461 921	-	92 721
Payments for financial assets	-	-	-	-
Direct Charge against Provincial Revenue Fund	-	-	-	-
Executive authority	MEC for Public Works Roads and Transport			
Accounting officer	HOD for Public Works Roads and Transport			

Summary of Revenue

Table 8.2: Summary of Receipts

Programme	R thousand	2016/17						Adjusted appropriation
		Main appropriation	Additional appropriation					
			Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments	
Equitable Share	2 409 885	-	-	-	(47 203)	-	(47 203)	2 362 682
Conditional grants	2 208 501	-	-	-	-	-	-	2 208 501
<i>Provincial Roads Maintenance Grant</i>	1 638 865	-	-	-	-	-	-	1 638 865
<i>Public Transport Operations Grant</i>	549 132	-	-	-	-	-	-	549 132
<i>Expanded Public Works Programme Incentive Grant</i>	20 504	-	-	-	-	-	-	20 504
Own Revenue	28 645	-	-	-	-	-	-	28 645
Other	-	-	-	-	-	-	-	-
Total Revenue	4 647 031	-	-	-	(47 203)	-	(47 203)	4 599 828

Mission

- To provide an integrated, reliable and cost-effective transport system that meets the development needs of the province.
- To deliver infrastructure that promotes sustainable economic development and job creation.

Adjusted Estimates of Provincial Expenditure 2016

Table 8.3: 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	249 926	-	-	(3 350)	-	-	(3 350)	246 576
2. Public Works Infrastructure	834 234	-	-	(53 983)	(47 203)	-	(101 186)	733 048
3. Transport Infrastructure	2 356 993	-	-	58 036	-	-	58 036	2 415 029
4. Transport Operations	1 131 319	-	-	(313)	-	-	(313)	1 131 006
5. Community Based Programmes	74 559	-	-	(390)	-	-	(390)	74 169
Total	4 647 031	-	-	(47 203)	-	-	(47 203)	4 599 828
Economic classification								
Current payments	2 558 929	-	-	(92 818)	(47 203)	-	(140 021)	2 418 908
Compensation of employees	973 250	-	-	(25 021)	-	-	(25 021)	948 229
Goods and services	1 585 679	-	-	(67 797)	(47 203)	-	(115 000)	1 470 679
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	718 902	-	-	97	-	-	97	718 999
Provinces and municipalities	130 189	-	-	-	-	-	-	130 189
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisation	-	-	-	-	-	-	-	-
Public corporations and private enterprises	575 732	-	-	-	-	-	-	575 732
Non-profit institutions	-	-	-	-	-	-	-	-
Households	12 981	-	-	97	-	-	97	13 078
Payments for capital assets	1 369 200	-	-	92 721	-	-	92 721	1 461 921
Buildings and other fixed structures	1 287 154	-	-	87 436	-	-	87 436	1 374 590
Machinery and equipment	82 046	-	-	5 285	-	-	5 285	87 331
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	4 647 031	-	-	(47 203)	-	-	(47 203)	4 599 828

Programme 1: Administration

Table 8.3.1: 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 Mec	8 301	-	-	-	-	-	-	8 301
2. Management Of the Department	5 913	-	-	-	-	-	-	5 913
3. Corporate Support	235 712	-	-	(3 350)	-	-	(3 350)	232 362
Total	249 926	-	-	(3 350)	-	-	(3 350)	246 576
Economic classification								
Current payments	246 425	-	-	(3 754)	-	-	(3 754)	242 671
Compensation of employees	174 146	-	-	(5 021)	-	-	(5 021)	169 125
Goods and services	72 279	-	-	1 267	-	-	1 267	73 546
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	2 024	-	-	-	-	-	-	2 024
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisation	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-
Households	2 024	-	-	-	-	-	-	2 024
Payments for capital assets	1 477	-	-	404	-	-	404	1 881
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	1 477	-	-	404	-	-	404	1 881
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	249 926	-	-	(3 350)	-	-	(3 350)	246 576

Programme 2: Public Works Infrastructure

Table 8.3.2: Public Works Infrastructure
Subprogramme

R thousand	Main appropriation	2016/17					Total additional appropriation	Adjusted appropriation
		Additional appropriation						
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
1. Programme Support	4 088	-	-	-	-	-	4 088	
2. Design	79 929	-	-	-	(46 415)	(46 415)	33 514	
3. Construction	24 626	-	-	-	-	-	24 626	
4. Maintenance	27 370	-	-	-	-	-	27 370	
5. Property Management	698 221	-	-	(53 983)	(788)	(54 771)	643 450	
Total	834 234	-	-	(53 983)	(47 203)	(101 186)	733 048	
Economic classification								
Current payments	701 393	-	-	(72 165)	(47 203)	(119 368)	582 025	
Compensation of employees	299 374	-	-	(10 000)	-	(10 000)	289 374	
Goods and services	402 019	-	-	(62 165)	(47 203)	(109 368)	292 651	
Interest and rent on land	-	-	-	-	-	-	-	
Transfers and subsidies	131 048	-	-	88	-	88	131 136	
Provinces and municipalities	130 189	-	-	-	-	-	130 189	
Departmental agencies and accounts	-	-	-	-	-	-	-	
Higher education institutions	-	-	-	-	-	-	-	
Foreign governments and international organisation	-	-	-	-	-	-	-	
Public corporations and private enterprises	-	-	-	-	-	-	-	
Non-profit institutions	-	-	-	-	-	-	-	
Households	859	-	-	88	-	88	947	
Payments for capital assets	1 793	-	-	18 094	-	18 094	19 887	
Buildings and other fixed structures	-	-	-	16 211	-	16 211	16 211	
Machinery and equipment	1 793	-	-	1 883	-	1 883	3 676	
Heritage assets	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	
Land and sub-soil assets	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	
Payments for financial assets	-	-	-	-	-	-	-	
Total	834 234	-	-	(53 983)	(47 203)	(101 186)	733 048	

Programme 3: Transport Infrastructure

Table 8.3.3: Transport Infrastructure
Subprogramme

R thousand	Main appropriation	2016/17					Total additional appropriation	Adjusted appropriation
		Additional appropriation						
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
1. Programme Support	1 737	-	-	(10)	-	(10)	1 727	
2. Infrastructure Planning	67 712	-	-	24	-	24	67 736	
3. Design	37 188	-	-	11 010	-	11 010	48 198	
4. Construction	1 298 343	-	-	68 857	-	68 857	1 367 200	
5. Maintenance	952 013	-	-	(21 845)	-	(21 845)	930 168	
Total	2 356 993	-	-	58 036	-	58 036	2 415 029	
Economic classification								
Current payments	1 056 008	-	-	(13 460)	-	(13 460)	1 042 548	
Compensation of employees	400 010	-	-	(10 000)	-	(10 000)	390 010	
Goods and services	655 998	-	-	(3 460)	-	(3 460)	652 538	
Interest and rent on land	-	-	-	-	-	-	-	
Transfers and subsidies	10 098	-	-	-	-	-	10 098	
Provinces and municipalities	-	-	-	-	-	-	-	
Departmental agencies and accounts	-	-	-	-	-	-	-	
Higher education institutions	-	-	-	-	-	-	-	
Foreign governments and international organisation	-	-	-	-	-	-	-	
Public corporations and private enterprises	-	-	-	-	-	-	-	
Non-profit institutions	-	-	-	-	-	-	-	
Households	10 098	-	-	-	-	-	10 098	
Payments for capital assets	1 290 887	-	-	71 496	-	71 496	1 362 383	
Buildings and other fixed structures	1 276 513	-	-	68 606	-	68 606	1 345 119	
Machinery and equipment	14 374	-	-	2 890	-	2 890	17 264	
Heritage assets	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	
Land and sub-soil assets	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	
Payments for financial assets	-	-	-	-	-	-	-	
Total	2 356 993	-	-	58 036	-	58 036	2 415 029	

Programme 4: Transport Operations

Table 8.3.4: Transport Operations
Subprogramme

R thousand	2016/17							
	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
1. Programme Support	3 712	-	-	-	-	-	-	3 712
2. Public Transport Services	1 050 678	-	-	-	-	-	-	1 050 678
3. Transport Safety and Compliance	41 148	-	-	120	-	-	120	41 268
4. Transport Systems	13 913	-	-	(120)	-	-	(120)	13 793
5. Infrastructure Operations	21 868	-	-	(313)	-	-	(313)	21 555
Total	1 131 319	-	-	(313)	-	-	(313)	1 131 006
Economic classification								
Current payments	481 243	-	-	(3 049)	-	-	(3 049)	478 194
Compensation of employees	66 745	-	-	-	-	-	-	66 745
Goods and services	414 498	-	-	(3 049)	-	-	(3 049)	411 449
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	575 732	-	-	9	-	-	9	575 741
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisation	-	-	-	-	-	-	-	-
Public corporations and private enterprises	575 732	-	-	-	-	-	-	575 732
Non-profit institutions	-	-	-	-	-	-	-	-
Households	-	-	-	9	-	-	9	9
Payments for capital assets	74 344	-	-	2 727	-	-	2 727	77 071
Buildings and other fixed structures	10 641	-	-	2 619	-	-	2 619	13 260
Machinery and equipment	63 703	-	-	108	-	-	108	63 811
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	1 131 319	-	-	(313)	-	-	(313)	1 131 006

Programme 5: Community Based Programmes

Table 8.3.5: Community Based Programmes
Subprogramme

R thousand	2016/17							
	Main appropriation	Additional appropriation					Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments		
1. Programme Support	1 855	-	-	(35)	-	-	(35)	1 820
2. Community Development	40 796	-	-	(69)	-	-	(69)	40 727
3. Innovation and Empowerment	16 747	-	-	(210)	-	-	(210)	16 537
4. EPWP Co-Ordination and Monitoring	15 161	-	-	(76)	-	-	(76)	15 085
Total	74 559	-	-	(390)	-	-	(390)	74 169
Economic classification								
Current payments	73 860	-	-	(390)	-	-	(390)	73 470
Compensation of employees	32 975	-	-	-	-	-	-	32 975
Goods and services	40 885	-	-	(390)	-	-	(390)	40 495
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisation	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-
Payments for capital assets	699	-	-	-	-	-	-	699
Buildings and other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	699	-	-	-	-	-	-	699
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	74 559	-	-	(390)	-	-	(390)	74 169

Goods and Services

Table 8.4: 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	1 585 679	-	-	(67 797)	(47 203)	-	(115 000)	1 470 679
Administrative fees	53	-	-	-	-	-	-	53
Advertising	2 089	-	-	-	-	-	-	2 089
Minor Assets	3 116	-	-	(1 078)	-	-	(1 078)	2 038
Audit cost: External	9 862	-	-	350	-	-	350	10 212
Bursaries: Employees	-	-	-	-	-	-	-	-
Catering: Departmental activities	4 188	-	-	(32)	-	-	(32)	4 156
Communication (G&S)	11 989	-	-	(9)	-	-	(9)	11 980
Computer services	1 857	-	-	-	-	-	-	1 857
Consultants and professional services: Business ar	22 782	-	-	(369)	-	-	(369)	22 413
Consultants and professional services: Infrastructur	159 245	-	-	8 381	(46 415)	-	(38 034)	121 211
Consultants and professional services: Laboratory s	-	-	-	-	-	-	-	-
Consultants and professional services: Scientific ar	250	-	-	-	-	-	-	250
Consultants and professional services: Legal costs	8 224	-	-	-	-	-	-	8 224
Contractors	416 003	-	-	(12 006)	-	-	(12 006)	403 997
Agency and support / outsourced services	50 746	-	-	-	-	-	-	50 746
Entertainment	-	-	-	-	-	-	-	-
Fleet services (including government motor transpo	54 471	-	-	-	-	-	-	54 471
Housing	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	882	-	-	(719)	-	-	(719)	163
Inventory: Farming supplies	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	158	-	-	-	-	-	-	158
Inventory: Fuel, oil and gas	11 416	-	-	-	-	-	-	11 416
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	42 525	-	-	(250)	-	-	(250)	42 275
Inventory: Medical supplies	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-
Inventory: Other supplies	1 568	-	-	(188)	-	-	(188)	1 380
Consumable supplies	40 014	-	-	(28 473)	-	-	(28 473)	11 541
Consumable: Stationery, printing and office supplies	13 334	-	-	1 570	-	-	1 570	14 904
Operating leases	26 592	-	-	-	-	-	-	26 592
Property payments	238 422	-	-	(33 614)	(788)	-	(34 402)	204 020
Transport provided: Departmental activity	395 467	-	-	-	-	-	-	395 467
Travel and subsistence	28 803	-	-	(1 260)	-	-	(1 260)	27 543
Training and development	35 713	-	-	-	-	-	-	35 713
Operating payments	4 430	-	-	(100)	-	-	(100)	4 330
Venues and facilities	1 428	-	-	-	-	-	-	1 428
Rental and hiring	52	-	-	-	-	-	-	52

Infrastructure payments

Table 8.5: 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	1 952 583	-	-	(924)	-	-	(924)	1 951 659
Maintenance and repair	817 166	-	-	32 477	-	-	32 477	849 643
Upgrades and additions	354 433	-	-	(139 089)	-	-	(139 089)	215 344
Refurbishment and rehabilitation	780 984	-	-	105 688	-	-	105 688	886 672
New infrastructure assets	34 220	-	-	(811)	-	-	(811)	33 409
Infrastructure transfers	-	-	-	-	-	-	-	-
Infrastructure transfers - Current	-	-	-	-	-	-	-	-
Infrastructure transfers - Capital	-	-	-	-	-	-	-	-
Infrastructure: Payments for financial s	-	-	-	-	-	-	-	-
Infrastructure: Leases	26 228	-	-	4 987	-	-	4 987	31 215
<i>Capital infrastructure</i>	<i>1 169 637</i>	-	-	<i>(34 212)</i>	-	-	<i>(34 212)</i>	<i>1 135 425</i>
<i>Current infrastructure</i>	<i>843 394</i>	-	-	<i>37 464</i>	-	-	<i>37 464</i>	<i>880 858</i>
Total Infrastructure	2 013 031	-	-	3 252	-	-	3 252	2 016 283

Infrastructure categories have been adjusted in order to properly align to the available funds per final project list of 2016/17 financial year. An additional amount of R68.600 million was allocated under refurbishment and rehabilitation. The allocated amount has been reprioritized from compensation of employees and goods and services items in order to reduce the shortfall of R98.400 million under capital infrastructure projects.

Details of adjustments to Estimates of Provincial Expenditure 2016

Virements and shifts

Table 8.6: Details on virements per programme and economic classification

Programmes					
1. Administration					
2. Public Works Infrastructure					
3. Transport Infrastructure					
4. Transport Operations					
5. Community Based Programmes					
FROM			TO		
Programme by Economic classification	Motivation	R thousand	Programme by Economic classification	Motivation	R thousand
Programme 1: Administration		(5 021)	Programme 3: Transport Infrastructure		5 021
Compensation of employees	Savings on compensation of employees to be transferred to cater for capital payments under transport infrastructure programme	(5 021)	Buildings and other fixed structures	Savings from compensation of employees to cater for a budget shortfall for capital infrastructure projects	5 021
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget		2.0%			
Programme 2: Public Works Infrastructure		(72 165)	Programme 2: Public Works Infrastructure		18 182
Goods and services	Amount transferred to buildings in order to cater for incurred and planned capital expenditure.	(16 211)	Buildings and other fixed structures	To provide for expenditure planned and incurred of a capital nature which were not provided for during the initial planning stage.	16 211
Goods and services	Amount transferred from goods and services to provide for procurement of office and domestic equipment	(1 883)	Machinery and equipment	Funds transferred from goods and services to provide for the procurement of office equipment and domestic equipments	1 883
Goods and services	Funds identified to be transferred to programme 1 in order to provide for the centralized procurement of inventory	(88)	Households	Funds made available to cater for expenditure incurred on gratuities due to service terminations	88
			Programme 1: Administration		398
Goods and services	Savings identified under goods and services to cater for expenditure incurred on households	(398)	Goods and services	Funds identified and transferred from other programme in order to provide for the centralization of inventory items	398
			Programme 3: Transport Infrastructure		53 585
Compensation of employees	Savings on compensation of employees to be transferred to cater for capital payments under transport infrastructure programme	(10 000)	Buildings and other fixed structures	Savings from compensation of employees to cater for a budget shortfall for capital infrastructure projects	10 000
Goods and services	Savings from goods and services transferred to transport infrastructure to cater for shortfall on capital infrastructure projects	(43 585)	Buildings and other fixed structures	Savings from goods and services to cater for a budget shortfall for capital infrastructure projects	43 585
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget		6.5%			

Table 8.6: Details on virements per programme and economic classification

Programmes					
1. Administration 2. Public Works Infrastructure 3. Transport Infrastructure 4. Transport Operations 5. Community Based Programmes					
FROM			TO		
Programme by Economic classification	Motivation	R thousand	Programme by Economic classification	Motivation	R thousand
Programme 3: Transport Infrastructure		(13 460)	Programme 3: Transport Infrastructure		12 890
Goods and services	Funds capitalized in order to cater for expenditure incurred during the replacement of office and related IT equipment. Funds also shifted to provide for procurement of roads construction and maintenance equipment	(2 890)	Machinery and equipment	Funds transferred from goods and services to provide for office and IT related equipment. Funds also shifted to procure roads construction and maintenance equipment	2 890
Compensation of employees	Savings on compensation of employees to be transferred to cater for capital payments w it programme	(10 000)	Buildings and other fixed structures	Savings from compensation of employees to cater for a budget shortfall for capital infrastructure projects	10 000
			Programme 1: Administration		570
Goods and services	Funds transferred to programme 1 in order to provide to the centralization of inventory items	(570)	Goods and services	Funds identified and transferred from other programme in order to provide for the centralization of inventory items	570
Shifts within the programme as a percentage of the programme budget		0.5%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 4: Transport Operations		(3 049)	Programme 4: Transport Operations		2 736
Goods and services	Funds transferred to cater for capital infrastructure projects. The funds were initially incorrectly classified under current expenditure	(2 619)	Buildings and other fixed structures	Funds transferred from goods and services to cater for capital infrastructure	2 619
Goods and services	Funds transferred to capital in order to provide for office and IT equipment	(108)	Machinery and equipment	Amount transferred from goods and services to cater for computers and other related office equipment	108
Goods and services	Funds transferred to households to cater for expenditure already incurred on gratuities	(9)	Households	Funds from goods and services to cater for over-expenditure within the households classification	9
			Programme 1: Administration		313
Goods and services	Funds transferred to programme 1 in order to provide to the centralization of inventory items	(313)	Goods and services	Funds identified and transferred from other programme in order to provide for the centralization of inventory items	313
Shifts within the programme as a percentage of the programme budget		0.2%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 5: Community Based Programmes		(390)	Programme 1: Administration		390
Goods and services	Funds transferred to programme 1 in order to provide to the centralization of inventory items	(390)	Goods and services	Funds identified and transferred from other programme in order to provide for the centralization of inventory items	390
Shifts within the programme as a percentage of the programme budget					
Virements to other programmes as a percentage of the programme budget		0.5%			
TOTAL		(94 085)	TOTAL		94 085

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).

Declared Unspent Funds –R47.203 million

Programme 2: Public Works Infrastructure

R47.203 million is a total amount of declared unspent funds; of which R46.415 million was meant for the planning and design of the Mpumalanga Parliamentary Village. Commencement of the project was delayed due to non-availability of suitable land to locate the village. R0.788 though is a surrender of funds to be re-allocated to the Department of Community Safety Security and Liaison in relation to additional security services fees.

Other adjustments – R00.000 million

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

Table 8.7: Expenditure Trends

R Thousand	2015/16 Expenditure outcome					2016/17 Preliminary expenditure		
	Adjusted appropriation	Apr '15 - Sep '15 % of adjusted appropriation		Apr '15 - Mar '16 % of adjusted appropriation		Adjusted appropriation	Apr '16 - Sep '16 % of adjusted appropriation	
		Apr '15 - Sep '15		Apr '15 - Mar '16			Apr '16 - Sep '16	
1. Administration	236 998	120 584	50.9	228 644	96.5	246 576	126 270	51.2
2. Public Works Infrastructure	712 092	387 491	54.4	669 205	94.0	733 048	390 294	53.2
3. Transport Infrastructure	2 318 625	1 098 637	47.4	2 314 671	99.8	2 415 029	1 093 878	45.3
4. Transport Operations	1 066 165	543 433	51.0	1 106 710	103.8	1 131 006	599 564	53.0
5. Community Based Programmes	66 169	34 343	51.9	71 015	107.3	74 169	26 587	35.8
Total	4 400 049	2 184 488	49.6	4 390 245	99.8	4 599 828	2 236 593	48.6
Economic classification								
Current payments	2 379 459	1 099 728	46.2	2 338 627	98.3	2 418 908	1 162 277	48.0
Compensation of employees	879 185	444 176	50.5	877 477	99.8	948 229	466 115	49.2
Goods and services	1 500 274	655 552	43.7	1 461 150	97.4	1 470 679	696 162	47.3
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies	661 562	361 094	54.6	687 568	103.9	718 999	390 869	54.4
Provinces and municipalities	123 636	128 626	104.0	148 324	120.0	130 189	96 351	74.0
Departmental agencies and accounts	-	-	-	23	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	525 598	223 020	42.4	524 835	99.9	575 732	286 268	49.7
Non-profit institutions	-	-	-	-	-	-	-	-
Households	12 328	9 448	76.6	14 386	116.7	13 078	8 250	63.1
Payments for capital assets	1 359 028	723 666	53.2	1 363 436	100.3	1 461 921	683 447	46.7
Buildings and other fixed structures	1 264 207	662 829	52.4	1 282 148	101.4	1 374 590	650 065	47.3
Machinery and equipment	94 821	60 837	64.2	81 288	85.7	87 331	33 382	38.2
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	614	-	-	-	-
Total payments	4 400 049	2 184 488	49.6	4 390 245	99.8	4 599 828	2 236 593	48.6

Main expenditure trends for the first half of 2016/17

The overall departmental expenditure for the first six months of the financial year is standing at 48.6 percent which is a percent below expenditure percentage of the same period in the previous financial year. Although the department's expenditure was standing at 49.6 percent in the six months of the previous financial year, it managed to spend 99.8 percent by the end of the financial year. It is expected that the same trends will prevail in the current financial year.

The expenditure for the first six months of the financial year is standing at 48.6 which is 3.4 percent below the Treasury benchmark. Compensation of employees is at 49.2 percent due to service terminations which could not be replaced. Goods and services is at 47.3 percent due to maintenance projects which were behind schedule. The projects are now awarded and expenditure is expected to improve going towards the end of the financial year. Transfers and subsidies is at 54.4 percent which is 2.4 percent above the benchmark due to payments of backlog on municipal rates and taxes. The item is currently under pressure as municipalities continue to bill the department on newly discovered properties which were not part of the initial projection.

Payment for capital assets is at 46.7 percent which is also 5.3 percent below the benchmark due to certain major capital projects being behind schedule. Projects are now running and expenditure on the economic classification is expected to accelerate going towards the end of the financial year.

Departmental receipts

Table 8.8: Departmental Receipts

R Thousand	2015/16					2016/17			
	Audited outcome					Actual receipts			
	Adjusted estimate	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	22 346	13 779	61.7	27 959	125.1	23 531	23 531	12 141	51.6
Sales of goods and services other than capital assets	9 445	5 282	55.9	11 049	117.0	9 946	9 946	5 607	56.4
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	9 530	6 397	67.1	12 401	130.1	10 035	10 035	4 272	42.6
Interest, dividends and rent on land	879	1 250	142.2	2 079	236.5	926	926	1 235	133.4
Sales of capital assets	1 654	-	-	867	52.4	1 742	1 742	-	-
Financial transactions in assets and liabilities	838	850	101.4	1 563	186.5	882	882	1 027	116.4
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Total	22 346	13 779	61.7	27 959	125.1	23 531	23 531	12 141	51.6

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

Revenue collection is at 51.6 percent for the first half of the financial year. The collection is almost tallying to the mid-term benchmark of 52 percent. Collection was at 61.7 percent for the same period in the previous financial year due to backlog collections on major revenue items. In the current year those major revenue items are performing normally hence the 51.6 percent is likely to achieve 100 percent at the end of the financial year. No adjustments were effected on the revenue item per the current trend.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

Table 8.9: 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		
1. Administration	2 024	-	-	-	-	-	2 024	
Households	2 024	-	-	-	-	-	2 024	
2. Public Works Infrastructure	131 048	-	-	88	-	-	131 136	
Provinces and municipalities	130 189	-	-	-	-	-	130 189	
Households	859	-	-	88	-	-	947	
3. Transport Infrastructure	10 098	-	-	-	-	-	10 098	
Households	10 098	-	-	-	-	-	10 098	
4. Transport Operations	575 732	-	-	9	-	-	575 741	
Public corporations and private enterprises	575 732	-	-	-	-	-	575 732	
Households	-	-	-	9	-	-	9	
Total	718 902	-	-	97	-	-	718 999	

Transfers and subsidies has been increased by R0.097 million. The increase is specifically on the household item which caters for leave gratuities paid to terminated officials.

Summary of changes to conditional grants

Table 8.10: Summary of changes to conditional grants

		2016/17						
		Additional appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Unspent Funds	Other Adjustments	Total additional appropriation	Adjusted appropriation
3. Transport Infrastructure	1 638 865	-	-	-	-	-	-	1 638 865
Provincial Roads Maintenance Grant	1 638 865	-	-	-	-	-	-	1 638 865
4. Transport Operations	549 132	-	-	-	-	-	-	549 132
Public Transport Operations Grant	549 132	-	-	-	-	-	-	549 132
5. Community Based Programmes	20 504	-	-	-	-	-	-	20 504
Expanded Public Works Programme Incentive Grant for Provinces	20 504	-	-	-	-	-	-	20 504
Total	2 208 501	-	-	-	-	-	-	2 208 501

There is no changes to conditional grants