



VOTE 4

**FREE STATE PROVINCIAL
TREASURY**

Free State Provincial Treasury

Vote 4

To be appropriated by Vote in 2020/21	R 346 615 000
Responsible MEC	MEC for Finance
Administering Department	Free State Provincial Treasury
Accounting Officer	Head of the 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

An innovative and resilient partner in prudent fiscal management, socio-economic growth and service delivery.

1.2 Mission

To promote Socio-economic inclusiveness for shared growth through

- Innovative fiscal management,
- Sustainable resource management and
- Good governance.

Values

Accountability, Assertiveness, Collaboration, Professionalism, Ethics and Integrity

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, is amongst other responsible for preparation and implementation of the provincial budget and enhancement of provincial own revenue.

The Assets and Liability Management Programme plays a key role in providing sound asset and liability management to all Provincial Departments and effective Transversal Systems.

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 Municipal Finance Management Programme plays a key role in improving financial governance and management at local government level, to monitor and provide guidance on Municipal Revenue and Debt Management and asset and liability management reporting at local government level.

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): Program Support, Thabo Mofutsanyana, Fezile Dabi, Lejweleputswa, Xhariep Districts, Municipal Risk Management and Internal Audit and Municipal SCM and Compliance.

Acts, rules and regulations

The department considers the following acts, rules and regulations:

- Constitution Act No. 108 of 1996
- 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, 2016
- 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

Activities and events relevant to budget decisions

The budget decisions are 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.

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 2020 - 2021 Annual Performance plan.

2. Review of the current financial year (2019/20)

The provincial fiscal framework for 2019/2020 continued to be predominantly characterized by the requirements of fiscal consolidation and sustainability. The department thus continued its efforts to instil prudent financial management and good governance in the province. The following are some of the services that were provided:

Provincial Treasury provided comprehensive socio-economic information for the province to serve as an analytical framework to inform provincial fiscal policy development and allow for more informed alignment of budget proposals with the prevailing provincial growth and development strategy and government priorities. This included the publication of the Provincial Economic Review and Outlook (PERO), the District Economic Review and Outlook (DERO), profiling of municipalities and quarterly labour market reviews. The department also hosted the fourth Annual Research Colloquium, in partnership with the Central University of Technology.

The department worked with revenue generating departments and entities in pursuit of optimising own revenue in order to fund key priorities. Provincial Own Revenue and performance with regard to the Revenue Enhancement Allocation were regularly monitored and reported on. It is estimated that the province will succeed to, for the first time, collect revenue in excess of R1.2 billion.

Progress with infrastructure spending and projects as well as spending on conditional grants was monitored on a regular basis and conditional grant and infrastructure review sessions were held to discuss progress with departments and entities.

The department continued to closely monitor expenditure, with an emphasis on managing the provincial wage bill. Appointment of personnel were closely monitored and the PERSAL activation function strictly managed.

In an effort to deal with the non-compliance of late or non-payment of suppliers, the Provincial Treasury established a grievance process where suppliers can register a complaint on outstanding payments owed to them.

It remained a priority for the Free State Provincial Government to settle all contractual obligations and pay all the money owed within the prescribed or agreed period in line with Section 38(1)(f), 51(b)(ii) of the Public Finance Management Act (PFMA), 1999 (Act No. 1 of 1999) and Treasury Regulation 8.2.3.

As part of the Provincial Treasury's oversight role, the following interventions were undertaken to address this concern and to improve on departments paying suppliers:

- Departments were required to report to the Provincial Treasury on their performance regarding payment of suppliers on a monthly basis and this report was submitted to National Treasury who later presented it to the Forum of South Africa Heads of Department (FOSAD).
- On a monthly basis the Provincial Treasury engaged with departments and entities before submitting exception reports to National Treasury on payment of suppliers in 30 days.
- Departments were required to develop and implement internal control processes to ensure compliance with the requirements pertaining to the payment of suppliers within 30 days.

As part of supplier development and awareness the Department conducted its Annual Roadshow on 21 – 29 May 2019 in collaboration with the South African Revenue Services (SARS), Small Enterprise Development Agency (SEDA), Free State Development Corporation (FDC) and the Department of Economic and Small Business Development, Tourism and Environmental Affairs (DESTEa).

In an effort to reduce the cumulative Irregular Expenditure for the province, Provincial Treasury initiated an intervention for the investigation of irregular expenditure incurred in previous years. The project started with investigations by a service provider in five departments and one entity. Approximately 3 000 cases to the value in excess of R4 billion have been finalized since March 2019 and relevant information was provided to departments to complete the process. To enhance the existing internal controls, the root causes for the transgressions were determined during the investigations and remedial controls recommended to prevent future irregular expenditure. The contract is for a period of 2 years ending March 2021 and make provision for additional irregular expenditure cases of other departments and entities to be added to the project.

Internal Audit Activities and Audit Committees of the departments and public entities were assessed by Provincial Treasury and it was found that they added value towards assisting the departments and public entities to achieve the designed objectives. In doing so, the committees have issued recommendations on ethical culture, good performance and effective controls.

Provincial Treasury facilitated training to internal auditors on “How to review Financial Statements” and were able to audit the quarterly and interim annual financial statements for the departments and public entities to clear possible findings and non-compliance before the financial year end.

In ensuring that the public and private sector stakeholders are vigilant and have improved fraud prevention and response strategies, Provincial Treasury continued to educate and alert the officials and stakeholders on developments in fraud detection and prevention.

The department’s monitoring of and support to municipalities included the assessment of draft and final budgets on credibility, funding and compliance with the Municipal Budget and Reporting Regulations. Municipalities were further supported, through amongst other one-on-one municipal budget bi-lateral engagements, to table funded budgets and received their equitable share in December 2019.

Provincial Treasury provided hands-on support to assist municipalities on supply chain management processes. This included training and support to Municipal Public Accounts Committee (MPAC) members to improve their governance roles, training bid committee members, assessing supply chain related policies, reviewing procurement plans etc.

To assist municipalities to improve their audit outcomes, the department reviewed and monitored the implementation of audit action plans, attended audit steering committee meetings and provided guidance on the GRAP reporting framework.

The department assessed the risk management and internal audit functions in municipalities in terms of functionality and capacity and provided training and support to ensure the effective functioning of these governance structures.

3. Outlook for the coming financial year (2020/21)

The key focus for Provincial Treasury will be ensuring sustainable and accountable fiscal governance in provincial departments, entities and municipalities.

The department will focus on improving cash coverage, reducing accruals and payables, irregular, unauthorised and fruitless and wasteful expenditure, improving the quality of financial statements and strengthening governance structures.

The province continues to operate in a tight fiscal space and Provincial Treasury is challenged to develop a fiscal policy framework that will contribute to inclusive economic growth whilst ensuring delivery on priorities of government. The provincial own generated revenue represents a small share of the provincial fiscal envelope but it plays a vital role in supplementing national transfers. Provincial own revenue is generated mainly by two items; motor vehicle licenses and sales of goods and services, which come from services rendered at hospitals (patient fees). The concentration of the sources of revenue in the province poses a serious risk to fiscal sustainability. The department will continue to support departments with revenue collection and efforts to diversify revenue streams for the province.

Provincial Treasury will continue with its efforts to ensure that allocated funds are spent efficiently and effectively. In-year monitoring and reporting will continue, with a focus on budgeting and spending on non-core items.

Compensation of employees currently accounts for 62% of the provincial budget and it is projected to further increase over the MTEF period. The unsustainably high levels of the public sector wage bill will have to be managed downwards to unlock funding for other priorities as well as derive efficiency on compensation of employees' budgets. Provincial Treasury will thoroughly review the composition of compensation of employee's budget and put measures in place to reduce growth of the provincial wage bill.

The department will pay special attention to improving infrastructure delivery in a cost effective manner in collaboration with key role-players. Expenditure on infrastructure and conditional grants will be monitored rigorously and departments will be regularly engaged in this regard.

To ensure that the province reduces its cumulative Irregular Expenditure, Provincial Treasury will continue with its intervention for the investigation of irregular expenditure incurred in previous years. To enhance the existing internal controls, the root causes for the transgressions will be determined during the investigations and remedial controls recommended to prevent future irregular expenditure.

Compliance with supply chain management prescripts is key to ensuring accountable fiscal governance. Provincial Treasury will continue to monitor and assess departments on compliance with key performance indicators for supply chain management and provide guidance and assistance to improve supply chain management practices in departments and entities.

Late payment of suppliers continues to seriously undermine the sustainability of Small Medium and Micro Enterprises and the department will regular monitor and report on the payment of suppliers within 30 days. The department will engage with departments and entities on reports on payment of suppliers and monitor the development and implementation of internal control processes to ensure compliance with payment requirements.

To support departments and entities to improve the quality of their financial statements, Provincial Treasury will continue with the assessment of interim and draft annual financial statements and providing guidance and assistance to departments and entities on accounting matters. The department will furthermore assess remedial audit action plans and monitor progress with the implementation thereof.

The department will continue to monitor compliance to and effective implementation of the Public Sector Risk Management Framework and the Public Sector Internal Audit Framework. Training and support will also be provided with regard to risk management and internal audit.

In terms of Section 5(4) of the MFMA, 2003 (Act No. 56 of 2003) the Provincial Treasury must, amongst other, monitor compliance with the Act by municipalities and municipal entities, the preparation of their budgets and the monthly outcome thereof, as well as the submission of reports as required by the Act. It may further assist municipalities in the preparation of their budgets and it may exercise any powers and must perform any duties delegated to it by the National Treasury in terms of the Act and may take appropriate steps if a municipality or municipal entity in the province commits a breach of the Act. Currently the Department is responsible for 22-delegated municipalities.

To assist municipalities to improve their budgets, the department will conduct training sessions, evaluate draft municipal budgets and provide feedback and conduct both technical and political municipal budget bilateral meetings. Expenditure will be monitored and reported regularly.

The department will assist municipalities to manage their cash position by assisting them to improve the functionality and effectiveness of revenue committees, improve cost reflective tariffs through partnerships with Eskom, water boards and NERSA and facilitating the conclusion of recovery plans for defaulting municipalities and monitoring the payment of debts.

The department will continue to assist municipalities with the interpretation and implementation of GRAP standards and will monitor the submission of annual financial statements to the Auditor General.

Municipalities will be supported on supply chain management compliance through amongst other training, assessment of policies and reviewing supply chain management reports and registers.

To improve the functioning and effectiveness of governance structures, Internal Audit and Risk Management functions of municipalities will be assessed and training and support provided.

4. Reprioritisation

Reprioritised baseline funding for the 2020-21 financial year concludes that approximately 71.53 percent of the additional funding required is for compensation of employees. This includes funding for vacant and contract officials, progression rates calculated for the entire establishment including vacant posts. 28.47 percent for other pressures such as replacement of computer equipment, travelling and subsistence, training, old servers, maintenance and repair of server infrastructure, professional services for upgrade and configuration of new servers and applications, payment of software licenses and provincial research project.

5. Procurement

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

6. Receipts and financing

6.1 Summary of receipts

Table 4.1: Summary of receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Equitable share	292 256	268 733	295 745	333 845	323 884	323 884	291 876	327 404	347 235
Conditional grants									
Earmarked funds									
REA: Ex-employee debt	62	107							
Municipal Support Programme	30 000	28 800	40 000	34 000	33 831	33 831	10 000	10 000	12 000
Provincial Supplier Database	22 663	4 161							
Transversal Contracts	16 596	22 181	9 996	12 960	12 960	12 960	12 960	12 960	12 960
SITA(Internal Audit Tool)		1 000							
Provincial Support Programme	2 712	5 000	11 600	5 000	8 466	8 466	3 000	2 000	2 000
Team Mate(Internal Audit&Risk Man Software			1 000		128	128			
AGSA (PAG)			5 000						
Municipal Support Programme(National Treasury									
Section 139 intervention)				9 642	1 500	1 500			
Infrastructure Development Improvement				5 000	2 500	2 500	5 000	5 000	5 235
Municipal Finance Recovery Services							5 933	6 200	6 491
Departmental receipts	24 108	59 157	52 087	33 779	35 779	35 779	54 739	35 739	35 739
Total receipts	316 364	327 890	347 832	367 624	359 663	359 663	346 615	363 143	382 974

Table 4.2 : Summary of departmental receipts collection

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital assets	134	154	134	141	150	150	149	149	149
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	23 745	16 011	8 474	12 116	18 000	18 000	12 782	12 792	12 802
Sales of capital assets			3						
Transactions in financial assets and liabilities	229	126	134	141	1 130	1 130	149	149	149
Total departmental receipts	24 108	16 291	8 745	12 398	19 280	19 280	13 080	13 090	13 100

6.2 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.

6.3 Donor funding

Table 4.3: Summary of department donor funding: Free State Provincial Treasury

Name of Donor	Outcome			Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23
Gender Based Research Project				1 229			
Total department donor funding				1 229			

7. Payment summary

7.1. Key assumptions

Approximately 71.53 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:

2020/21	2021/22	2022/23
Salary Level 1-7: 5.8 per cent	Salary Level 1-7: 5.8 per cent	Salary Level 1-7: 5.8 per cent
Salary Level 8-10: 5.3 per cent	Salary Level 8-10: 5.3 per cent	Salary Level 8-10: 5.3 per cent
Salary Level 11-12: 4.8 per cent	Salary Level 11-12: 4.8 per cent	Salary Level 11-12: 4.7 percent

Calculate progression rates of 0.75 percent for pay progression and 2 percent notch increment for all officials.

7.2. Programme summary

Table 4.4 : Summary of payments and estimates by programme: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
1. Administration	90 073	92 926	102 358	116 205	117 753	117 181	116 752	122 776	130 460
2. Sustainable Resource Management	41 614	40 180	44 710	49 826	52 231	51 999	57 865	60 729	63 821
3. Asset And Liabilities Management	98 391	85 372	77 819	87 520	79 900	81 050	85 000	88 874	91 332
4. Financial Governance	21 807	26 623	32 465	30 682	34 840	34 803	30 536	31 267	32 642
5. Municipal Finance Management	64 479	60 948	67 228	83 391	74 939	74 630	56 462	59 497	64 719
Total payments and estimates	316 364	306 049	324 580	367 624	359 663	359 663	346 615	363 143	382 974

7.3. Summary of economic classification

Table 4.5 : Summary of provincial payments and estimates by economic classification: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	263 327	266 668	286 797	330 459	319 115	318 835	343 480	360 083	379 771
Compensation of employees	185 702	192 611	210 504	236 936	234 516	234 516	254 293	267 079	280 996
Goods and services	74 894	74 057	76 293	93 523	84 599	84 319	89 187	93 004	98 775
Interest and rent on land	2 731								
Transfers and subsidies to:	25 793	28 592	34 377	34 389	35 281	35 512	409	431	451
Provinces and municipalities	25 450	27 800	32 500	34 000	33 831	33 831			
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	343	792	1 877	389	1 450	1 681	409	431	451
Payments for capital assets	27 242	10 778	3 378	2 776	5 267	5 267	2 726	2 629	2 752
Buildings and other fixed structures	60	73							
Machinery and equipment	4 918	6 544	3 378	2 776	5 267	5 267	2 726	2 629	2 752
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	22 264	4 161							
Payments for financial assets	2	11	28			49			
Total economic classification	316 364	306 049	324 580	367 624	359 663	359 663	346 615	363 143	382 974

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, donations and gifts stemming from the outreach projects within the Office of the MEC and the main portion is relating to assistance to municipalities, via the Municipal Support Programme under the Chief Directorate: Municipal Finance Management. Other expenditure includes normal administrative costs for training and the largest expenditure for the department is the transversal systems and transversal commitments 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 for 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, provincial intervention, infrastructure capacity building and the municipal support programme.

Table 4.6: Earmarked funding: Provincial Treasury

Project description	Outcome			main appropriation	Adjusted Appropriation	Revised Estimates	Medium-term estimates		
R thousand	2016/17	2017/18	2018/19	2019/20			2020/21	2021/22	2022/23
Programme 1	62	107							
Revenue Enhancement Allocation	62	107							
Programme 2				5 000	2 500	2 500	5 000	5 000	5 235
Infrastructure Development Improvement				5 000	2 500	2 500	5 000	5 000	5 235
Programme 3	39 259	26 342	12 496	12 960	12 960	12 960	12 960	12 960	12 960
Transversal commitment	16 596	22 181	12 496	12 960	12 960	12 960	12 960	12 960	12 960
Supply Chain Management Compliance									
Provincial Supplier Database	22 663	4 161							
Programme 4		5 000	6 534	5 000	8 466	8 466	3 000	2 000	2 000
SITA (software for internal audit)									
Financial intervention measures	2 712	5 000	1 534	5 000	8 466	8 466	3 000	2 000	2 000
AGSA			5 000						
Programme 5	31 137	28 647	32 835	43 642	33 831	33 831	15 933	16 200	18 491
Municipal Finance Recovery Services							5 933	6 200	6 491
Municipal Support Programme	31 137	28 647	32 835	43 642	33 831	33 831	10 000	10 000	12 000
	70 458	60 096	51 865	66 602	57 757	57 757	36 893	36 160	38 686

7.8. Departmental Public-Private Partnership (PPP) projects

Not applicable

7.9 Transfers

7.9.1 Transfers to public entities

Not applicable

7.9.2 Transfers to development corporations' entities

Not applicable

7.9.3 Transfers to local government

Not applicable from 2020/21. Only historical figures are reflected in table 4.7

Table 4.7: Transfers to local government by category and municipality: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Category A									
Mangaung									
Category B	25 450	27 800	31 500	28 000	33 831	33 831			
Letsemeng			1 000						
Kopanong					3 500	3 500			
Mohokare	1 100		1 000	2 000	2 000	1 000			
Masibong		6 000			2 000				
Tokologo		1 000	2 000	2 000	2 000	1 000			
Tswelopele			1 000						
Matlhabeng									
Nala				4 000	4 000	2 000			
Setsoto									
Ditlhabeng	10 000								
Nketoana			1 000						
Maluti-a-Phofung	1 250				2 000	2 000			
Phumelela		1 800	2 000	2 000	2 000				
Mantsoa	2 000	1 000	1 000		2 000				
Moghaka		7 000							
Ngwathe		10 000	22 500	18 000	10 331	20 331			
Melismaholo	11 100								
Matube		1 000			4 000	4 000			
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	25 450	27 800	32 500	28 000	33 831	33 831			

8. Receipts and retentions

Not applicable

9. Programme description

Programme 1: Administration

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

Description and objectives

- To provide support to MEC / HOD
- 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 4.8 : Summary of payments and estimates by sub-programme: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23
1. Office Of The Mec	6 013	6 256	6 588	8 054	11 325	11 462	8 573	9 121	9 549
2. Management Services	14 317	13 732	11 007	17 113	16 465	16 260	15 983	16 743	17 730
3. Corporate Services	26 681	24 976	33 507	37 482	37 503	37 301	37 642	40 612	43 020
4. Financial Management (Office Of The Cfo)	38 656	42 981	45 896	47 441	46 360	46 094	47 833	49 406	52 942
5. Internal Audit (Departmental)	4 406	4 981	5 360	6 115	6 100	6 064	6 721	6 894	7 219
Total payments and estimates	90 073	92 926	102 358	116 205	117 753	117 181	116 752	122 776	130 460

Table 4.9 : Summary of payments and estimates by economic classification: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23
Current payments	86 416	88 025	98 711	113 204	112 142	111 346	113 711	119 768	127 311
Compensation of employees	62 853	66 966	74 614	83 958	84 550	84 550	89 553	92 774	98 698
Goods and services	23 563	21 059	24 097	29 246	27 592	26 796	24 158	26 994	28 613
Interest and rent on land									
Transfers and subsidies to:	277	326	597	389	1 289	1 489	409	431	451
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	277	326	597	389	1 289	1 489	409	431	451
Payments for capital assets	3 379	4 571	3 045	2 612	4 322	4 322	2 632	2 577	2 698
Buildings and other fixed structures		73							
Machinery and equipment	3 379	4 498	3 045	2 612	4 322	4 322	2 632	2 577	2 698
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	1	4	5			24			
Total economic classification	90 073	92 926	102 358	116 205	117 753	117 181	116 752	122 776	130 460

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 six operational sub-programmes: Programme Support, Economic Analysis, Fiscal Policy, Budget Management, Public Finance and Compensation Directorate.

Description and objectives

- Conduct research and provide economic information in pursuit of inclusive growth and development
- Optimize provincial own revenue in order to fund key priorities
- Monitor and assess the implementation of the fiscal policy and budget framework
- Promote effective and efficient infrastructure delivery
- Ensure sustainable and effective cash management practices and efficient management of the Provincial Revenue Fund

Table 4.10 : Summary of payments and estimates by sub-programme: Programme 2: Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
1. Programme Support	651	1 666	1 812	1 975	2 170	2 161	2 065	2 205	2 308
2. Economic Analysis	6 692	6 887	7 174	7 754	7 176	7 012	8 171	8 673	9 082
3. Fiscal Policy	7 029	6 695	7 541	8 103	8 856	8 840	9 301	9 903	10 369
4. Budget Management	11 269	11 691	12 682	12 589	13 915	14 017	14 498	15 008	15 713
5. Public Finance	15 799	12 595	14 493	18 489	18 814	18 693	22 462	23 483	24 823
6. Compensation Directorate	174	646	1 008	916	1 300	1 276	1 368	1 457	1 526
Total payments and estimates	41 614	40 180	44 710	49 826	52 231	51 999	57 865	60 729	63 821

Table 4.11 : Summary of payments and estimates by economic classification: Programme 2: Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	41 138	39 846	44 661	49 786	51 704	51 462	57 865	60 729	63 821
Compensation of employees	36 214	37 418	42 196	43 257	47 589	47 589	52 648	55 484	58 092
Goods and services	2 193	2 428	2 465	6 529	4 115	3 873	5 217	5 245	5 729
Interest and rent on land	2 731								
Transfers and subsidies to:		176	7		83	81			
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households		176	7		83	81			
Payments for capital assets	476	157	42	40	444	444			
Buildings and other fixed structures									
Machinery and equipment	476	157	42	40	444	444			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets		1				12			
Total economic classification	41 614	40 180	44 710	49 826	52 231	51 999	57 865	60 729	63 821

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 and procure transversal and cross-cutting goods and services. The programme consists out of three sub-programmes: Programme Support, Asset Management, Supporting and Interlinked Financial Systems.

Description and objectives

- Strengthen supply chain management in the province through capacity building and oversight
- Strengthen asset management in the province through capacity building and oversight
- Support and capacitate transversal financial management systems users

Table 4.12 : Summary of payments and estimates by sub-programme: Programme 3: Asset And Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
1. Programme Support	1 506	1 782	1 767	2 030	1 931	1 904	1 919	2 025	2 120
2. Asset Management	49 906	31 073	21 775	29 518	23 226	23 155	24 752	24 855	24 306
3. Supporting And Interlinked Financial Systems	46 979	52 517	54 277	55 972	54 743	55 991	58 329	61 994	64 906
Total payments and estimates	98 391	85 372	77 819	87 520	79 900	81 050	85 000	88 874	91 332

Table 4.13 : Summary of payments and estimates by economic classification: Programme 3: Asset And Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	75 318	79 505	77 604	87 520	79 757	80 907	85 000	88 864	91 322
Compensation of employees	34 830	36 332	37 990	49 215	41 384	41 384	45 560	47 979	49 139
Goods and services	40 488	43 173	39 614	38 305	38 373	39 523	39 440	40 885	42 183
Interest and rent on land									
Transfers and subsidies to:	32	50	39						
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	32	50	39						
Payments for capital assets	23 041	5 811	164		143	143		10	10
Buildings and other fixed structures	60								
Machinery and equipment	717	1 650	164		143	143		10	10
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	22 264	4 161							
Payments for financial assets		6	12						
Total economic classification	98 391	85 372	77 819	87 520	79 900	81 050	85 000	88 874	91 332

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 of three sub-programmes: Programme Support, Accounting Services and Provincial Risk Management and Internal Audit (Provincial)

Description and objectives

- Promote and enforce sound accounting practices and reporting through capacity building and monitoring
- Promote and enforce risk management and internal audit practices through capacity building and monitoring

Table 4.14 : Summary of payments and estimates by sub-programme: Programme 4: Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
1. Program Support	2 964	2 948	8 458	2 547	2 869	2 864	2 932	3 068	3 211
2. Accounting Services	12 887	17 117	16 518	20 484	24 184	24 160	19 479	19 579	20 406
3. Risk Management And Internal Audit Provincial	5 956	6 558	7 489	7 651	7 787	7 779	8 125	8 620	9 025
Total payments and estimates	21 807	26 623	32 465	30 682	34 840	34 803	30 536	31 267	32 642

Table 4.15 : Summary of payments and estimates by economic classification: Programme 4: Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	21 748	26 592	31 239	30 583	34 650	34 600	30 452	31 225	32 598
Compensation of employees	20 421	22 674	23 464	24 356	24 770	24 770	26 158	27 816	29 123
Goods and services	1 327	3 918	7 775	6 227	9 880	9 830	4 294	3 409	3 475
Interest and rent on land									
Transfers and subsidies to:	20		1 170						
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	20		1 170						
Payments for capital assets	39	31	56	99	190	190	84	42	44
Buildings and other fixed structures									
Machinery and equipment	39	31	56	99	190	190	84	42	44
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets						13			
Total economic classification	21 807	26 623	32 465	30 682	34 840	34 803	30 536	31 267	32 642

Programme 5: Municipal Finance Management

The role of this programme is to promote and improve the state of financial governance and management at local government level. The programme consists of seven sub-programmes:

- Programme support, Thabo Mofutsanyana District, Fezile Dabi District, Lejweleputswa District, Xhariep District, Municipal Risk Management and Internal Audit relating to Municipal Finance and Municipal Supply Chain and Compliance Sub Directorate

Description and objectives

- Monitor and support municipalities towards improved budget management
- Monitor and support municipalities towards improved audit outcomes
- Monitor and support municipalities to strengthen compliance with SCM prescripts
- Monitor and support municipalities to strengthen Internal Audit and Risk Management

Table 4.16 : Summary of payments and estimates by sub-programme: Programme 5: Municipal Finance Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
1. Program Support	3 030	3 005	1 906	45 864	37 515	37 444	18 222	18 598	21 003
2. Thabo Mafutsanyana District	6 743	7 287	7 810	7 745	7 466	7 386	7 598	8 653	9 060
3. Fezile Dabi District	4 578	4 537	6 021	5 785	5 917	5 882	6 415	6 468	6 773
4. Lejwelephutswa District	6 794	7 246	8 121	6 923	6 263	6 262	6 176	6 583	6 891
5. Xhariep District	4 676	4 076	4 400	5 021	5 452	5 428	5 465	5 830	6 104
6. Municipal Risk Management & Internal Audit	4 490	4 625	4 822	5 322	4 926	4 878	5 865	6 226	6 519
7. Municipal Support Program & Igr	34 168	30 172	34 148						
8. Municipal Scm & Compliance				6 731	7 400	7 350	6 721	7 139	8 369
Total payments and estimates	64 479	60 948	67 228	83 391	74 939	74 630	56 462	59 497	64 719

Table 4.17 : Summary of payments and estimates by economic classification: Programme 5: Municipal Finance Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	38 707	32 700	34 582	49 366	40 862	40 520	56 452	59 497	64 719
Compensation of employees	31 384	29 221	32 240	36 150	36 223	36 223	40 374	43 026	45 944
Goods and services	7 323	3 479	2 342	13 216	4 639	4 297	16 078	16 471	18 775
Interest and rent on land									
Transfers and subsidies to:	25 464	28 040	32 564	34 000	33 909	33 942			
Provinces and municipalities	25 450	27 800	32 500	34 000	33 831	33 831			
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	14	240	64		78	111			
Payments for capital assets	307	208	71	25	168	168	10		
Buildings and other fixed structures									
Machinery and equipment	307	208	71	25	168	168	10		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	1		11						
Total economic classification	64 479	60 948	67 228	83 391	74 939	74 630	56 462	59 497	64 719

9.2 Service delivery measures

Departmental goals

- An efficient, effective and development oriented department.
- Support departments, municipalities and entities towards improving financial accountability and sustainability.
- Enhance processes, practices and systems towards efficiency gains, to eliminate waste and derive value for money.
- Improve the development and management life cycle of infrastructure and assets.

9.3 Other programme information

9.3.1 Personnel numbers and costs

Table 4.18 : Personnel numbers and costs by programme

Personnel numbers	As at 31 March 2017	As at 31 March 2018	As at 31 March 2019	As at 31 March 2020	As at 31 March 2021	As at 31 March 2022	As at 31 March 2023
1. Administration	196	196	196	220	199	199	199
2. Sustainable Resource Management	72	72	72	72	71	71	71
3. Asset And Liabilities Management	86	86	86	81	81	81	81
4. Financial Governance	39	39	39	39	37	37	37
5. Municipal Finance Management	54	54	54	58	57	57	57
Direct charges							
Total provincial personnel numbers	447	447	447	470	445	445	445
Total provincial personnel cost (R thousand)	185 702	192 611	210 504	234 516	254 293	267 079	280 996
Unit cost (R thousand)	415	431	471	499	571	600	631

1. Full-time equivalent

9.3.2 Personnel numbers and costs

Table 4.19 : Summary of departmental personnel numbers and costs by component

R thousands	Actual				Revised estimate				Medium-term expenditure estimate				Average annual growth over MTEF		
	2016/17		2017/18		2018/19		2019/20		2020/21		2021/22		2022/23		% Costs of Total
	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	
Salary level															
1 - 7	77	12 469	77	13 005	77	13 527	96		81	16 623	81	15 912	81	17 262	3.4%
8 - 10	271	99 628	271	102 836	270	110 990	267	4	267	130 794	267	141 223	267	147 725	7.3%
11 - 12	70	41 040	70	42 805	71	48 979	71		67	60 707	67	62 205	67	66 027	5.5%
13 - 16	29	32 555	29	33 965	29	37 008	32		30	46 169	30	47 739	30	49 982	5.2%
Other															18.0%
Total	447	185 702	447	192 611	447	210 504	466	4	445	254 293	445	267 079	445	280 996	6.2%
Programme															100.0%
1. Administration	196	62 653	196	66 966	196	74 614	218	2	199	89 553	199	92 774	199	98 698	5.3%
2. Sustainable Resource Management	72	36 214	72	37 418	72	42 196	70	2	71	52 648	71	55 084	71	58 032	6.9%
3. Asset And Liabilities Management	86	34 630	86	36 332	86	37 990	81		81	45 560	81	47 979	81	49 139	17.7%
4. Financial Governance	39	20 421	39	22 674	39	23 464	39		37	26 158	37	27 616	37	29 123	5.5%
5. Municipal Finance Management	54	31 384	54	29 221	54	32 240	58		57	40 374	57	43 026	57	45 944	8.2%
Direct charges															
Total	447	185 702	447	192 611	447	210 504	466	4	445	254 293	445	267 079	445	280 996	6.2%
Employee dispensation classification															100.0%
Public Service Act appointees not covered by OSDs															
Public Service Act appointees still to be covered by OSDs	1		1				430	39	455		454		454		-1.1%
Professional Nurses, Staff Nurses and Nursing Assistants															
Legal Professionals															
Social Services Professions	2		2				1		1		1		1		
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				431	39	455		455		455		-1.1%

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

9.3.3 Training

Table 4.20 : Payments on training by programme

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
1. Administration	1 939	2 801	1 715	2 213	1 056	1 055	1 308	2 298	2 574
2. Sustainable Resource Management	80	82	213	183	38	28	297	181	190
3. Asset And Liabilities Management	83	99	82	85	50	40	89	19	20
4. Financial Governance	153	160	82	167	62	62	152	186	195
5. Municipal Finance Management	602	415	372	530	444	444	548	587	615
Total payments on training	2 857	3 557	2 464	3 178	1 650	1 629	2 394	3 271	3 594

Table 4.21 : Information on training: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Number of staff	447	447	447	470	470	470	445	445	445
Number of personnel trained	378	360	360	348	348	348	368	368	368
of which									
Male	190	154	154	148	148	148	156	156	156
Female	188	206	206	201	201	201	212	212	212
Number of training opportunities	17	17	36	38	38	38	40	40	40
of which									
Tertiary									
Workshops	2	2	2	2	2	2	2	2	2
Seminars	14	15	17	18	18	18	19	19	19
Other			17	18	18	18	19	19	19
Number of bursaries offered	18	20	25	30	30	30	32	32	32
Number of interns appointed	22	25	28	30	30	30	32	32	32
Number of learnerships appointed									
Number of days spent on training	142	119	121	128	128	128	135	135	135
Payments on training by programme									
1. Administration	1 939	2 801	1 715	2 213	1 056	1 055	1 308	2 298	2 574
2. Sustainable Resource Management	80	82	213	183	38	28	297	181	190
3. Asset And Liabilities Management	83	99	82	85	50	40	89	19	20
4. Financial Governance	153	160	82	167	62	62	152	186	195
5. Municipal Finance Management	602	415	372	530	444	444	548	587	615
Total payments on training	2 857	3 557	2 464	3 178	1 650	1 629	2 394	3 271	3 594

9.3.4 Reconciliation of structural changes

No Structural changes as been identified for the 2020 financial year

Table 4.22 : Reconciliation of structural changes: Provincial Treasury

2019/20		2020/21	
Programmes	R'000	Programmes	R'000
1. Administration	117 753	1. Administration	116 752
1. Office Of The Mec	11 325	1. Office Of The Mec	8 573
2. Management Services	16 465	2. Management Services	15 983
3. Corporate Services	37 503	3. Corporate Services	37 642
4. Financial Management (Office Of The Cfo)	46 360	4. Financial Management (Office Of The Cfo)	47 833
5. Internal Audit (Departmental)	6 100	5. Internal Audit (Departmental)	6 721
2. Sustainable Resource Management	52 231	2. Sustainable Resource Management	57 865
1. Programme Support	2 170	1. Programme Support	2 065
2. Economic Analysis	7 176	2. Economic Analysis	8 171
3. Fiscal Policy	8 856	3. Fiscal Policy	9 301
4. Budget Management	13 915	4. Budget Management	14 498
5. Public Finance	18 814	5. Public Finance	22 462
6. Compensation Directorate	1 300	6. Compensation Directorate	1 368
3. Asset And Liabilities Management	79 900	3. Asset And Liabilities Management	85 000
1. Programme Support	1 931	1. Programme Support	1 919
2. Asset Management	23 226	2. Asset Management	24 752
3. Supporting And Interlinked Financial Systems	54 743	3. Supporting And Interlinked Financial Systems	58 329
4. Financial Governance	34 840	4. Financial Governance	30 536
1. Program Support	2 869	1. Program Support	2 932
2. Accounting Services	24 184	2. Accounting Services	19 479
3. Risk Management And Internal Audit Provincial	7 787	3. Risk Management And Internal Audit Provincial	8 125
5. Municipal Finance Management	74 939	5. Municipal Finance Management	56 462
1. Program Support	37 515	1. Program Support	18 222
2. Thabo Mafutsanyana District	7 466	2. Thabo Mafutsanyana District	7 598
3. Fezile Dabi District	5 917	3. Fezile Dabi District	6 415
4. Lejwelephutswa District	6 263	4. Lejwelephutswa District	6 176
5. Xhariep District	5 452	5. Xhariep District	5 465
6. Municipal Risk Management & Internal Audit	4 926	6. Municipal Risk Management & Internal Audit	5 865
7. Municipal Support Program & Igr		7. Municipal Support Program & Igr	
8. Municipal Scm & Compliance	7 400	8. Municipal Scm & Compliance	6 721
	359 663		346 615

ANNEXURE

TO THE ESTIMATES
PROVINCIAL REVENUE AND
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		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital assets	134	154	134	141	150	150	149	149	149
Sale of goods and services produced by department (excluding	134	151	134	141	150	150	149	149	149
Sales by market establishments									
Administrative fees									
Other sales	134	151	134	141	150	150	149	149	149
Of which									
Health patient fees									
Other (Specify)									
Other (Specify)									
Other (Specify)									
Sales of scrap, waste, arms and other used current goods (excl		3							
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	23 745	16 011	8 474	12 116	18 000	18 000	12 782	12 782	12 802
Interest									
Dividends	23 745	16 011	8 474	12 116	18 000	18 000	12 782	12 782	12 802
Rent on land									
Sales of capital assets			3						
Land and sub-soil assets									
Other capital assets			3						
Transactions in financial assets and liabilities	229	126	134	141	1 130	1 130	149	149	149
Total departmental receipts	24 108	16 291	8 745	12 398	19 280	19 280	13 080	13 080	13 100

Table B.2: Payments and estimates by economic classification

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	263 327	266 668	286 797	330 459	319 115	318 835	343 480	360 083	379 771
Compensation of employees	185 702	192 611	210 504	236 936	234 516	234 516	254 293	267 079	280 996
Salaries and wages	161 880	167 647	182 970	205 579	204 251	204 246	221 199	232 335	244 396
Social contributions	23 822	24 964	27 534	31 357	30 265	30 270	33 094	34 744	36 600
Goods and services	74 894	74 057	76 293	93 523	84 599	84 319	89 187	93 004	98 775
Administrative fees	212	278	266	466	502	425	403	415	434
Advertising	11 899	12 149	13 464	14 159	13 853	13 852	13 599	13 752	13 777
Minor assets	371	153	1 299	2 588	2 048	1 839	372	38	40
Audit cost: External	8 776	8 315	10 491	4 500	4 500	4 500	3 734	4 994	5 230
Bursaries: Employees	358	542	1 361	792	792	792	833	828	867
Catering: Departmental activities	793	1 067	1 687	980	1 800	2 018	1 099	991	1 039
Communication (G&S)	1 173	910	674	1 852	2 439	2 405	1 568	1 629	1 857
Computer services	24 346	23 738	25 478	24 282	24 916	26 268	25 783	27 017	28 486
Consultants and professional services: Business and advisory	3 586	4 561	2 521	16 973	9 119	9 044	17 271	16 087	18 514
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services	110	30	305	190	645	589		211	221
Contractors	2 846	1 019	4 535	1 019	1 072	994	897	1 102	1 153
Agency support / outsourced services	486	90	691	742	747	718	443	712	744
Entertainment	20	25	28	60	52	43	58	61	62
Fleet services (including government motor transport)	627	1 124	675	949	949	949	1 008	1 053	1 102
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Chemicals, fuel, oil, gas, wood and coal									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medcas inventory interface									
Inventory: Other supplies									
Consumable supplies	702	403	369	873	1 020	915	796	826	867
Consumable: Stationery, printing and office supplies	10 810	10 322	4 160	6 203	5 335	4 974	5 991	6 073	6 359
Operating leases	1 167	1 213	1 158	1 006	1 006	992	1 054	1 112	1 164
Property payments									
Transport provided: Departmental activity	28	72							
Travel and subsistence	3 897	5 013	5 383	10 809	10 311	9 597	10 530	11 259	11 788
Training and development	1 620	1 652	503	3 178	1 841	1 800	2 394	3 246	3 399
Operating payments	388	178	809	965	745	698	574	625	654
Venues and facilities	679	1 203	436	937	907	907	780	973	1 018
Rental and hiring									
Interest and rent on land	2 731								
Interest	2 731								
Rent on land									
Transfers and subsidies	25 793	28 592	34 377	34 389	35 281	35 512	409	431	451
Provinces and municipalities	25 450	27 800	32 500	34 000	33 831	33 831			
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities	25 450	27 800	32 500	34 000	33 831	33 831			
Municipalities									
Municipal agencies and funds	25 450	27 800	32 500	34 000	33 831	33 831			
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	343	792	1 877	389	1 450	1 681	409	431	451
Social benefits	93	567	1 581	20	701	962	21	22	23
Other transfers to households	250	225	296	369	749	719	388	409	428
Payments for capital assets	27 242	10 778	3 378	2 776	5 267	5 267	2 726	2 629	2 752
Buildings and other fixed structures	60	73							
Buildings									
Other fixed structures	60	73							
Machinery and equipment	4 918	6 544	3 378	2 776	5 267	5 267	2 726	2 629	2 752
Transport equipment									
Other machinery and equipment	4 918	6 544	3 378	2 776	5 267	5 267	2 726	2 629	2 752
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	22 264	4 161							
Payments for financial assets	2	11	28			49			
Total economic classification	316 364	306 049	324 580	367 624	359 663	359 663	346 615	363 143	382 974

VOTE 4 - FREE STATE PROVINCIAL TREASURY

Table B.2: Payments and estimates by economic classification: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19	2019/20	2019/20	2019/20	2020/21	2021/22	2022/23
Current payments	86 416	88 025	98 711	113 204	112 142	111 346	113 711	119 768	127 311
Compensation of employees	62 853	66 966	74 614	83 958	84 550	84 550	89 553	92 774	98 698
Salaries and wages	54 463	58 152	64 454	72 307	73 097	73 097	77 018	79 938	85 109
Social contributions	8 390	8 814	10 160	11 651	11 453	11 453	12 535	12 836	13 589
Goods and services	23 563	21 059	24 097	29 246	27 592	26 796	24 158	26 994	28 613
Administrative fees	143	172	197	229	280	239	213	249	261
Advertising	1 787	1 728	206	885	610	610	545	586	614
Minor assets	175	67	1 259	2 004	1 432	1 281	305	14	15
Audit cost: External	5 317	6 812	5 491	4 500	4 500	4 500	3 734	4 994	5 230
Bursaries: Employees	358	542	1 361	792	792	792	833	828	867
Catering: Departmental activities	288	646	806	322	788	894	466	353	369
Communication (G&S)	1 123	871	652	1 827	2 307	2 279	1 547	1 578	1 803
Computer services	3 084	432	308	2 666	2 681	2 689	2 778	2 627	2 950
Consultants and professional services: Business and Infrastructure and planning	263	215	254	305	239	229	425	337	353
Laboratory services									
Scientific and technological services									
Legal services	110	30	305	190	645	589		211	221
Contractors	2 836	977	4 519	836	872	844	716	928	972
Agency and support / outsourced services	215	85	691	585	629	621	428	649	679
Entertainment	11	22	26	24	24	24	24	25	26
Fleet services (including government motor transport)	627	1 124	675	949	949	949	1 008	1 053	1 102
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Chemicals, fuel, oil, gas, wood and coal									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medicines inventory interface									
Inventory: Other supplies									
Consumable supplies	421	145	137	466	650	578	358	407	426
Consumable: Stationery, printing and office supplies	2 447	2 332	2 257	3 042	2 941	2 649	2 714	2 633	2 756
Operating leases	1 167	1 213	1 158	1 006	1 006	992	1 054	1 112	1 164
Property payments									
Transport provided: Departmental activity	28	72							
Travel and subsistence	1 274	1 754	2 367	5 331	4 473	4 272	5 027	5 419	5 674
Training and development	1 326	1 324	347	2 213	866	866	1 308	2 298	2 406
Operating payments	353	144	696	913	607	598	514	625	654
Venues and facilities	210	352	385	161	301	301	161	68	71
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	277	326	597	389	1 289	1 489	409	431	451
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
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	277	326	597	389	1 289	1 489	409	431	451
Social benefits	59	101	340	20	540	770	21	22	23
Other transfers to households	218	225	257	369	749	719	388	409	428
Payments for capital assets	3 379	4 571	3 045	2 612	4 322	4 322	2 632	2 577	2 698
Buildings and other fixed structures		73							
Buildings									
Other fixed structures		73							
Machinery and equipment	3 379	4 498	3 045	2 612	4 322	4 322	2 632	2 577	2 698
Transport equipment									
Other machinery and equipment	3 379	4 498	3 045	2 612	4 322	4 322	2 632	2 577	2 698
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	1	4	5			24			
Total economic classification	90 073	92 926	102 358	116 205	117 753	117 181	116 752	122 776	130 460

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	41 138	39 846	44 661	49 786	51 704	51 462	57 865	60 729	63 821
Compensation of employees	36 214	37 418	42 196	43 257	47 589	47 589	52 648	55 484	58 092
Salaries and wages	31 699	32 763	37 022	37 263	41 919	41 919	46 474	48 869	51 166
Social contributions	4 515	4 655	5 174	5 994	5 670	5 670	6 174	6 615	6 926
Goods and services	2 193	2 428	2 465	6 529	4 115	3 873	5 217	5 245	5 729
Administrative fees	17	31	19	124	123	97	45	47	49
Advertising		256	403	150	160	159	94	99	104
Minor assets	113	13	1	141	93	60	12	12	13
Audit cost: External	361								
Bursaries: Employees									
Catering: Departmental activities	99	125	342	210	230	344	102	101	106
Communication (G&S)					6	6			
Computer services	102	133	141	156	156	156			
Consultants and professional services: Business and			220	2 020	65		1 347	1 165	1 455
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors				5	5	5			
Agency and support / outsourced services	175	1		100	98	84	2	2	2
Entertainment	2	1	1	12	10	6	10	12	12
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Chemicals, fuel, oil, gas, wood and coal									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medias inventory interface									
Inventory: Other supplies									
Consumable supplies	44	52	51	87	83	72	75	77	82
Consumable: Stationery, printing and office supplies	528	621	672	1 043	939	899	1 124	1 059	1 110
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	588	799	601	2 020	1 763	1 601	1 738	2 187	2 289
Training and development	5			183	26	26	297	181	190
Operating payments									
Venues and facilities	159	396	14	278	358	358	371	303	317
Rental and hiring									
Interest and rent on land	2 731								
Interest	2 731								
Rent on land									
Transfers and subsidies	176	7		83	81				
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		176	7		83	81			
Social benefits		176	7		83	81			
Other transfers to households									
Payments for capital assets	476	157	42	40	444	444			
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	476	157	42	40	444	444			
Transport equipment									
Other machinery and equipment	476	157	42	40	444	444			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	1					12			
Total economic classification	41 614	40 180	44 710	49 826	52 231	51 999	57 865	60 729	63 821

VOTE 4 - FREE STATE PROVINCIAL TREASURY

Table B.2: Payments and estimates by economic classification: Programme 3: Asset And Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation 2019/20	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	75 318	79 505	77 604	87 520	79 757	80 907	85 000	88 864	91 322
Compensation of employees	34 830	36 332	37 990	49 215	41 384	41 384	45 560	47 979	49 139
Salaries and wages	29 803	31 119	32 515	42 763	35 398	35 398	38 926	40 995	41 827
Social contributions	5 027	5 213	5 475	6 452	5 986	5 986	6 634	6 984	7 312
Goods and services	40 488	43 173	39 614	38 305	38 373	39 523	39 440	40 885	42 183
Administrative fees	12	19	9	34	32	29	39	38	40
Advertising	10 112	10 165	12 855	13 124	13 080	13 080	12 960	13 067	13 059
Minor assets	35	27	25	381	463	463	5	7	7
Audit cost: External	911	209							
Bursaries: Employees									
Catering: Departmental activities	49	73	69	106	141	141	112	168	176
Communication (G&S)	47	38	22	20	43	40	21	51	54
Computer services	21 160	23 173	25 029	21 460	22 079	23 423	23 005	24 390	25 536
Consultants and professional services: Business and Infrastructure and planning		1 634	83		206	206			
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	7	40	16	161	185	138	170	157	164
Agency and support / outsourced services	3			9	9	6	9	8	8
Entertainment	1	1		6	4	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: Chemicals, fuel, oil, gas, wood and coal									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medias inventory interface									
Inventory: Other supplies									
Consumable supplies	106	85	73	180	155	133	188	191	200
Consumable: Stationery, printing and office supplies	7 481	7 009	998	1 452	953	948	1 532	1 525	1 597
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	457	589	410	1 222	890	800	1 239	1 194	1 250
Training and development	11			85	80	80	89	19	20
Operating payments	35	34	18	52	25	4	53		
Venues and facilities	61	77	7	13	28	28	12	64	66
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	32	50	39						
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
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	32	50	39						
Social benefits		50							
Other transfers to households	32		39						
Payments for capital assets	23 041	5 811	164	143	143		10	10	
Buildings and other fixed structures	60								
Buildings									
Other fixed structures	60								
Machinery and equipment	717	1 650	164	143	143		10	10	
Transport equipment									
Other machinery and equipment	717	1 650	164	143	143		10	10	
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	22 264	4 161							
Payments for financial assets		6	12						
Total economic classification	96 391	85 372	77 819	87 520	79 900	81 050	85 000	88 874	91 332

Table B.2: Payments and estimates by economic classification: Programme 4: Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23
Current payments	21 748	26 592	31 239	30 583	34 650	34 600	30 452	31 225	32 598
Compensation of employees	20 421	22 674	23 464	24 356	24 770	24 770	26 158	27 816	29 123
Salaries and wages	17 916	19 848	20 577	21 399	21 714	21 714	22 885	24 311	25 453
Social contributions	2 505	2 826	2 887	2 957	3 056	3 056	3 273	3 505	3 670
Goods and services	1 327	3 918	7 775	6 227	9 880	9 830	4 294	3 409	3 475
Administrative fees	6	19	9	28	21	19	31	29	30
Advertising									
Minor assets	18	14	4	11	21	21	30	2	2
Audit cost: External	572	284	5 000						
Bursaries: Employees									
Catering: Departmental activities	53	47	136	89	297	295	113	93	98
Communication (G&S)									
Computer services									
Consultants and professional services: Business and Infrastructure and planning		2 712	1 964	5 000	8 594	8 594	3 000	2 000	2 000
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	3	2		3	3	2	3	3	3
Agency and support / outsourced services	7	2		9	6	2	4	10	10
Entertainment	4	1	1	6	6	5	6	6	6
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Chemicals, fuel, oil, gas, wood and coal									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medias inventory interface									
Inventory: Other supplies									
Consumable supplies	44	40	46	49	50	50	59	54	57
Consumable: Stationery, printing and office supplies	258	276	132	338	281	259	314	454	475
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	112	172	237	333	382	381	371	357	374
Training and development	101	88	131	167	59	59	152	186	195
Operating payments			95		113	96	7		
Venues and facilities	149	261	20	194	47	47	204	215	225
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	20	1 170							
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	20		1 170						
Social benefits	20		1 170						
Other transfers to households									
Payments for capital assets	39	31	56	99	190	190	84	42	44
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	39	31	56	99	190	190	84	42	44
Transport equipment									
Other machinery and equipment	39	31	56	99	190	190	84	42	44
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets						13			
Total economic classification	21 807	26 623	32 465	30 682	34 840	34 803	30 536	31 267	32 642

VOTE 4 - FREE STATE PROVINCIAL TREASURY

Table B.2: Payments and estimates by economic classification: Programme 5: Municipal Finance Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19	2019/20	2019/20	2019/20	2020/21	2021/22	2022/23
Current payments	38 707	32 700	34 582	49 366	40 862	40 520	56 452	59 497	64 719
Compensation of employees	31 384	29 221	32 240	36 150	36 223	36 223	40 374	43 026	45 944
Salaries and wages	27 999	25 765	28 402	31 847	32 123	32 118	35 896	38 222	40 841
Social contributions	3 385	3 456	3 838	4 303	4 100	4 105	4 478	4 804	5 103
Goods and services	7 323	3 479	2 342	13 216	4 639	4 297	16 078	16 471	18 775
Administrative fees	34	37	32	51	46	41	75	52	54
Advertising					3	3			
Minor assets	30	32	10	51	39	14	20	3	3
Audit cost: External	1 615	1 010							
Bursaries: Employees									
Catering: Departmental activities	304	176	334	253	344	344	306	276	290
Communication (G&S)	3	1		5	83	80			
Computer services									
Consultants and professional services: Business and Infrastructure and planning	3 323			9 648	15	15	12 499	12 585	14 706
Laboratory services									
Scientific and technological services									
Legal services									
Contractors				14	7	5	8	14	14
Agency and support / outsourced services	86	2		39	5	5		43	45
Entertainment	2			12	8	4	12	12	12
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Chemicals, fuel, oil, gas, wood and coal									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	87	81	62	91	82	82	116	97	102
Consumable: Stationery, printing and office supplies	96	84	101	328	221	219	307	402	421
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	1 466	1 699	1 768	1 903	2 803	2 543	2 155	2 102	2 201
Training and development	177	240	25	530	810	769	548	562	588
Operating payments									
Venues and facilities	100	117	10	291	173	173	32	323	339
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	25 464	28 040	32 564	34 000	33 909	33 942			
Provinces and municipalities	25 450	27 800	32 500	34 000	33 831	33 831			
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities	25 450	27 800	32 500	34 000	33 831	33 831			
Municipalities									
Municipal agencies and funds	25 450	27 800	32 500	34 000	33 831	33 831			
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	14	240	64		78	111			
Social benefits	14	240	64		78	111			
Other transfers to households									
Payments for capital assets	307	208	71	25	168	168	10		
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	307	208	71	25	168	168	10		
Transport equipment									
Other machinery and equipment	307	208	71	25	168	168	10		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	1		11						
Total economic classification	64 479	60 948	67 228	83 391	74 939	74 630	56 462	59 497	64 719

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2016/17	2017/18	2018/19		2019/20		2020/21	2021/22	2022/23
Category A									
Mangaung									
Category B	25 450	27 800	31 500	28 000	33 831	33 831			
Lesemeng			1 000						
Kopanong					3 500	3 500			
Mohokare	1 100		1 000	2 000	2 000	1 000			
Masilonyana		6 000			2 000				
Tokologo		1 000	2 000	2 000	2 000	1 000			
Tswelopele			1 000						
Matjhabeng									
Nala				4 000	4 000	2 000			
Setsoto									
Ditlhabeng	10 000								
Nketoana			1 000						
Maluti-a-Phofung	1 250				2 000	2 000			
Phumelela		1 800	2 000	2 000	2 000				
Mantsope	2 000	1 000	1 000		2 000				
Moghaka		7 000							
Ngwathe		10 000	22 500	18 000	10 331	20 331			
Metsimaholo	11 100								
Matlabe		1 000			4 000	4 000			
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	25 450	27 800	32 500	28 000	33 831	33 831			