

Free State Provincial Treasury

To be appropriated by Vote in 2018/19	R347 832 000
Responsible MEC	MEC of Finance
Administrating Department	Free State Provincial Treasury
Accounting Officer	Head of Department: Free State Provincial Treasury

1. Overview

Provincial Treasury derives its mandate, core functions and responsibilities from the Public Finance Management Act, (Act 1 of 1999), as amended and Municipal Finance Management Act (Act 56 of 2003).

1.1 Vision

You partner in financial resource management excellence, for a better life for all in the Free State Province.

1.2 Mission

To promote sound financial resource management for improved service delivery in the Free State Province.

1.3 Core function and responsibilities

The Department provides support and oversight to all departments, public entities and municipalities in terms of the PFMA and MFMA.

The Sustainable Resource Management programme, amongst other responsible for preparation and implementation of the provincial budget and enhancement of provincial own revenue.

The Financial Governance programme plays a key role in improving the quality and integrity of financial accounting and reporting of provincial departments and public entities.

1.4 Main Services

- Provision of leadership, strategic management in accordance with legislation, regulations and policies as well as to ensure that there is appropriate support service to all other programmes;
- Provision of professional advice and support on provincial economic analysis, fiscal policy, and the management of the annual budget process and the implementation of provincial budgets;
- Provision of policy direction, facilitate the effective and efficient management of assets, liabilities and financial management systems;
- Promotion of accountability through substantive reflection of financial activities of the province as well as compliance with financial norms and standards;
- Provincial Treasury's mandate is broad; hence there was a need to revise Departmental organogram to commensurate with its mandate;

- Municipal Finance Management: This chief Directorate consists of seven (four district and 3 sub-directorates: viz, Program Support, Thabo Mofutsanyane, Fezile Dabi, Lejweleputswa, Xhariep Districts, Municipal Risk Management and Internal Audit and Municipal Support Programme and IGR.

1.5 Acts, rules and regulations

The following acts, rules and regulations are considered by the department:

- Constitution Act No. 200 of 1993
- Public Finance Management Act No. 1 of 1999 (as amended)
- Treasury Regulations, May 2005
- Employment Equity Act of 1998
- Public Service Act of 1994
- Public Service Regulations, 2001
- Public Service Coordinating Bargaining Council Collective Agreement
- SITA Act of 1999
- SITA Regulations of 1999
- Archives act of 1962
- Protection of Information Act, Act 84 of 1982
- Access to Information Act of 1998 (as amended)
- Minimum Information Security Standard (MISS)
- Annual Division of Revenue Act
- Municipal Finance Management Act number 56 of 2003
- Municipal Supply chain Regulations of 2005
- Municipal Investment Regulations of 2005
- Municipal PPP Regulations of 2005
- Preferential Procurement Policy Act No. 5 of 2000
- SCM Regulations of 2004
- Borrowing Powers of Provincial Government Act
- Provincial Tax Act
- Promotion of Administrative Justice (PAJA) Act 3 of 2000
- Labour Relations Act 66 of 1995

1.6 Activities and events relevant to budget decisions

The budget is affected by external events such as, women's day, youth day, heritage day celebrations, employment of additional contract workers and claims from other departments for shared events.

1.7 Aligning departmental budgets to achieve government's prescribed outcomes

The Provincial Treasury contributes to outcome 5, outcome 9 and outcome 12. Some of the outputs from these outcomes will be incorporated into the 2017- 2018 Annual Performance plan.

1. Review of the current financial year (2017/18)

The narrowing fiscal space will make it increasingly challenging to improve efficiencies for the period under review. Effective supply chain management is key to the achievement of cost effectiveness and value for money. The implementation of cost containment measures

continues to be monitored on a regular basis and to limit the growth of spending on non-core items. Through rigorous, consultative budget processes we have been able to further reduce the budget for cost containment items for the 2017/18 financial year. One of the strategies is the use of transversal contracts to capitalise on economies of scale.

The Assets and Liability Management programme continue to play an important role in facilitating this process and ensuring effective contract management. The programme is also exploring ways to improve asset management in the province. The programme continue to assist departments and prospective suppliers with the use of the Central Supplier Database, this is done through training sessions with departments and entities and district road shows.

The MFM programme strives to improve financial accountability in the local sphere of government in order to improve financial governance and audit outcomes. The programme implemented a new organisational structure, moving from a functionally based approach to a more integrated, district-based approach, which not only monitors but provides “hands on” technical support to struggling municipalities. Without compromising the integrity or independence of the audit process, a Provincial Audit Intervention Committee has been established to deal with the broader coordination of the provincial and municipal audit process and to intervene where audits do not progress within the envisaged time frames

The Financial Governance programme plays a key role in improving the quality and integrity of financial accounting and reporting of provincial departments and public entities. The Programme assesses and monitors the compliance to laws and regulations by means of monthly and quarterly Key Control Matrix (KCMs).

The programme is also responsible for promoting and improving risk management and internal audit practices in the province and on a quarterly basis assess compliance of departments and entities with a set of key performance indicators. The Department will continue with its monitoring and capacity building activities to support all departments and entities to improve compliance.

2. Outlook for the coming financial year (2018/19)

The main challenges facing the Free State Provincial Treasury are retaining its own internal efficiencies and positioning it to respond appropriately to the increasing demands of provincial departments and the local government sector. The Department further continues in building capacity in provincial departments, public entities and municipalities as well as inter-departmental collaboration on issues of interventions and general support

The department is in the process of reviewing the organizational structure to ensure the structure is aligned to the generic structure for treasuries and respond to the revised strategic goals and objectives. New critical components are being created to improve the department’s capability to effectively and efficiently provide oversight, capacity building and support to provincial departments, public entities and municipalities.

Amongst the anticipated changes is the creation of specific units to deal with Municipal finance management Intergovernmental Relations, provincial fraud management, forensic auditing, compensation management and supply chain management. The creation of these units aim to address some of the department’s weaknesses which include a lack of capacity to effectively roll-out and monitor fraud management and anti-corruption programmes in the departments.

There is also a need to intensified, hands-on support to particularly municipalities, within the current financial year constraints, requires that more integrated approach has to be followed to ensure that current capacity and resources are optimally utilized

3. Reprioritisation

Reprioritised baseline funding for the 2017-18 financial years concludes that approximately 47 percent of the additional funding required is for compensation of employees for additional directorate and contract officials, performance bonus calculated for the entire establishment including vacant posts, and the other 53 percent for pressures such as replacement old servers, maintenance and repair of server infrastructure, professional services for upgrade and configuration of new servers and applications, procurement of servers at DR Site, payment of software licenses.

4. Procurement Plan

The procurement plan for the forthcoming financial year exceeds the current allocations for planned major procurements.

5. Receipts and financing

5.1 Summary of Receipts

Table 4.1 : Summary of receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Equitable share	220 592	250 440	292 256	304 227	316 803	316 803	336 090	331 528	338 542
Conditional grants									
Earmarked Funds									
REA: Ex-employee debt	1 100	2 000	300						
Municipal Support Programme		30 000	28 800	30 000	30 000	30 000	40 000	40 000	30 000
Transversal Contracts			6 600	16 596	16 596	16 596	9 996		
SITA (Internal Audit Tool)			1 000						
Provincial Support Programme				5 000	5 000	5 000	11 600	5 000	5 000
Team Mate(Internal Audit& Risk Man Software)			1 500	1 000	1 000	1 000	1 000		
AGSA (PAG)							5 000		
Departmental receipts	49 905	17 796	24 108	11 087	11 087	11 087	11 742	12 398	13 080
Total receipts	270 497	268 236	316 364	315 314	327 890	327 890	347 832	343 926	351 622

6. Departmental receipts collection

The Free State Provincial Treasury is the custodian for investments in the province and generates income by means of investing allocated funding available in the revenue fund. Due to improved spending of the provincial departments in the last few years the interest generated decreased, but with the implementation of cost containment measures and closely monitoring of the spending within departments the interest to be generated was increased again.

The department only generate small income with the selling of scrap paper or assets owned by the department.

Table 4.2 : Summary of departmental receipts collection

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital assets	261	119	134	126	126	126	134	141	149
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	49 371	17 590	23 745	10 835	10 835	10 835	11 474	12 116	12 782
Sales of capital assets	3								
Transactions in financial assets and liabilities	270	87	229	126	126	126	134	141	149
Total departmental receipts	49 905	17 796	24 108	11 087	11 087	11 087	11 742	12 398	13 080

6.1 Donor funding

Not applicable

7. Payment summary

7.1 Key assumptions

Approximately 67 percent of the Free State Provincial Treasury budget is allocated towards the payment of compensation of employees.

The department implemented a calculation on the following basis as outlined in the guideline relating to the compensation of employees over the Medium Term Expenditure Framework:

2018/19	2019/20	2020/21
7.8 per cent	7.9 per cent	8 per cent

A further **1.5 percent** will be calculated for pay progression and **2 percent notch increment** for all officials.

7.2 Programme summary

Table 4.3 : Summary of payments and estimates by programme: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
1. Administration	92 464	90 186	90 073	103 840	102 146	100 842	113 941	121 472	122 497
2. Sustainable Resource Management	31 785	32 540	41 614	41 896	42 930	42 503	43 470	44 826	47 743
3. Asset And Liabilities Management	70 778	102 245	98 391	76 814	86 803	86 251	72 677	71 719	76 035
4. Financial Governance	19 452	19 974	21 807	29 054	32 618	35 362	41 926	31 418	32 871
5. Municipal Finance Management	24 584	55 228	64 479	63 710	63 393	62 932	75 818	74 491	72 476
Total payments and estimates	239 063	300 173	316 364	315 314	327 890	327 890	347 832	343 926	351 622

7.3 Summary of economic classification

Table 4.4 : Summary of provincial payments and estimates by economic classification: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Current payments	235 101	276 630	263 327	306 889	285 475	285 355	312 298	328 968	335 841
Compensation of employees	155 792	170 553	185 702	205 484	199 035	198 505	214 037	231 857	241 288
Goods and services	79 309	105 298	74 894	101 405	86 440	86 850	98 261	97 111	94 553
Interest and rent on land		779	2 731						
Transfers and subsidies to:	499	19 462	25 793	6 369	28 635	29 573	33 369	13 414	14 152
Provinces and municipalities		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions				1 000		1 000			
Households	499	622	343	369	835	773	369	414	437
Payments for capital assets	3 423	4 067	27 242	2 056	13 780	12 962	2 165	1 544	1 629
Buildings and other fixed structures		29	60						
Machinery and equipment	3 423	4 038	4 918	2 056	7 967	7 149	2 165	1 544	1 629
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			22 264		5 813	5 813			
Payments for financial assets	40	14	2						
Total economic classification	239 063	300 173	316 364	315 314	327 890	327 890	347 832	343 926	351 622

Compensation of Employees includes permanent, vacant and temporary officials. Assets mainly consist of finance leases relating the leases of photocopy machines, cellular phone and USB contracts. Transfers and subsidies includes injury on duty, leave gratuity and donations and gifts stemming from the office of the MEC. Other expenditure includes normal administrative costs for training and the largest expenditure for the department is the transversal systems within programme 3.

7.4 Infrastructure Payments

Not applicable

7.5 Conditional Grants

Not applicable

7.6 Payment for Non-infrastructure projects

Not applicable

7.7 Payment of priorities

The payment of departmental priorities includes transversal systems (SITA), Audit Fees, bursaries, training and development and finance leases. Earmarked funded priorities includes transversal commitments, software for internal audit and the municipal support programme.

Project description				Outcome	main appropriation	Adjusted Appropriation	Revised Estimates	Medium-term estimates					
R thousand	2014/15	2015/16	2016/17		2017/18			2018/19	2019/20	2020/21			
Programme 1					1 000	1 000	1 000						
NGO adoption													
Programme 3													
Transversal commitment				9 996	9 996	9 996	9 996						
				6 600	6 600	6 600	6 600						
Programme 4													
SITA (software for internal audit)				2 500	1 000	1 000	1 000						
Financial intervention measures				5 000	5 000	5 000	5 000				11 600	5 000	5 000
AGSA											5 000		
Programme 5													
MSP	30 000	30 000	30 000				30 000	40 000	40 000	30 000			
30 000				54 096	52 596	52 596	52 596	67 596	45 000	35 000			

7.8 Departmental Public Private Partnerships (PPP) projects

Not applicable

7.9 Transfers

7.9.1 Transfers to public entities

Not applicable.

7.9.2 Transfers to other entities

Not applicable.

7.9.3 Transfers to local government

In terms of section 5(3) of the Municipal Finance Management Act (MFMA), 2003, Provincial Treasury has the responsibility to “assist the National Treasury in enforcing compliance with measures established in terms of section 216(1) of the Constitution, including those established in terms of this Act.” Section 216 (1) of the Constitution imposes a responsibility on National Treasury to introduce Generally, Recognised Accounting Practice in each sphere of government.

Table 4.6 : Summary of departmental transfers to local government by category

Outcome				Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Category A									
Category B		18 840	24 750	5 000	27 800	27 800	32 000	13 000	13 715
Category C							1 000		
Unallocated									
Total departmental transfers		18 840	24 750	5 000	27 800	27 800	33 000	13 000	13 715

An amount of R40 million has been earmarked for the MSP for the 2017/18 financial year's budget.

The objectives of the MSP are summarized as follows:

- MSP projects to give technical support to Municipalities with GRAP compliant Asset register and Annual Financial Statements, as well as on-site support. These are to be funded internal Supply Chain Management and direct gazetting processes of Provincial Treasury, and
- Revenue enhancement and asset maintenance through the allocation to fund acquisition of meters and bio-remediation projects in various municipalities.

8. Receipts and retentions

Not applicable

9. Programme description

Programme 1: Administration

The role of this programme is to provide leadership, strategic management in accordance with legislation, regulations and policies as well as to ensure there is appropriate support service to all other programmes. The programme consists of five operational sub-programmes: office of the MEC, Office of the CEO, Corporate Services, Financial Management and Internal Audit Departmental.

Description and objectives

- To provide support to MEC / CEO
- To facilitate towards a skilled, competent and responsive workforce for the Department
- To ensure that allocated funds are planned, managed and spent effectively
- To procure and maintain quality goods and services
- To ensure compliance with practices, norms and standards, independent assessment of the adequacy and effectiveness of internal controls and risk management
- To promote effective corporate communication
- To promote sound stakeholder relations

Table 4.7 : Summary of payments and estimates by sub-programme: Programme1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
1. Office Of The Mec	5 864	6 057	6 013	7 501	6 773	6 615	7 493	8 106	8 552
2. Management Services	11 296	14 836	14 317	15 622	15 226	17 495	13 836	14 944	14 183
3. Corporate Services	32 161	24 402	26 681	31 929	26 051	25 795	34 308	37 590	37 572
4. Financial Management (Office Of The Cfo)	38 985	40 585	38 656	43 644	48 556	45 822	53 046	55 085	56 129
5. Internal Audit (Departmental)	4 158	4 306	4 406	5 144	5 540	5 115	5 258	5 747	6 061
Total payments and estimates	92 464	90 186	90 073	103 840	102 146	100 842	113 941	121 472	122 497

Table 4.8 : Summary of payments and estimates by economic classification: Programme1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Current payments	89 429	86 285	86 416	100 588	95 899	94 296	111 547	119 552	120 471
Compensation of employees	57 708	61 016	62 853	76 263	69 902	69 159	79 251	83 282	83 705
Goods and services	31 721	25 269	23 563	24 325	25 997	25 137	32 296	36 270	36 766
Interest and rent on land									
Transfers and subsidies to:	253	494	277	1 369	369	1 308	369	414	437
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions				1 000		1 000			
Households	253	494	277	369	369	308	369	414	437
Payments for capital assets	2 742	3 399	3 379	1 883	5 878	5 238	2 025	1 506	1 589
Buildings and other fixed structures		29							
Machinery and equipment	2 742	3 370	3 379	1 883	5 878	5 238	2 025	1 506	1 589
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	40	8	1						
Total economic classification	92 464	90 186	90 073	103 840	102 146	100 842	113 941	121 472	122 497

Programme 2: Sustainable Resource Management

The role of this programme is to provide professional advice and support on provincial economic analysis, fiscal policy, and the management of the annual budget process and the implementation of provincial budgets. The programme consists of five operational sub-programmes:- Economic Analysis, Fiscal Policy, Budget Management and Public Finance.

Description and objectives

- To influence policy development and implementation in line with fiscal framework
- To provide policy advice for development and planning through research
- To provide fiscal policy implementation support
- To allocate financial resources in line with government priorities
- To monitor financial and non-financial performance of provincial government

Table 4.9 : Summary of payments and estimates by sub-programme: Programme2: Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
1. Programme Support	1 672	3 175	651	1 277	1 817	1 756	1 351	1 428	1 733
2. Economic Analysis	5 658	6 273	6 692	7 806	7 634	7 573	7 821	8 536	9 005
3. Fiscal Policy	4 823	6 106	7 029	7 414	7 367	7 087	7 783	8 413	8 875
4. Budget Management	9 082	9 411	11 269	11 449	11 827	11 744	11 900	12 234	13 132
5. Public Finance	10 550	7 575	15 799	13 104	13 468	13 569	13 855	13 412	14 150
6. Compensation Directorate			174	846	817	774	760	803	848
Total payments and estimates	31 785	32 540	41 614	41 896	42 930	42 503	43 470	44 826	47 743

Table 4.10 : Summary of payments and estimates by economic classification: Programme2: Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Current payments	31 652	32 328	41 138	41 747	42 560	42 133	43 458	44 826	47 743
Compensation of employees	29 036	28 005	36 214	38 473	39 327	39 008	39 870	40 886	43 585
Goods and services	2 616	4 323	2 193	3 274	3 233	3 125	3 588	3 940	4 158
Interest and rent on land			2 731						
Transfers and subsidies to:	50	19		176	176				
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	50	19			176	176			
Payments for capital assets	83	187	476	149	194	194	12		
Buildings and other fixed structures									
Machinery and equipment	83	187	476	149	194	194	12		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets		6							
Total economic classification	31 785	32 540	41 614	41 896	42 930	42 503	43 470	44 826	47 743

Programme 3: Asset and Liability Management

The role of this programme is to provide policy direction, facilitate the effective and efficient management of assets, liabilities and financial management systems. The programme consists out of two sub-programmes:-Asset Management, Supporting and Interlinked Financial Systems.

Description and objectives

- To provide policy development and implementation support
- Implementation of transversal financial management systems
- Monitoring of movable and immovable assets and liabilities in the provincial departments and entities
- To promote effective supply chain management practices in the provincial departments and entities

- Effective management of the provincial revenue fund
- To provide policy development and implementation support
- Implementation of transversal financial management systems
- Monitoring of movable and immovable assets and liabilities in the provincial departments and entities
- To promote effective supply chain management practices in the provincial departments and entities
- Effective management of the provincial revenue fund

Table 4.11 : Summary of payments and estimates by sub-programme: Programme3: Asset And Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
1. Programme Support	2 251	1 302	1 506	1 774	1 701	1 701	1 943	1 974	2 082
2. Asset Management	26 793	55 592	49 906	28 406	32 186	32 417	21 672	13 614	14 363
3. Supporting And Interlinked Financial Systems	41 734	45 351	46 979	46 634	52 916	52 133	49 062	56 131	59 590
Total payments and estimates	70 778	102 245	98 391	76 814	86 803	86 251	72 677	71 719	76 035

Table 4.12 : Summary of payments and estimates by economic classification: Programme3: Asset And Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Current payments	70 461	101 878	75 318	76 814	79 277	78 861	72 617	71 719	76 035
Compensation of employees	30 310	37 109	34 830	36 933	37 152	37 338	39 290	46 258	48 804
Goods and services	40 151	63 990	40 488	39 881	42 125	41 523	33 327	25 461	27 231
Interest and rent on land		779							
Transfers and subsidies to:		36	32		50	50			
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households		36	32		50	50			
Payments for capital assets	317	331	23 041		7 476	7 340	60		
Buildings and other fixed structures			60						
Machinery and equipment	317	331	717		1 663	1 527	60		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			22 264		5 813	5 813			
Payments for financial assets									
Total economic classification	70 778	102 245	98 391	76 814	86 803	86 251	72 677	71 719	76 035

Programme 4: Financial Governance

The role of this programme is to promote accountability through substantive reflection of financial activities of the province as well as compliance with financial norms and standards. The programme consists out of four sub-programmes:- Accounting Services, Norms and Standards, Provincial Risk Management and Internal Audit.

Description and objectives

- To promote sound risk management and internal audit practices in the provincial departments and public entities
- To promote sound accounting practices and reporting in provincial departments and public entities
- To facilitate the establishment and reconfiguration of public entities

Table 4.13 : Summary of payments and estimates by sub-programme: Programme4: Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
1. Program Support	3 761	2 451	2 964	2 314	2 733	2 712	7 388	2 522	2 660
2. Accounting Services	9 355	10 610	12 887	19 181	20 103	22 470	26 569	20 479	21 333
3. Risk Management And Internal /	6 336	6 913	5 956	7 559	9 782	10 180	7 969	8 417	8 878
Total payments and estimates	19 452	19 974	21 807	29 054	32 618	35 362	41 926	31 418	32 871

Table 4.14 : Summary of payments and estimates by economic classification: Programme4: Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Current payments	19 361	19 910	21 748	29 030	32 574	35 321	41 858	31 380	32 831
Compensation of employees	16 866	17 108	20 421	21 779	22 704	22 730	23 024	25 017	26 393
Goods and services	2 495	2 802	1 327	7 251	9 870	12 591	18 834	6 363	6 438
Interest and rent on land									
Transfers and subsidies to:	19	20							
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households		19	20						
Payments for capital assets	91	45	39	24	44	41	68	38	40
Buildings and other fixed structures									
Machinery and equipment	91	45	39	24	44	41	68	38	40
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	19 452	19 974	21 807	29 054	32 618	35 362	41 926	31 418	32 871

Programme 5: Municipal Finance Management

The role of this programme is to improve the state of financial governance and management at local government level. The programme consists of seven sub-programmes:- Programme support, Budgets & IYM, SCM & Compliance, Revenue & Debt, Accounting Services and Risk Management & Internal Audit relating to Municipal Finance.

Description and objectives

- To monitor and provide guidance on municipal revenue and debt management
- To monitor and enhance budget planning and implementation in municipalities
- To promote implementation of GRAP as well as liability management and reporting in municipalities
- To promote the implementation of supply chain management and procedures in municipalities
- To promote compliance to municipal finance related legislation
- To promote sound risk management and internal audit practices in municipalities

Table 4.15 : Summary of payments and estimates by sub-programme: Programme5: Municipal Finance Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
1. Program Support	2 638	29 268	3 030	1 911	2 123	2 135	2 021	2 134	2 250
2. Thabo Mafutsanyana District	6 016	6 869	6 743	6 452	7 605	7 532	8 386	9 269	9 861
3. Fezile Dabi District	5 184	6 027	4 578	5 591	4 862	4 923	6 109	6 867	7 312
4. Lejwelephutswa District	3 766	4 353	6 794	6 265	7 332	7 348	7 281	8 105	8 634
5. Xhariep District	3 705	4 494	4 676	5 798	4 640	4 708	6 233	6 998	7 448
6. Municipal Risk Management & Inten	3 275	4 111	4 490	4 675	4 770	4 748	4 863	5 331	5 671
7. Municipal Support Program & lgr		106	34 168	33 018	32 061	31 538	40 925	35 787	31 300
Total payments and estimates	24 584	55 228	64 479	63 710	63 393	62 932	75 818	74 491	72 476

Table 4.16 : Summary of payments and estimates by economic classification: Programme5: Municipal Finance Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Current payments	24 198	36 229	38 707	58 710	35 165	34 744	42 818	61 491	58 761
Compensation of employees	21 872	27 315	31 384	32 036	29 950	30 270	32 602	36 414	38 801
Goods and services	2 326	8 914	7 323	26 674	5 215	4 474	10 216	25 077	19 960
Interest and rent on land									
Transfers and subsidies to:	196	18 894	25 464	5 000	28 040	28 039	33 000	13 000	13 715
Provinces and municipalities		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	196	54	14		240	239			
Payments for capital assets	190	105	307		188	149			
Buildings and other fixed structures									
Machinery and equipment	190	105	307		188	149			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets			1						
Total economic classification	24 584	55 228	64 479	63 710	63 393	62 932	75 818	74 491	72 476

9.2 Service delivery measures

Departmental goals

- Provision of high quality support services to internal and external stakeholders.
- Yearly adequate resource allocation contributing to the improvement of living standards of the Free State occupants.
- Effective and efficient monitoring of provincial asset and financial systems that will contribute to the realization of clean audit.
- Promotion of financial accountability within the Provincial and Local spheres of government that will contribute to the realization of clean audit.

9.3 Other programme information

9.3.1 Personnel numbers and costs

Table 4.17 : Summary of departmental personnel numbers and costs by component

R thousands	Actual						Revised estimate				Medium-term expenditure estimate						Average annual growth over MTEF		
	2014/15		2015/16		2016/17		2017/18				2018/19		2019/20		2020/21		2017/18 - 2020/21		
	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Filled posts	Additional posts	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel growth rate	Costs growth rate	% Costs of Total
Salary level																			
1 – 6	61		76		68	12 106	30	5	35	11 068	78	13 527	78	14 582	78	14 506	30.6%	9.4%	6.0%
7 – 10	240		273		276	99 775	221	3	224	105 465	272	113 552	272	125 270	273	129 262	6.8%	7.0%	53.6%
11 – 12	59		71		71	47 517	65		65	46 820	70	49 508	70	52 360	69	55 691	2.0%	6.0%	23.1%
13 – 16	21		31		31	32 026	26	1	27	35 152	29	37 451	29	39 645	29	41 829	2.4%	6.0%	17.4%
Other	7																		
Total	388		451		446	191 424	342	9	351	198 505	449	214 037	449	231 857	449	241 288	8.6%	6.7%	100.0%
Programme																			
1. Administration	169	57 708	190	61 016	186	62 853	127	7	134	69 159	197	79 251	197	83 282	197	83 705	13.7%	6.6%	35.2%
2. Sustainable Resource Management	50	29 036	55	28 005	73	36 214	58	2	60	39 008	73	39 870	73	40 886	73	43 585	6.8%	3.8%	18.4%
3. Asset And Liabilities Management	87	30 310	106	37 109	87	34 830	74		74	37 338	86	39 290	86	46 258	86	48 804	5.1%	9.3%	19.7%
4. Financial Governance	82	16 866	43	17 108	39	20 421	38		38	22 730	39	23 024	39	25 017	39	26 393	0.9%	5.1%	11.0%
5. Municipal Finance Management		21 872	57	27 315	61	31 384	45		45	30 270	54	32 602	54	36 414	54	38 801	6.3%	8.6%	15.7%
Direct charges																			
Total	388	155 792	451	170 553	446	185 702	342	9.0	351	198 505.0	449	214 037.4	449	231 857.0	449	241 288.0	8.6%	6.7%	100.0%
Employee dispensation classification																			
Public Service Act appointees not covered by OSDs																			
Public Service Act appointees still to be covered by OSDs					1		1		1								-100.0%		
Professional Nurses, Staff Nurses and Nursing Assistants																			
Legal Professionals					2		2		2								-100.0%		
Social Services Professions																			
Engineering Professions and related occupations																			
Medical and related professionals																			
Therapeutic, Diagnostic and other related Allied Health Professionals																			
Educators and related professionals																			
Others such as interns, EPWP, learnerships, etc																			
Total					3		3		3								-100.0%		

1. Personnel numbers includes all filled posts together with those posts additional to the approved establishment

9.3.2 Training

Table 4.18: Payments on training by programme

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
1. Administration	1 708	1 530	1 939	2 801	2 801	2 801	2 207	2 330	2 458
2. Sustainable Resource Management	3	175	80	82	82	82	102	97	102
3. Asset And Liabilities Management	6 211	185	83	99	99	99	104	85	90
4. Financial Governance	35	526	153	160	160	160	161	178	188
5. Municipal Finance Management	389	389	602	415	415	415	400	822	866
Total payments on training	8 346	2 805	2 857	3 557	3 557	3 557	2 974	3 512	3 704

Table 4.19 : Information on training: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18			2018/19	2019/20	2020/21
Number of staff	388	451	446	351	351	351	449	449	449
Number of personnel trained	447	260	378	310	310	360	360	348	368
of which									
Male	198	100	190	130	130	154	154	148	156
Female	249	160	188	180	180	206	206	201	212
Number of training opportunities	15	16	17	17	17	17	36	38	40
of which									
Tertiary	–	–	–	–	–	–	–	–	–
Workshops	2	2	2	2	2	2	2	2	2
Seminars	13	13	14	15	15	15	17	18	19
Other	–	–	–	–	–	–	17	18	19
Number of bursaries offered	24	26	18	20	20	20	25	30	32
Number of interns appointed	32	33	22	25	25	25	28	30	32
Number of learnerships appointed	–	–	–	–	–	–	–	–	–
Number of days spent on training	101	107	142	119	119	119	121	128	135
Payments on training by programme									
1. Administration	1 708	1 530	1 939	2 801	2 801	2 801	2 207	2 330	2 458
2. Sustainable Resource Management	3	175	80	82	82	82	102	97	102
3. Asset And Liabilities Management	6 211	185	83	99	99	99	104	85	90
4. Financial Governance	35	526	153	160	160	160	161	178	188
5. Municipal Finance Management	389	389	602	415	415	415	400	822	866
Total payments on training	8 346	2 805	2 857	3 557	3 557	3 557	2 974	3 512	3 704

9.3.3 Reconciliation of structural changes

No structural changes for the 2018/19 financial year communicated to the budget office.

Table 4.20 : Reconciliation of structural changes: Provincial Treasury

2017/18		2018/19	
Programmes	R'000	Programmes	R'000
		1. Administration	113 941
		1. Office Of The Mec	7 493
		2. Management Services	13 836
		3. Corporate Services	34 308
		4. Financial Management (Office Of The Cfo)	53 046
		5. Internal Audit (Departmental)	5 258
		2. Sustainable Resource Management	43 470
		1. Programme Support	1 351
		2. Economic Analysis	7 821
		3. Fiscal Policy	7 783
		4. Budget Management	11 900
		5. Public Finance	13 855
		6. Compensation Directorate	760
		3. Asset And Liabilities Management	72 677
		1. Programme Support	1 943
		2. Asset Management	21 672
		3. Supporting And Interlinked Financial Systems	49 062
		4. Financial Governance	41 926
		1. Program Support	7 388
		2. Accounting Services	26 569
		3. Risk Management And Internal Audit Provincial	7 969
		5. Municipal Finance Management	75 818
		1. Program Support	2 021
		2. Thabo Mafutsanyana District	8 386
		3. Fezile Dabi District	6 109
		4. Lejwelephutswa District	7 281
		5. Xhariep District	6 233
		6. Municipal Risk Management & Internal Audit	4 863
		7. Municipal Support Program & Igr	40 925
Total			347 832

**Annexure to the Estimates of
Provincial Revenue &
Expenditure**

Table B.1: Specifications of receipts
Table B.1: Specification of receipts: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital assets	261	119	134	126	126	126	134	141	149
Sale of goods and services produced by department (excluding sales by market establishments)	261	119	134	126	126	126	134	141	149
Sales by market establishments									
Administrative fees									
Other sales	261	119	134	126	126	126	134	141	149
Of which									
Health patient fees									
Other (Specify)									
Other (Specify)									
Other (Specify)									
Sales of scrap, waste, arms and other used current goods									
Transfers received from:									
Other governmental units									
Higher education institutions									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
Fines, penalties and forfeits									
Interest, dividends and rent on land	49 371	17 590	23 745	10 835	10 835	10 835	11 474	12 116	12 782
Interest									
Dividends	49 371	17 590	23 745	10 835	10 835	10 835	11 474	12 116	12 782
Rent on land									
Sales of capital assets	3								
Land and sub-soil assets									
Other capital assets	3								
Transactions in financial assets and liabilities	270	87	229	126	126	126	134	141	149
Total departmental receipts	49 905	17 796	24 108	11 087	11 087	11 087	11 742	12 398	13 080

Table B.2: Payments and estimates by economic classification: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Current payments	235 101	276 630	263 327	306 889	285 475	285 355	312 298	328 968	335 841
Compensation of employees	155 792	170 553	185 702	205 484	199 035	198 505	214 037	231 857	241 288
Salaries and wages	136 083	148 336	161 880	176 251	173 133	172 977	184 871	200 799	208 450
Social contributions	19 709	22 217	23 822	29 233	25 902	25 528	29 166	31 058	32 838
Goods and services	79 309	105 298	74 894	101 405	86 440	86 850	98 261	97 111	94 553
Administrative fees	235	230	212	366	438	382	364	428	448
Advertising	10 645	10 816	11 899	11 005	11 926	11 937	10 998	672	649
Minor assets	369	240	371	2 539	6 268	7 668	10 415	8 994	9 601
Audit cost: External	11 183	12 593	8 776	4 125	4 830	4 532	9 500	5 850	6 172
Bursaries: Employees	326	417	358	792	792	625	792	894	943
Catering: Departmental activities	1 045	614	793	892	1 338	1 324	877	1 054	1 110
Communication (G&S)	633	469	1 173	1 665	2 047	1 081	1 854	1 815	1 915
Computer services	24 939	24 796	24 346	20 972	23 764	23 011	20 745	22 430	24 035
Consultants and professional services: Business and a	7 639	33 520	3 586	28 584	6 098	8 337	19 191	26 515	21 207
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services	57		110	182	40	90	182	259	252
Contractors	1 816	739	2 846	1 471	1 031	1 157	947	1 736	1 833
Agency and support / outsourced services	1 357	694	486	721	296	293	823	1 109	1 168
Entertainment	24	27	20	62	96	56	60	79	82
Fleet services (including government motor transport)	731	833	627	836	1 013	983	900	935	986
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	351	520	702	721	569	525	823	810	827
Consumable: Stationery, printing and office supplies	2 988	9 163	10 810	12 145	11 378	11 828	5 805	6 891	5 989
Operating leases	1 367	1 311	1 167	863	1 320	1 266	900	1 081	1 140
Property payments									
Transport provided: Departmental activity	211	227	28	138	8			300	242
Travel and subsistence	4 019	4 975	3 897	8 844	7 005	7 289	8 930	10 164	10 723
Training and development	8 293	2 251	1 620	2 801	4 682	2 622	2 974	3 512	3 704
Operating payments	380	294	388	889	216	925	502	809	710
Venues and facilities	701	569	679	792	1 285	919	679	774	817
Rental and hiring									
Interest and rent on land		779	2 731						
Interest		779	2 731						
Rent on land									
Transfers and subsidies	499	19 462	25 793	6 369	28 635	29 573	33 369	13 414	14 152
Provinces and municipalities		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Municipalities									
Municipal agencies and funds		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions				1 000		1 000			
Households	499	622	343	369	835	773	369	414	437
Social benefits	245	267	93	19	567	565	19	20	21
Other transfers to households	254	355	250	350	268	208	350	394	416
Payments for capital assets	3 423	4 067	27 242	2 056	13 780	12 962	2 165	1 544	1 629
Buildings and other fixed structures		29	60						
Buildings									
Other fixed structures		29	60						
Machinery and equipment	3 423	4 038	4 918	2 056	7 967	7 149	2 165	1 544	1 629
Transport equipment									
Other machinery and equipment	3 423	4 038	4 918	2 056	7 967	7 149	2 165	1 544	1 629
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			22 264		5 813	5 813			
Payments for financial assets	40	14	2						
Total economic classification	239 063	300 173	316 364	315 314	327 890	327 890	347 832	343 926	351 622

Table B.2: Payments and estimates by economic classification: Programme1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation 2017/18	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Current payments	89 429	86 285	86 416	100 588	95 899	94 296	111 547	119 552	120 471
Compensation of employees	57 708	61 016	62 853	76 263	69 902	69 159	79 251	83 282	83 705
Salaries and wages	50 268	52 986	54 463	65 413	60 576	60 106	68 106	71 844	71 808
Social contributions	7 440	8 030	8 390	10 850	9 326	9 053	11 145	11 438	11 897
Goods and services	31 721	25 269	23 563	24 325	25 997	25 137	32 296	36 270	36 766
Administrative fees	160	141	143	214	269	241	216	268	279
Advertising	1 174	1 416	1 787	819	1 691	1 552	885	583	555
Minor assets	128	72	175	833	3 644	3 990	8 671	8 550	9 130
Audit cost: External	8 597	8 838	5 317	4 125	4 830	4 532	4 500	5 850	6 172
Bursaries: Employees	326	417	358	792	792	625	792	894	943
Catering: Departmental activities	617	271	288	303	765	793	287	439	462
Communication (G&S)	580	434	1 123	1 600	1 981	1 018	1 803	1 795	1 894
Computer services	4 472	3 041	3 084	1 535	624	1 344	1 338	940	992
Consultants and professional services: Business and a	5 039	1 807	263	383	430	247	345	375	396
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services	57		110	182	40	90	182	259	252
Contractors	1 785	719	2 836	1 308	937	985	774	1 497	1 582
Agency and support / outsourced services	1 105	441	215	562	197	145	581	1 061	1 119
Entertainment	10	18	11	24	63	24	24	43	46
Fleet services (including government motor transport)	731	833	627	836	1 013	983	900	935	986
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	100	157	421	389	253	185	437	413	407
Consumable: Stationery, printing and office supplies	1 559	1 683	2 447	2 663	2 601	2 691	2 825	3 606	2 525
Operating leases	1 367	1 311	1 167	863	1 320	1 266	900	1 081	1 140
Property payments									
Transport provided: Departmental activity	192	227	28	138	8			300	242
Travel and subsistence	1 478	1 740	1 274	3 760	2 392	2 494	4 114	4 226	4 459
Training and development	1 655	1 345	1 326	2 045	1 700	775	2 207	2 330	2 458
Operating payments	319	190	353	800	127	837	454	659	552
Venues and facilities	270	168	210	151	320	320	61	166	175
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	253	494	277	1 369	369	1 308	369	414	437
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions				1 000		1 000			
Households	253	494	277	369	369	308	369	414	437
Social benefits	40	142	59	19	101	100	19	20	21
Other transfers to households	213	352	218	350	268	208	350	394	416
Payments for capital assets	2 742	3 399	3 379	1 883	5 878	5 238	2 025	1 506	1 589
Buildings and other fixed structures		29							
Buildings									
Other fixed structures		29							
Machinery and equipment	2 742	3 370	3 379	1 883	5 878	5 238	2 025	1 506	1 589
Transport equipment									
Other machinery and equipment	2 742	3 370	3 379	1 883	5 878	5 238	2 025	1 506	1 589
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	40	8	1						
Total economic classification	92 464	90 186	90 073	103 840	102 146	100 842	113 941	121 472	122 497

Table B.2: Payments and estimates by economic classification: Programme2: Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Current payments	31 652	32 328	41 138	41 747	42 560	42 133	43 458	44 826	47 743
Compensation of employees	29 036	28 005	36 214	38 473	39 327	39 008	39 870	40 886	43 585
Salaries and wages	25 407	24 510	31 699	33 020	34 518	34 247	34 430	35 032	37 410
Social contributions	3 629	3 495	4 515	5 453	4 809	4 761	5 440	5 854	6 175
Goods and services	2 616	4 323	2 193	3 274	3 233	3 125	3 588	3 940	4 158
Administrative fees	41	20	17	40	46	42	41	45	48
Advertising	124	232		100	100	300	117	89	94
Minor assets	40	37	113	41	25	41	55	11	12
Audit cost: External	968	2 000	361						
Bursaries: Employees									
Catering: Departmental activities	48	45	99	116	149	119	128	92	97
Communication (G&S)							10		
Computer services			102	156	156	156			
Consultants and professional services: Business and advisory		451		90	90	90	246		
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	1	2					5		
Agency and support / outsourced services	2		175	18	9	18	95	2	2
Entertainment	4	1	2	12	8	11	12	12	12
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	47	57	44	65	66	68	71	79	85
Consumable: Stationery, printing and office supplies	567	717	528	734	772	913	835	1 057	1 115
Operating leases									
Property payments									
Transport provided: Departmental activity	19								
Travel and subsistence	505	639	588	1 576	1 338	1 225	1 614	2 184	2 304
Training and development	3		5	82	40	40	102	97	102
Operating payments									
Venues and facilities	247	122	159	244	434	102	257	272	287
Rental and hiring									
Interest and rent on land			2 731						
Interest			2 731						
Rent on land									
Transfers and subsidies	50	19		176	176				
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	50	19		176	176				
Social benefits	9	19		176	176				
Other transfers to households	41								
Payments for capital assets	83	187	476	149	194	194	12		
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	83	187	476	149	194	194	12		
Transport equipment									
Other machinery and equipment	83	187	476	149	194	194	12		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets		6							
Total economic classification	31 785	32 540	41 614	41 896	42 930	42 503	43 470	44 826	47 743

Table B.2: Payments and estimates by economic classification: Programme3: Asset And Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17	2017/18	2017/18	2017/18	2018/19	2019/20	2020/21
Current payments	70 461	101 878	75 318	76 814	79 277	78 861	72 617	71 719	76 035
Compensation of employees	30 310	37 109	34 830	36 933	37 152	37 338	39 290	46 258	48 804
Salaries and wages	26 156	31 659	29 803	30 884	31 795	32 011	33 772	39 922	42 119
Social contributions	4 154	5 450	5 027	6 049	5 357	5 327	5 518	6 336	6 685
Goods and services	40 151	63 990	40 488	39 881	42 125	41 523	33 327	25 461	27 231
Administrative fees	4	29	12	27	28	29	32	38	40
Advertising	9 347	9 168	10 112	10 086	10 135	10 085	9 996		
Minor assets	114	65	35	413	56	105	596	381	402
Audit cost: External		105	911						
Bursaries: Employees									
Catering: Departmental activities	26	35	49	108	95	123	83	117	122
Communication (G&S)	46	32	47	62	63	63	35	20	21
Computer services	20 402	21 755	21 160	19 281	22 984	21 511	19 407	21 490	23 043
Consultants and professional services: Business and advisory services	2 600	25 223							
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	3	8	7	142	76	158	143	213	225
Agency and support / outsourced services	79	9	3	118	67	118	129	13	13
Entertainment	2	3	1	6	6	6	6	6	6
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	89	168	106	138	115	145	175	194	204
Consumable: Stationery, printing and office supplies	356	6 274	7 481	7 948	7 395	7 716	1 409	1 464	1 545
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	747	828	457	1 249	841	1 159	1 113	1 365	1 440
Training and development	6 211	165	11	99	60	99	104	85	90
Operating payments	61	64	35	89	89	88	48	55	58
Venues and facilities	64	59	61	115	115	118	51	20	22
Rental and hiring									
Interest and rent on land		779							
Interest		779							
Rent on land									
Transfers and subsidies	36	32		50	50				
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households		36	32		50	50			
Social benefits		33			50	50			
Other transfers to households		3	32						
Payments for capital assets	317	331	23 041	7 476	7 340		60		
Buildings and other fixed structures			60						
Buildings									
Other fixed structures			60						
Machinery and equipment	317	331	717		1 663	1 527	60		
Transport equipment									
Other machinery and equipment	317	331	717		1 663	1 527	60		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			22 264		5 813	5 813			
Payments for financial assets									
Total economic classification	70 778	102 245	98 391	76 814	86 803	86 251	72 677	71 719	76 035

Table B.2: Payments and estimates by economic classification: Programme4: Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Current payments	19 361	19 910	21 748	29 030	32 574	35 321	41 858	31 380	32 831
Compensation of employees	16 866	17 108	20 421	21 779	22 704	22 730	23 024	25 017	26 393
Salaries and wages	14 871	15 068	17 916	18 820	19 888	19 905	20 173	22 006	23 217
Social contributions	1 995	2 040	2 505	2 959	2 816	2 825	2 851	3 011	3 176
Goods and services	2 495	2 802	1 327	7 251	9 870	12 591	18 834	6 363	6 438
Administrative fees	9	6	6	35	37	22	26	26	28
Advertising									
Minor assets	36	51	18	1 023	2 453	3 444	1 009	4	6
Audit cost: External	1 618	450	572				5 000		
Bursaries: Employees									
Catering: Departmental activities	123	40	53	78	68	52	84	82	87
Communication (G&S)									
Computer services	65								
Consultants and professional services: Business and advisory services		1 092		5 000	5 578	8 000	11 600	5 000	5 000
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	14	4	3	13	12	10	4	12	12
Agency and support / outsourced services	3	4	7	10	9	9	9	10	10
Entertainment	1	3	4	6	5	4	6	6	6
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	37	51	44	41	45	44	53	42	44
Consumable: Stationery,printing and office supplies	260	257	258	382	337	294	383	411	433
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	192	117	112	301	262	220	312	271	286
Training and development	35	498	101	160	798	230	161	178	188
Operating payments		40						95	100
Venues and facilities	102	189	149	202	266	262	187	226	238
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	19	20							
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households		19	20						
Social benefits		19	20						
Other transfers to households									
Payments for capital assets	91	45	39	24	44	41	68	38	40
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	91	45	39	24	44	41	68	38	40
Transport equipment									
Other machinery and equipment	91	45	39	24	44	41	68	38	40
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	19 452	19 974	21 807	29 054	32 618	35 362	41 926	31 418	32 871

Table B.2: Payments and estimates by economic classification: Programme5: Municipal Finance Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Current payments	24 198	36 229	38 707	58 710	35 165	34 744	70 818	61 491	58 761
Compensation of employees	21 872	27 315	31 384	32 036	29 950	30 270	32 602	36 414	38 801
Salaries and wages	19 361	24 113	27 999	28 114	26 356	26 708	28 390	31 995	33 896
Social contributions	2 491	3 202	3 385	3 922	3 594	3 562	4 212	4 419	4 905
Goods and services	2 326	8 914	7 323	26 674	5 215	4 474	38 216	25 077	19 960
Administrative fees	21	34	34	50	58	48	49	51	53
Advertising									
Minor assets	51	15	30	229	90	88	84	48	51
Audit cost: External		1 200	1 615						
Bursaries: Employees									
Catering: Departmental activities	231	223	304	287	261	237	295	324	342
Communication (G&S)	7	3	3	3	3		6		
Computer services									
Consultants and professional services: Business and advisory services		4 947	3 323	23 111			7 000	21 140	15 811
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	13	6		8	6	4	21	14	14
Agency and support / outsourced services	168	240	86	13	14	3	9	23	24
Entertainment	7	2	2	14	14	11	12	12	12
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	78	87	87	88	90	83	87	82	87
Consumable: Stationery, printing and office supplies	246	232	96	418	273	214	353	353	371
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	1 097	1 651	1 466	1 958	2 172	2 191	1 777	2 118	2 234
Training and development	389	243	177	415	2 084	1 478	400	822	866
Operating payments									
Venues and facilities	18	31	100	80	150	117	123	90	95
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	196	18 894	25 464	5 000	28 040	28 039	33 000	13 000	13 715
Provinces and municipalities		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Municipalities									
Municipal agencies and funds		18 840	25 450	5 000	27 800	27 800	33 000	13 000	13 715
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	196	54	14		240	239			
Social benefits	196	54	14		240	239			
Other transfers to households									
Payments for capital assets	190	105	307		188	149			
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	190	105	307		188	149			
Transport equipment									
Other machinery and equipment	190	105	307		188	149			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets			1						
Total economic classification	24 584	55 228	64 479	63 710	63 393	62 932	75 818	74 491	72 476

Table B.3: Transfers to local government by category and municipality: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation 2017/18	Revised estimate	Medium-term estimates		
	2014/15	2015/16	2016/17				2018/19	2019/20	2020/21
Category A									
Mangaung									
Category B		18 840	24 750	5 000	27 800	27 800	32 000	13 000	13 715
Letsemeng		490					1 000		
Kopanong							2 000		
Mohokare		500	1 100				1 000		
Masilonyana		500			6 000	6 000	2 000		
Tokologo					1 000	1 000	2 000		
Tswelopele							1 000		
Majhabeng		500	400						
Nala							1 000		
Setsoto									
Dihlabeng		5 000	10 000						
Nketoana							1 000		
Maluti-a-Phofung		1 250	1 250	2 500				2 000	2 110
Phumelela					1 800	1 800	2 000		
Mantsopa		600	2 000	2 500	1 000	1 000	1 000	11 000	11 605
Moghaka					7 000	7 000			
Ngwathe					10 000	10 000	18 000		
Metsimaholo		10 000	10 000						
Mafube					1 000	1 000			
Category C							1 000		
Xhariep District Municipality							1 000		
Lejweleputswa District Municipality									
Thabo Mofutsanyana District Municipality									
Fezile Dabi District Municipality									
Unallocated									
Total transfers to municipalities		18 840	24 750	5 000	27 800	27 800	33 000	13 000	13 715