



# **VOTE 4**

**FREE STATE PROVINCIAL  
TREASURY**

## Free State Provincial Treasury

## Vote 4

To be appropriated by Vote in 2021/22	R331 491 000
Responsible MEC	MEC of 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 and Integrity

#### Core function and responsibilities

The core functions, powers and responsibilities of the Provincial Treasury are outlined in Section 18 of the Public Finance Management Act (PFMA, Act No. 1 of 1999) and Section 5 of the Municipal Finance Management Act (MFMA, Act No. 56 of 2003). These can be summarised as follows:

- Preparing the provincial budget and exercising control over the implementation thereof;
- Promoting and enforcing transparency and effective management in respect of revenue, expenditure, assets and liabilities of provincial departments and entities;
- Enforcing the PFMA and national and provincial norms and standards as well as monitoring and assessing the implementation thereof in provincial departments and entities;
- Assisting provincial departments and entities in building their capacity for efficient, effective and transparent financial management;
- Preparing consolidated financial statements;
- Controlling the Provincial Revenue Fund and establishing appropriate and effective cash management and banking arrangements for the Provincial Revenue Fund;
- Monitoring and enforcing compliance of municipalities and municipal entities with the MFMA; and
- Monitoring the preparation of municipal budgets and the outcome thereof.

## Main services

Provincial Treasury's main services in executing its mandate include:

- Providing professional advice and support on provincial economic analysis and fiscal policy;
- Management of the annual budget process and the implementation of provincial budgets;
- Providing policy direction, monitoring and support to ensure effective and efficient supply chain management and asset management practices;
- Providing access to and maintaining transversal financial management systems
- Promoting accountability and compliance with financial norms and standards to improve the quality and integrity of financial accounting and reporting of provincial departments and public entities;
- Providing guidance to improve financial governance and management at local government level; and
- Providing guidance on municipal revenue and debt management as well as asset and liability management and reporting

## 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
- 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
- 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)
- 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.

Furthermore, during the 2020/21 financial year the province and department were cut on the annual appropriation in order to accommodate for the Covid-19 pandemic needs at national level as well as provincial priorities identified in respect of bursaries (Department of Education), ENGO's (Department of Social Development) and land reform projects (Department of Public Works and Infrastructure). This had a severe impact on the current operations of the department as targets have to be reviewed in line with the resources available.

### **Aligning departmental budgets to achieve government's prescribed outcomes**

The Provincial Treasury contributes to Priority 1: A capable, ethical and developmental state of the Medium Term Strategic Framework. Outputs relating to these outcomes are incorporated into the 2020 - 2021 Annual Performance plan.

During the implementation of the provincial cuts on the annual appropriation the department had to review lower level activities to accommodate the cuts.

## **2. Review of the current financial year (2020/21)**

The 2020/21 financial year commenced amidst the outbreak of the COVID-19 pandemic which impacted not only on the economy and fiscus of the province, but also on the operations of the department. Despite the unprecedented challenges brought about by the outbreak of the pandemic, the department continued its efforts to instil prudent financial management and good governance in the province.

The need for a prompt response by the province to limit the spread of the virus resulted in the MEC for Finance Invoking Section 25 of the Public Finance Management Act for utilization of funds from the Provincial Revenue Fund. Furthermore, the Executive Council decided to centralize the procurement of personal protective equipment (PPEs) for all provincial departments in the Provincial Treasury as the department was better placed for centrally procuring these items and distributing it to provincial departments and to exercise control over the implementation of the provincial budget.

The Asset and Liability Management programme, which is amongst other responsible for procurement of cross-cutting goods and services, together with the Supply Chain Management unit of the Department commenced with the procurement of COVID-19 PPE in April 2020 in terms of the National Treasury prescripts. PPEs were procured on behalf of departments, based on their needs for a six-month period and in accordance with National Treasury specifications. Once the provincial departments have attained a level of stability in the procurement and distribution of COVID-19 PPE items, the procurement process reverted back to departments.

The provincial budget had to be revised to provide for the response to COVID-19 and the 2020 Appropriation Bill (B2-2020), which was tabled on 5 March 2020, had to be withdrawn and a revised 2020 Appropriation Bill and Estimates of Provincial Revenue and Expenditure was tabled on 7 July 2020.

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 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. Due to the effect of the pandemic where some government services were partially operating due to the national lockdown the own revenue estimates had to be adjusted downward by R122.869 million. It is estimated that the province will succeed to collect revenue to the amount of R1.126 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. The COVID-19 pandemic and national lockdown negatively affected spending and extra efforts were required to ensure that expenditure was expedited in areas where under-expenditure manifested, particularly on conditional grants.

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. Payment of suppliers was monitored and reported on a monthly basis.

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.

In an effort to reduce the cumulative Irregular Expenditure for the province, Provincial Treasury continued with its 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. 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.

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. Virtual platforms were used to ensure that these activities continue despite the lockdown requirements.

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.

Provincial Treasury provided support to 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 (2021/22)**

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 percent 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.

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 2021-22 financial year concludes that approximately 74.55 percent of the additional funding required is for compensation of employees. This includes funding for critical identified vacant posts and contract officials. 25.45 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 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
Equitable share	207 748	232 023	259 499	263 094	239 925	239 925	275 512	263 972	268 697
Conditional grants									
Earmarked funds	60 985	61 096	60 885	218 933	247 246	247 246	33 200	25 726	26 248
REA: Ex-employee debt	238								
Municipal Support Programme	30 337	38 000	35 331	4 983	2 540	2 540	10 000	12 000	12 000
Provincial Supplier Database	5 813								
Transversal Contracts	16 596	12 496	12 960	12 360	12 360	12 360			
Covid-19 Response				205 000	240 500	240 500	10 000		
SITA(Internal Audit Tool)	1 000								
Provincial Support Programme	5 578	4 500	9 866	3 000	3 500	3 500	2 000	2 000	2 000
Team Mate(Internal Audit&Risk Man Software	1 423	1 100	228						
AGSA (PAG)		5 000							
Municipal Support Programme(National Treasury									
Section 139 intervention)									
Infrastructure Development Improvement			2 500	5 000			5 000	5 235	5 466
Municipal Finance Recovery Services				5 933	3 246	3 246	6 200	6 491	6 782
Departmental receipts	59 157	52 087	35 779	53 639	52 144	52 144	22 779	22 779	22 779
<b>Total receipts</b>	<b>327 890</b>	<b>345 206</b>	<b>356 163</b>	<b>535 666</b>	<b>539 315</b>	<b>539 315</b>	<b>331 491</b>	<b>312 477</b>	<b>317 724</b>

Table 4.2 : Summary of departmental receipts collection

R thousand	Outcome			Main appropriation	Adjusted appropriation 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital assets	154	157	176	149	149	149	149	149	149
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	16 011	9 077	30 145	12 782	20 000	30 515	12 792	12 802	12 802
Sales of capital assets		3	3						
Transactions in financial assets and liabilities	170	221	3 604	149	100	100	149	149	149
<b>Total departmental receipts</b>	<b>16 335</b>	<b>9 458</b>	<b>33 928</b>	<b>13 080</b>	<b>20 249</b>	<b>30 764</b>	<b>13 090</b>	<b>13 100</b>	<b>13 100</b>

### 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		
R thousand	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24
Gender Based Research Project			1229				
<b>Total department donor funding</b>			1229				

## 7. Payment summary

### 7.1. Key assumptions

Approximately 74.55 percent of the Free State Provincial Treasury budget is allocated towards the payment of compensation of employees.

In line with the allocation letter and guideline provided by Provincial Treasury, compensation of employees' budget for the MTEF 2021/22-2023/24 caters for filled posts and critical vacant funded posts. Filling of vacancies are done on a phase in approach in order to accommodate the limited funds per financial year, due to provincial and national budget cuts.

### 7.2. Programme summary

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

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2017/18	2018/19	2019/20		2020/21		2021/22	2022/23	2023/24
1. Administration	92 926	102 358	105 887	111 755	104 935	104 935	113 813	114 920	115 511
2. Sustainable Resource Management	40 180	44 710	47 232	55 958	46 726	46 726	53 418	53 878	55 612
3. Asset And Liabilities Management	85 372	77 819	80 598	287 889	317 363	317 363	82 733	61 346	62 090
4. Financial Governance	26 623	32 465	33 789	30 069	28 804	28 804	27 822	27 581	28 687
5. Municipal Finance Management	60 948	67 228	73 359	49 995	41 487	41 487	53 705	54 752	55 824
<b>Total payments and estimates</b>	<b>306 049</b>	<b>324 580</b>	<b>340 865</b>	<b>535 666</b>	<b>539 315</b>	<b>539 315</b>	<b>331 491</b>	<b>312 477</b>	<b>317 724</b>

### 7.3. Summary of economic classification

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

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2017/18	2018/19	2019/20		2020/21		2021/22	2022/23	2023/24
<b>Current payments</b>	<b>266 668</b>	<b>286 797</b>	<b>302 356</b>	<b>532 493</b>	<b>534 801</b>	<b>534 791</b>	<b>327 718</b>	<b>309 288</b>	<b>314 395</b>
Compensation of employees	192 611	210 504	224 452	252 157	224 985	224 985	239 930	240 131	246 128
Goods and services	74 057	76 293	77 904	280 336	309 816	309 806	87 788	69 157	68 267
Interest and rent on land									
<b>Transfers and subsidies to:</b>	<b>28 592</b>	<b>34 377</b>	<b>35 048</b>	<b>409</b>	<b>649</b>	<b>649</b>	<b>385</b>	<b>421</b>	<b>440</b>
Provinces and municipalities	27 800	32 500	33 831						
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	792	1 877	1 217	409	649	649	385	421	440
<b>Payments for capital assets</b>	<b>10 778</b>	<b>3 378</b>	<b>3 412</b>	<b>2 764</b>	<b>3 865</b>	<b>3 875</b>	<b>3 388</b>	<b>2 768</b>	<b>2 889</b>
Buildings and other fixed structures	73								
Machinery and equipment	6 544	3 378	3 412	2 764	3 865	3 875	3 388	2 768	2 889
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	4 161								
<b>Payments for financial assets</b>	<b>11</b>	<b>28</b>	<b>49</b>						
<b>Total economic classification</b>	<b>306 049</b>	<b>324 580</b>	<b>340 865</b>	<b>535 666</b>	<b>539 315</b>	<b>539 315</b>	<b>331 491</b>	<b>312 477</b>	<b>317 724</b>

Compensation of Employees includes permanent, funded vacant and temporary (contract appointments) 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 leave gratuity payments for officials leaving the department. Other expenditure includes normal administrative costs for training, the largest expenditure for the department is the assistance to municipalities, transversal systems and transversal commitments as well as the amount allocated for the purchasing of personal protective equipment for the COVID – 19 pandemic 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 amongst other, infrastructure capacity building, purchase of personal protective equipment for COVID – 19 pandemic, provincial intervention, municipal support programme and municipal finance recovery services.

Table 4.6: Earmarked funding: Provincial Treasury										
Project description		Outcome			main appropriation	Adjusted Appropriation	Revised Estimates	Medium-term estimates		
R thousand	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24	
Programme 1	107				500	500				
Revenue Enhancement Allocation	107									
COVID - 19 response					500	500				
Programme 2				5 000			5 000	5 235	5 466	
Infrastructure Development Improvement				5 000			5 000	5 235	5 466	
Programme 3	26 342	12 496	12 991	217 360	252 360	252 360	10 000			
Transversal commitment	22 181	12 496	12 991	12 360	12 360	12 360				
Supply Chain Management Compliance										
Provincial Supplier Database	4 161									
COVID - 19 response				205 000	240 000	240 000	10 000			
Programme 4	5 000	1 534	8 122	3 000	3 500	3 500	2 000	2 000	2 000	
SITA (software for internal audit)										
Financial intervention measures	5 000	1 534	8 122	3 000	3 500	3 500	2 000	2 000	2 000	
AGSA		5 000								
Programme 5	28 647	32 835	33 831	10 916	5 786	5 786	16 200	18 491	18 782	
Municipal Finance Recovery Services				5 933	3 246	3 246	6 200	6 491	6 782	
Municipal Support Programme	28 647	32 835	33 831	4 983	2 540	2 540	10 000	12 000	12 000	
	60 096	46 865	54 944	236 276	262 146	262 146	33 200	25 726	26 248	

#### **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

Only historical figures are reflected in table 4.7

Table 4.7: Summary of departmental transfers to local government by category: Provincial Treasury

R thousand	2017/18	Outcome 2018/19	2019/20	Main	Adjusted 2020/21	Revised	Medium-term estimates		
							2021/22	2022/23	2023/24
Category A									
Category B	27 800	31 500	33 831						
Category C		1 000							
Total departmental transfers to local government	27 800	32 500	33 831						

## 9. Receipts and retentions

Not applicable.

## 10. 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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
1. Office Of The Mec	6 256	6 588	9 532	8 171	8 087	8 087	8 211	8 211	8 418
2. Management Services	13 732	11 007	11 533	14 885	13 375	14 235	6 748	6 672	14 647
3. Corporate Services	24 976	33 507	35 641	35 561	34 127	34 127	45 053	44 753	36 612
4. Financial Management (Office Of The Cfo)	42 981	45 896	43 537	46 488	43 453	42 593	47 627	49 120	49 528
5. Internal Audit (Departmental)	4 981	5 360	5 644	6 650	5 893	5 893	6 174	6 164	6 306
<b>Total payments and estimates</b>	<b>92 926</b>	<b>102 358</b>	<b>105 887</b>	<b>111 755</b>	<b>104 935</b>	<b>104 935</b>	<b>113 813</b>	<b>114 920</b>	<b>115 511</b>

**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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>88 025</b>	<b>98 711</b>	<b>102 405</b>	<b>108 694</b>	<b>101 458</b>	<b>101 448</b>	<b>110 557</b>	<b>111 801</b>	<b>112 252</b>
Compensation of employees	66 966	74 614	80 755	88 617	80 935	80 935	84 654	85 664	86 809
Goods and services	21 059	24 097	21 650	20 077	20 523	20 513	25 903	26 137	25 443
Interest and rent on land									
<b>Transfers and subsidies to:</b>	<b>326</b>	<b>597</b>	<b>974</b>	<b>409</b>	<b>585</b>	<b>585</b>	<b>385</b>	<b>421</b>	<b>440</b>
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	326	597	974	409	585	585	385	421	440
<b>Payments for capital assets</b>	<b>4 571</b>	<b>3 045</b>	<b>2 484</b>	<b>2 652</b>	<b>2 892</b>	<b>2 902</b>	<b>2 871</b>	<b>2 698</b>	<b>2 819</b>
Buildings and other fixed structures	73								
Machinery and equipment	4 498	3 045	2 484	2 652	2 892	2 902	2 871	2 698	2 819
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>	<b>4</b>	<b>5</b>	<b>24</b>						
<b>Total economic classification</b>	<b>92 926</b>	<b>102 358</b>	<b>105 887</b>	<b>111 755</b>	<b>104 935</b>	<b>104 935</b>	<b>113 813</b>	<b>114 920</b>	<b>115 511</b>

## **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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
1. Programme Support	1 666	1 812	2 385	2 001	1 941	1 941	2 004	1 957	2 035
2. Economic Analysis	6 887	7 174	6 238	7 255	6 422	6 422	7 966	8 103	8 414
3. Fiscal Policy	6 695	7 541	8 610	9 207	8 587	8 587	8 791	8 826	9 216
4. Budget Management	11 691	12 682	13 373	14 046	14 187	14 187	12 865	12 925	13 487
5. Public Finance	12 595	14 493	15 546	22 146	14 412	14 412	20 521	20 796	21 140
6. Compensation Directorate	646	1 008	1 080	1 303	1 177	1 177	1 271	1 271	1 320
<b>Total payments and estimates</b>	<b>40 180</b>	<b>44 710</b>	<b>47 232</b>	<b>55 958</b>	<b>46 726</b>	<b>46 726</b>	<b>53 418</b>	<b>53 878</b>	<b>55 612</b>

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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>39 846</b>	<b>44 661</b>	<b>46 689</b>	<b>55 958</b>	<b>46 405</b>	<b>46 405</b>	<b>53 363</b>	<b>53 878</b>	<b>55 612</b>
Compensation of employees	37 418	42 196	43 766	51 848	43 662	43 662	48 716	48 870	50 569
Goods and services	2 428	2 465	2 923	4 110	2 743	2 743	4 647	5 008	5 043
Interest and rent on land									
<b>Transfers and subsidies to:</b>	<b>176</b>	<b>7</b>	<b>133</b>						
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	133						
<b>Payments for capital assets</b>	<b>157</b>	<b>42</b>	<b>398</b>		<b>321</b>	<b>321</b>	<b>55</b>		
Buildings and other fixed structures									
Machinery and equipment	157	42	398		321	321	55		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>	<b>1</b>		<b>12</b>						
<b>Total economic classification</b>	<b>40 180</b>	<b>44 710</b>	<b>47 232</b>	<b>55 958</b>	<b>46 726</b>	<b>46 726</b>	<b>53 418</b>	<b>53 878</b>	<b>55 612</b>

### 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
- Purchase and distribution of personal protective equipment for COVID – 19 pandemic

**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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
1. Programme Support	1 782	1 767	3 084	206 852	241 475	241 475	11 854	1 840	1 914
2. Asset Management	31 073	21 775	22 334	23 633	21 664	21 664	12 995	12 644	13 086
3. Supporting And Interlinked Financial Systems	52 517	54 277	55 180	57 404	54 224	54 224	57 884	46 862	47 090
<b>Total payments and estimates</b>	<b>85 372</b>	<b>77 819</b>	<b>80 598</b>	<b>287 889</b>	<b>317 363</b>	<b>317 363</b>	<b>82 733</b>	<b>61 346</b>	<b>62 090</b>

**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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>79 505</b>	<b>77 604</b>	<b>80 352</b>	<b>287 876</b>	<b>317 254</b>	<b>317 254</b>	<b>82 673</b>	<b>61 346</b>	<b>62 090</b>
Compensation of employees	36 332	37 990	40 439	45 260	40 582	40 582	44 382	44 076	45 060
Goods and services	43 173	39 614	39 913	242 616	276 672	276 672	38 291	17 270	17 030
Interest and rent on land									
<b>Transfers and subsidies to:</b>	<b>50</b>	<b>39</b>							
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	39							
<b>Payments for capital assets</b>	<b>5 811</b>	<b>164</b>	<b>246</b>	<b>13</b>	<b>109</b>	<b>109</b>	<b>60</b>		
Buildings and other fixed structures									
Machinery and equipment	1 650	164	246	13	109	109	60		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	4 161								
<b>Payments for financial assets</b>	<b>6</b>	<b>12</b>							
<b>Total economic classification</b>	<b>85 372</b>	<b>77 819</b>	<b>80 598</b>	<b>287 889</b>	<b>317 363</b>	<b>317 363</b>	<b>82 733</b>	<b>61 346</b>	<b>62 090</b>

## 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 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
1. Program Support	2 948	8 458	2 806	2 910	2 817	2 817	2 764	2 767	2 883
2. Accounting Services	17 117	16 518	23 350	19 317	18 637	18 637	15 418	15 446	16 123
3. Risk Management And Internal Audit Provincial	6 558	7 489	7 633	7 842	7 350	7 350	9 640	9 368	9 681
<b>Total payments and estimates</b>	<b>26 623</b>	<b>32 465</b>	<b>33 789</b>	<b>30 069</b>	<b>28 804</b>	<b>28 804</b>	<b>27 822</b>	<b>27 581</b>	<b>28 687</b>

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>26 592</b>	<b>31 239</b>	<b>33 654</b>	<b>29 980</b>	<b>28 564</b>	<b>28 564</b>	<b>27 647</b>	<b>27 511</b>	<b>28 617</b>
Compensation of employees	22 674	23 464	24 262	26 058	24 348	24 348	24 448	24 546	25 651
Goods and services	3 918	7 775	9 392	3 922	4 216	4 216	3 199	2 965	2 966
Interest and rent on land									
<b>Transfers and subsidies to:</b>		<b>1 170</b>							
Provinces and municipalities									
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households		1 170							
<b>Payments for capital assets</b>	<b>31</b>	<b>56</b>	<b>122</b>	<b>89</b>	<b>240</b>	<b>240</b>	<b>175</b>	<b>70</b>	<b>70</b>
Buildings and other fixed structures									
Machinery and equipment	31	56	122	89	240	240	175	70	70
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>			<b>13</b>						
<b>Total economic classification</b>	<b>26 623</b>	<b>32 465</b>	<b>33 789</b>	<b>30 069</b>	<b>28 804</b>	<b>28 804</b>	<b>27 822</b>	<b>27 581</b>	<b>28 687</b>

## 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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
1. Program Support	3 005	1 906	38 750	13 020	8 026	8 026	18 353	19 621	20 021
2. Thabo Mafutsanyana District	7 287	7 810	7 094	7 445	6 823	6 823	7 190	7 131	7 334
3. Fezile Dabi District	4 537	6 021	5 477	6 033	5 248	5 248	5 785	5 783	5 910
4. Lejwelephutswa District	7 246	8 121	6 186	6 044	5 804	5 804	5 569	5 668	5 755
5. Xhariep District	4 076	4 400	4 923	5 282	4 884	4 884	4 971	4 917	5 031
6. Municipal Risk Management & Internal Audit	4 625	4 822	4 317	5 508	4 340	4 340	5 524	5 321	5 389
7. Municipal Support Program & Igr	30 172	34 148							
8. Municipal Scm & Compliance			6 612	6 663	6 362	6 362	6 313	6 311	6 384
<b>Total payments and estimates</b>	<b>60 948</b>	<b>67 228</b>	<b>73 359</b>	<b>49 995</b>	<b>41 487</b>	<b>41 487</b>	<b>53 705</b>	<b>54 752</b>	<b>55 824</b>

**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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>32 700</b>	<b>34 582</b>	<b>39 256</b>	<b>49 985</b>	<b>41 120</b>	<b>41 120</b>	<b>53 478</b>	<b>54 752</b>	<b>55 824</b>
Compensation of employees	29 221	32 240	35 230	40 374	35 458	35 458	37 730	36 975	38 039
Goods and services	3 479	2 342	4 026	9 611	5 662	5 662	15 748	17 777	17 785
Interest and rent on land									
<b>Transfers and subsidies to:</b>	<b>28 040</b>	<b>32 564</b>	<b>33 941</b>		<b>64</b>	<b>64</b>			
Provinces and municipalities	27 800	32 500	33 831						
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	240	64	110		64	64			
<b>Payments for capital assets</b>	<b>208</b>	<b>71</b>	<b>162</b>	<b>10</b>	<b>303</b>	<b>303</b>	<b>227</b>		
Buildings and other fixed structures									
Machinery and equipment	208	71	162	10	303	303	227		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>		<b>11</b>							
<b>Total economic classification</b>	<b>60 948</b>	<b>67 228</b>	<b>73 359</b>	<b>49 995</b>	<b>41 487</b>	<b>41 487</b>	<b>53 705</b>	<b>54 752</b>	<b>55 824</b>

## 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 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	As at 31 March 2024
1. Administration	196	196	220	199	199	199	199
2. Sustainable Resource Management	72	72	72	71	71	71	71
3. Asset And Liabilities Management	86	86	81	81	81	81	81
4. Financial Governance	39	39	39	37	37	37	37
5. Municipal Finance Management	54	54	58	57	57	57	57
Direct charges							
<b>Total provincial personnel numbers</b>	<b>447</b>	<b>447</b>	<b>470</b>	<b>445</b>	<b>445</b>	<b>445</b>	<b>445</b>
Total provincial personnel cost (R thousand)	192 611	210 504	224 452	224 985	239 930	240 131	246 128
Unit cost (R thousand)	431	471	478	506	539	540	553

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			
	2017/18		2018/19		2019/20		2020/21		2021/22		2022/23		2023/24		2020/21 - 2023/24	
	Personnel numbers <sup>1</sup>	Costs	Personnel numbers <sup>1</sup>	Costs	Personnel numbers <sup>1</sup>	Costs	Filled posts	Additional posts	Personnel numbers <sup>1</sup>	Costs	Personnel numbers <sup>1</sup>	Costs	Personnel numbers <sup>1</sup>	Costs	Personnel growth rate	Costs growth rate
Salary level																
1 – 7	140	13 005	140	13 527	162	15 627	131	13	144	38 992	144	37 836	144	38 550	-0.4%	16.2%
8 – 10	208	102 636	207	110 990	205	119 704	202	2	204	88 969	204	103 044	204	100 844	4.3%	41.2%
11 – 12	70	42 805	71	48 979	71	56 216	66	1	67	53 608	67	54 794	67	59 097	3.3%	23.6%
13 – 16	29	33 965	29	37 008	32	42 969	29	1	30	43 416	30	44 457	30	47 637	3.1%	19.1%
Other																
<b>Total</b>	<b>447</b>	<b>192 611</b>	<b>447</b>	<b>210 504</b>	<b>470</b>	<b>234 516</b>	<b>428</b>	<b>17</b>	<b>445</b>	<b>224 985</b>	<b>445</b>	<b>240 131</b>	<b>445</b>	<b>246 128</b>	<b>3.0%</b>	<b>100.0%</b>
<b>Programme</b>																
1. Administration	196	66 966	196	74 614	220	80 755	187	12	199	80 933	199	86 664	199	86 809	2.4%	35.6%
2. Sustainable Resource Management	72	37 418	72	42 196	72	43 766	69	2	71	43 661	71	48 870	71	50 569	5.0%	20.1%
3. Asset And Liabilities Management	86	36 332	86	37 990	81	40 439	81		81	40 592	81	44 076	81	45 060	3.6%	18.2%
4. Financial Governance	39	22 674	39	23 464	39	24 262	37		37	24 349	37	24 546	37	25 651	1.8%	10.5%
5. Municipal Finance Management	54	29 221	54	32 240	58	35 230	54	3	57	35 460	57	36 975	57	38 039	2.4%	15.5%
Direct charges																
<b>Total</b>	<b>447</b>	<b>192 611</b>	<b>447</b>	<b>210 504</b>	<b>470</b>	<b>224 452</b>	<b>428</b>	<b>17</b>	<b>445</b>	<b>224 985</b>	<b>445</b>	<b>240 131</b>	<b>445</b>	<b>246 128</b>	<b>3.0%</b>	<b>100.0%</b>
<b>Employee dispensation classification</b>																
Public Service Act appointees not covered by OSDs					469		443		443		424		424		-1.5%	
Public Service Act appointees still to be covered by OSDs	1															
Professional Nurses, Staff Nurses and Nursing Assistants																
Legal Professionals	2				1		1		1		1		1			
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							12		12		20		20		18.6%	
<b>Total</b>	<b>3</b>				<b>470</b>		<b>456</b>		<b>456</b>		<b>445</b>		<b>445</b>		<b>-0.8%</b>	

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 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
1. Administration	2 801	1 715	1 055	708	33	33	2 049	1 976	1 741
2. Sustainable Resource Management	82	213	28				12		15
3. Asset And Liabilities Management	99	82	40				49		
4. Financial Governance	160	82	62				174		
5. Municipal Finance Management	415	372	444		187	187	502	176	75
<b>Total payments on training</b>	<b>3 557</b>	<b>2 464</b>	<b>1 629</b>	<b>708</b>	<b>220</b>	<b>220</b>	<b>2 786</b>	<b>2 152</b>	<b>1 831</b>

Table 4.21 : Information on training: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
Number of staff	447	447	470	445	445	445	445	445	445
Number of personnel trained	360	360	348	368	368	368	368	368	368
of which									
Male	154	154	148	156	156	156	156	156	156
Female	206	206	201	212	212	212	212	212	212
Number of training opportunities	17	36	38	40	40	40	40	40	40
of which									
Tertiary									
Workshops	2	2	2	2	2	2	2	2	2
Seminars	15	17	18	19	19	19	19	19	19
Other		17	18	19	19	19	19	19	19
Number of bursaries offered	20	25	30	32	32	32	32	32	32
Number of interns appointed	25	28	30	32	32	32	32	32	32
Number of learnerships appointed									
Number of days spent on training	119	121	128	135	135	135	135	135	135
<b>Payments on training by programme</b>									
1. Administration	2 801	1 715	1 055	708	33	33	2 049	1 976	1 741
2. Sustainable Resource Management	82	213	28				12		15
3. Asset And Liabilities Management	99	82	40				49		
4. Financial Governance	160	82	62				174		
5. Municipal Finance Management	415	372	444		187	187	502	176	75
<b>Total payments on training</b>	<b>3 557</b>	<b>2 464</b>	<b>1 629</b>	<b>708</b>	<b>220</b>	<b>220</b>	<b>2 786</b>	<b>2 152</b>	<b>1 831</b>

### 9.3.4 Reconciliation of structural changes

No Structural changes as been identified for the 2021 financial year



# **ANNEXURE**

**TO THE ESTIMATES OF  
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 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Tax receipts</b>									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
<b>Sales of goods and services other than capital assets</b>	154	157	176	149	149	149	149	149	149
Sale of goods and services produced by department (excluding capital assets)	151	157	176	149	149	149	149	149	149
Sales by market establishments									
Administrative fees									
Other sales	151	157	176	149	149	149	149	149	149
Of which									
Health patient fees									
Other (Specify)									
Other (Specify)									
Other (Specify)									
Sales of scrap, waste, arms and other used current goods (excluding capital assets)	3								
<b>Transfers received from:</b>									
Other governmental units									
Higher education institutions									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
<b>Fines, penalties and forfeits</b>									
<b>Interest, dividends and rent on land</b>	16 011	9 077	30 145	12 782	20 000	30 515	12 792	12 802	12 802
Interest									
Dividends	16 011	9 077	30 145	12 782	20 000	30 515	12 792	12 802	12 802
Rent on land									
<b>Sales of capital assets</b>		3	3						
Land and sub-soil assets									
Other capital assets		3							
<b>Transactions in financial assets and liabilities</b>	170	221	3 604	149	100	100	149	149	149
<b>Total departmental receipts</b>	16 335	9 458	33 928	13 080	20 249	30 764	13 090	13 100	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 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>266 668</b>	<b>286 797</b>	<b>302 356</b>	<b>532 493</b>	<b>534 801</b>	<b>534 791</b>	<b>327 718</b>	<b>309 288</b>	<b>314 395</b>
Compensation of employees	192 611	210 504	224 452	252 157	224 985	224 985	239 930	240 131	246 128
Salaries and wages	167 647	182 970	194 607	219 263	194 250	194 578	208 688	208 861	213 452
Social contributions	24 964	27 534	29 845	32 894	30 735	30 407	31 242	31 270	32 676
Goods and services	74 057	76 293	77 904	280 336	309 816	309 806	87 788	69 157	68 267
Administrative fees	278	266	233	332	266	266	391	408	425
Advertising	12 149	13 464	13 569	12 419	13 234	13 234	656	721	748
Minor assets	153	1 299	210	167	221	221	684	8	8
Audit cost: External	8 315	10 491	9 608	3 734	5 113	5 113	5 787	4 450	4 729
Bursaries: Employees	542	1 361	1 000	833	833	833	820	856	895
Catering: Departmental activities	1 067	1 687	1 918	599	344	344	858	965	996
Communication (G&S)	910	674	1 627	1 637	1 381	926	1 586	2 569	2 190
Computer services	23 738	25 478	25 124	25 557	26 892	27 342	27 945	17 036	16 313
Consultants and professional services: Business and advisory services	4 561	2 521	8 773	12 158	7 922	7 917	16 088	18 573	18 672
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services	30	305	469		220	220	150	157	164
Contractors	1 019	4 535	2 830	689	2 543	2 543	1 158	1 195	1 199
Agency and support / outsourced services	90	691	352	65	101	101	327	284	296
Entertainment	25	28	12		5	5	52	52	52
Fleet services (including government motor transport)	1 124	675	954	1 008	1 008	1 118	1 056	1 106	1 156
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	403	369	554	205 795	239 203	239 203	11 019	1 033	1 074
Consumable: Stationery, printing and office supplies	10 322	4 160	2 900	4 447	3 777	3 667	4 987	5 249	5 278
Operating leases	1 213	1 158	936	1 054	1 054	1 054	1 100	1 152	1 204
Property payments					450	450			
Transport provided: Departmental activity	72		189						
Travel and subsistence	5 013	5 383	4 754	8 166	4 636	4 636	9 422	10 298	10 117
Training and development	1 652	503	1 344	708	220	220	2 786	2 152	1 831
Operating payments	178	809	280	576	222	222	533	495	517
Venues and facilities	1 203	436	268	392	171	171	383	398	403
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
<b>Transfers and subsidies</b>	<b>28 592</b>	<b>34 377</b>	<b>35 048</b>	<b>409</b>	<b>649</b>	<b>649</b>	<b>385</b>	<b>421</b>	<b>440</b>
Provinces and municipalities	27 800	32 500	33 831						
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities	27 800	32 500	33 831						
Municipalities									
Municipal agencies and funds	27 800	32 500	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	792	1 877	1 217	409	649	649	385	421	440
Social benefits	567	1 581	1 067	21	261	261	25	23	24
Other transfers to households	225	296	150	388	388	388	360	398	416
<b>Payments for capital assets</b>	<b>10 778</b>	<b>3 378</b>	<b>3 412</b>	<b>2 764</b>	<b>3 865</b>	<b>3 875</b>	<b>3 388</b>	<b>2 768</b>	<b>2 889</b>
Buildings and other fixed structures	73								
Buildings									
Other fixed structures	73								
Machinery and equipment	6 544	3 378	3 412	2 764	3 865	3 875	3 388	2 768	2 889
Transport equipment									
Other machinery and equipment	6 544	3 378	3 412	2 764	3 865	3 875	3 388	2 768	2 889
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	4 161								
<b>Payments for financial assets</b>	<b>11</b>	<b>28</b>	<b>49</b>						
<b>Total economic classification</b>	<b>306 049</b>	<b>324 580</b>	<b>340 865</b>	<b>535 666</b>	<b>539 315</b>	<b>539 315</b>	<b>331 491</b>	<b>312 477</b>	<b>317 724</b>

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>88 025</b>	<b>98 711</b>	<b>102 405</b>	<b>108 694</b>	<b>101 458</b>	<b>101 448</b>	<b>110 557</b>	<b>111 801</b>	<b>112 252</b>
Compensation of employees	66 966	74 614	80 755	88 617	80 935	80 935	84 654	85 664	86 809
Salaries and wages	58 152	64 454	69 456	76 282	69 333	69 632	73 046	74 069	74 693
Social contributions	8 814	10 160	11 299	12 335	11 602	11 303	11 608	11 595	12 116
Goods and services	21 059	24 097	21 650	20 077	20 523	20 513	25 903	26 137	25 443
Administrative fees	172	197	158	142	143	143	194	206	215
Advertising	1 728	206	258		90	90	436	491	513
Minor assets	67	1 259	117	105	102	102	452		
Audit cost: External	6 812	5 491	6 242	3 734	4 253	4 253	5 787	4 450	4 729
Bursaries: Employees	542	1 361	1 000	833	833	833	820	856	895
Catering: Departmental activities	646	806	1 044	241	144	144	284	297	310
Communication (G&S)	871	652	1 533	1 523	1 209	754	1 418	2 418	2 032
Computer services	432	308	830	2 552	3 452	3 902	2 869	2 967	2 500
Consultants and professional services: Business and advisory services	215	254	162	329	319	314	338	412	416
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services	30	305	469		220	220	150	157	164
Contractors	977	4 519	2 743	516	2 448	2 448	993	1 022	1 025
Agency and support / outsourced services	85	691	341	65	101	101	322	279	291
Entertainment	22	26	8		4	4	24	24	24
Fleet services (including government motor transport)	1 124	675	954	1 008	1 008	1 118	1 056	1 106	1 156
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									
Medss inventory interface									
Inventory: Other supplies									
Consumable supplies	145	137	302	351	299	299	540	557	583
Consumable: Stationery, printing and office supplies	2 332	2 257	1 493	2 198	1 892	1 782	2 172	2 282	2 307
Operating leases	1 213	1 158	936	1 054	1 054	1 054	1 100	1 152	1 204
Property payments					450	450			
Transport provided: Departmental activity	72		189						
Travel and subsistence	1 754	2 367	1 549	4 135	2 249	2 249	4 329	4 909	4 736
Training and development	1 324	347	1 014	708	33	33	2 049	1 976	1 741
Operating payments	144	696	204	514	155	155	475	477	499
Venues and facilities	352	385	104	69	65	65	95	99	103
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
<b>Transfers and subsidies</b>	<b>326</b>	<b>597</b>	<b>974</b>	<b>409</b>	<b>585</b>	<b>585</b>	<b>385</b>	<b>421</b>	<b>440</b>
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	326	597	974	409	585	585	385	421	440
Social benefits	101	340	824	21	197	197	25	23	24
Other transfers to households	225	257	150	388	388	388	360	398	416
<b>Payments for capital assets</b>	<b>4 571</b>	<b>3 045</b>	<b>2 484</b>	<b>2 652</b>	<b>2 892</b>	<b>2 902</b>	<b>2 871</b>	<b>2 698</b>	<b>2 819</b>
Buildings and other fixed structures	73								
Buildings	73								
Other fixed structures									
Machinery and equipment	4 498	3 045	2 484	2 652	2 892	2 902	2 871	2 698	2 819
Transport equipment									
Other machinery and equipment	4 498	3 045	2 484	2 652	2 892	2 902	2 871	2 698	2 819
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>	<b>4</b>	<b>5</b>	<b>24</b>						
<b>Total economic classification</b>	<b>92 926</b>	<b>102 358</b>	<b>105 887</b>	<b>111 755</b>	<b>104 935</b>	<b>104 935</b>	<b>113 813</b>	<b>114 920</b>	<b>115 511</b>

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>39 846</b>	<b>44 661</b>	<b>46 689</b>	<b>55 958</b>	<b>46 405</b>	<b>46 405</b>	<b>53 363</b>	<b>53 878</b>	<b>55 612</b>
Compensation of employees	37 418	42 196	43 766	51 848	43 662	43 662	48 716	48 870	50 569
Salaries and wages	32 763	37 022	38 269	45 674	38 060	38 063	42 801	42 960	44 393
Social contributions	4 655	5 174	5 497	6 174	5 602	5 599	5 915	5 910	6 176
Goods and services	2 428	2 465	2 923	4 110	2 743	2 743	4 647	5 008	5 043
Administrative fees	31	19	30	45	27	27	42	44	45
Advertising	256	403	317	44	753	753	100	105	110
Minor assets	13	1	17	12	32	32	24		
Audit cost: External			372						
Bursaries: Employees									
Catering: Departmental activities	125	342	271	76	51	51	141	156	162
Communication (G&S)			3		28	28	6	6	6
Computer services	133	141	150				320	320	320
Consultants and professional services: Business and advisory services		220		1 347			1 165	1 455	1 455
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors							5	5	5
Agency and support / outsourced services	1								
Entertainment	1	1					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									
Medgas inventory interface									
Inventory: Other supplies									
Consumable supplies	52	51	51	81	60	60	103	105	110
Consumable: Stationery,printing and office supplies	621	672	691	760	813	813	838	868	870
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	799	601	903	1 546	913	913	1 770	1 821	1 821
Training and development			23				12		14
Operating payments									
Venues and facilities	396	14	95	199	66	66	115	117	119
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
<b>Transfers and subsidies</b>	<b>176</b>	<b>7</b>	<b>133</b>						
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	133						
Social benefits	176	7	133						
Other transfers to households									
<b>Payments for capital assets</b>	<b>157</b>	<b>42</b>	<b>398</b>	<b>321</b>	<b>321</b>	<b>55</b>			
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	157	42	398	321	321	55			
Transport equipment									
Other machinery and equipment	157	42	398	321	321	55			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>	<b>1</b>	<b>12</b>							
<b>Total economic classification</b>	<b>40 180</b>	<b>44 710</b>	<b>47 232</b>	<b>55 958</b>	<b>46 726</b>	<b>46 726</b>	<b>53 418</b>	<b>53 878</b>	<b>55 612</b>

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>79 505</b>	<b>77 604</b>	<b>80 352</b>	<b>287 876</b>	<b>317 254</b>	<b>317 254</b>	<b>82 673</b>	<b>61 346</b>	<b>62 090</b>
Compensation of employees	36 332	37 990	40 439	45 260	40 582	40 582	44 382	44 076	45 060
Salaries and wages	31 119	32 515	34 480	38 626	34 342	34 353	38 134	37 798	38 500
Social contributions	5 213	5 475	5 959	6 634	6 240	6 229	6 248	6 278	6 560
Goods and services	43 173	39 614	39 913	242 616	276 672	276 672	38 291	17 270	17 030
Administrative fees	19	9	10	39	22	22	42	45	47
Advertising	10 165	12 855	12 991	12 375	12 391	12 391	120	125	125
Minor assets	27	25	61	5	20	20	118		
Audit cost: External	209		1 340		860	860			
Bursaries: Employees									
Catering: Departmental activities	73	69	37	59	51	51	134	140	146
Communication (G&S)	38	22	36	21	38	38	60	55	58
Computer services	23 173	25 029	24 144	23 005	23 440	23 440	24 756	13 749	13 493
Consultants and professional services: Business and advisory services	1 634	83	166						
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	40	16	85	170	92	92	148	154	154
Agency and support / outsourced services			9						
Entertainment	1		1				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									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	85	73	82	205 188	238 715	238 715	10 197	194	197
Consumable: Stationery, printing and office supplies	7 009	998	449	945	580	580	1 440	1 535	1 535
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	589	410	330	750	452	452	1 177	1 221	1 221
Training and development			163				49		
Operating payments	34	18		53	5	5			
Venues and facilities	77	7	9	6	6	6	44	46	48
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
<b>Transfers and subsidies</b>	<b>50</b>	<b>39</b>							
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	39							
Social benefits	50								
Other transfers to households		39							
<b>Payments for capital assets</b>	<b>5 811</b>	<b>164</b>	<b>246</b>	<b>13</b>	<b>109</b>	<b>109</b>	<b>60</b>		
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	1 650	164	246	13	109	109	60		
Transport equipment									
Other machinery and equipment	1 650	164	246	13	109	109	60		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets	4 161								
<b>Payments for financial assets</b>	<b>6</b>	<b>12</b>							
<b>Total economic classification</b>	<b>85 372</b>	<b>77 819</b>	<b>80 598</b>	<b>287 889</b>	<b>317 363</b>	<b>317 363</b>	<b>82 733</b>	<b>61 346</b>	<b>62 090</b>

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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		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>26 592</b>	<b>31 239</b>	<b>33 654</b>	<b>29 980</b>	<b>28 564</b>	<b>28 564</b>	<b>27 647</b>	<b>27 511</b>	<b>28 617</b>
Compensation of employees	22 674	23 464	24 262	26 058	24 348	24 348	24 448	24 546	25 651
Salaries and wages	19 848	20 577	21 208	22 785	21 194	21 195	21 255	21 295	22 253
Social contributions	2 826	2 887	3 054	3 273	3 154	3 153	3 193	3 251	3 398
Goods and services	3 918	7 775	9 392	3 922	4 216	4 216	3 199	2 965	2 966
Administrative fees	19	9	9	31	21	21	39	35	36
Advertising									
Minor assets	14	4	7	25	37	37	67	8	8
Audit cost: External	284	5 000	38						
Bursaries: Employees									
Catering: Departmental activities	47	136	267	60	48	48	67	75	78
Communication (G&S)							12		
Computer services									
Consultants and professional services: Business and advisory services	2 712	1 964	8 445	3 000	3 500	3 500	2 000	2 000	2 000
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	2		2	3	3	3	3	3	3
Agency and support / outsourced services	2						5	5	5
Entertainment	1	1	1		1	1	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									
Medicines inventory interface									
Inventory: Other supplies									
Consumable supplies	40	46	45	59	48	48	60	60	62
Consumable: Stationery,printing and office supplies	276	132	180	314	282	282	269	279	277
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	172	237	246	319	196	196	326	358	358
Training and development	88	131	32				174		1
Operating payments		95	76	9	62	62	58	18	18
Venues and facilities	261	20	44	102	18	18	113	118	114
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
<b>Transfers and subsidies</b>	<b>1 170</b>								
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		1 170							
Social benefits		1 170							
Other transfers to households									
<b>Payments for capital assets</b>	<b>31</b>	<b>56</b>	<b>122</b>	<b>89</b>	<b>240</b>	<b>240</b>	<b>175</b>	<b>70</b>	<b>70</b>
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	31	56	122	89	240	240	175	70	70
Transport equipment									
Other machinery and equipment	31	56	122	89	240	240	175	70	70
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>			<b>13</b>						
<b>Total economic classification</b>	<b>26 623</b>	<b>32 465</b>	<b>33 789</b>	<b>30 069</b>	<b>28 804</b>	<b>28 804</b>	<b>27 822</b>	<b>27 581</b>	<b>28 687</b>

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Current payments</b>	<b>32 700</b>	<b>34 582</b>	<b>39 256</b>	<b>49 985</b>	<b>41 120</b>	<b>41 120</b>	<b>53 478</b>	<b>54 752</b>	<b>55 824</b>
Compensation of employees	29 221	32 240	35 230	40 374	35 458	35 458	37 730	36 975	38 039
Salaries and wages	25 765	28 402	31 194	35 896	31 321	31 335	33 452	32 739	33 613
Social contributions	3 456	3 838	4 036	4 478	4 137	4 123	4 278	4 236	4 426
Goods and services	3 479	2 342	4 026	9 611	5 662	5 662	15 748	17 777	17 785
Administrative fees	37	32	26	75	53	53	74	78	82
Advertising			3						
Minor assets	32	10	8	20	30	30	23		
Audit cost: External	1 010		1 616						
Bursaries: Employees									
Catering: Departmental activities	176	334	299	163	50	50	232	297	300
Communication (G&S)	1		55	93	106	106	90	90	94
Computer services									
Consultants and professional services: Business and advisory services				7 482	4 103	4 103	12 585	14 706	14 801
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors							9	11	12
Agency and support / outsourced services	2		2						
Entertainment			2				10	10	10
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	81	62	74	116	81	81	119	117	122
Consumable: Stationery, printing and office supplies	84	101	87	230	210	210	268	285	289
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	1 699	1 768	1 726	1 416	826	826	1 820	1 989	1 981
Training and development	240	25	112		187	187	502	176	75
Operating payments									
Venues and facilities	117	10	16	16	16	16	16	18	19
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
<b>Transfers and subsidies</b>	<b>28 040</b>	<b>32 564</b>	<b>33 941</b>	<b>64</b>	<b>64</b>				
Provinces and municipalities	27 800	32 500	33 831						
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities	27 800	32 500	33 831						
Municipalities									
Municipal agencies and funds	27 800	32 500	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	240	64	110		64	64			
Social benefits	240	64	110		64	64			
Other transfers to households									
<b>Payments for capital assets</b>	<b>208</b>	<b>71</b>	<b>162</b>	<b>10</b>	<b>303</b>	<b>303</b>	<b>227</b>		
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	208	71	162	10	303	303	227		
Transport equipment									
Other machinery and equipment	208	71	162	10	303	303	227		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
<b>Payments for financial assets</b>		<b>11</b>							
<b>Total economic classification</b>	<b>60 948</b>	<b>67 228</b>	<b>73 359</b>	<b>49 995</b>	<b>41 487</b>	<b>41 487</b>	<b>53 705</b>	<b>54 752</b>	<b>55 824</b>

## VOTE 4 - FREE STATE PROVINCIAL TREASURY

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2020/21	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
<b>Category A</b>									
Mangaung									
<b>Category B</b>	27 800	31 500	33 831						
Letsemeng		1 000							
Kopanong			3 500						
Mohokare		1 000	1 000						
Masilonyana	6 000								
Tokologo	1 000	2 000	1 000						
Tswelopele		1 000							
Matjhabeng									
Nala			2 000						
Setso									
Dihlabeng									
Nketoana		1 000							
Maluti-a-Phofung			2 000						
Phumelela	1 800	2 000							
Mantsopa	1 000	1 000							
Moghaka	7 000								
Ngwathe	10 000	22 500	20 331						
Metsimaholo									
Matube	1 000		4 000						
<b>Category C</b>		1 000							
Xhariep District Municipality		1 000							
Lejweleputswa District Municipality									
Thabo Mofutsanyana District Municipality									
Fezile Dabi District Municipality									
<b>Unallocated</b>									
<b>Total transfers to municipalities</b>	<b>27 800</b>	<b>32 500</b>	<b>33 831</b>						