

Vote 12

Department: *Provincial Treasury*

Table 1: Summary of departmental allocation

To be appropriated by Vote in 2022/23	R427 316 000
Responsible MEC	MEC for Finance
Administering Department	Provincial Treasury
Accounting Officer	Head of Provincial Treasury

1. Overview

1.1. Vision

A prosperous province supported by sound financial, governance and resource management.

1.2. Mission

To provide strategic and technical leadership in the allocation, management and utilisation of financial resources for socio-economic development in the province.

1.3. Core functions and responsibilities

The oversight role of the department requires it to ensure the stability and soundness of the financial system and financial services, coordinate intergovernmental financial and fiscal relations, manage the budget preparation process and enforce transparency and effective management in respect of revenue and expenditure, assets and liabilities, public entities and constitutional institutions.

1.4. Main Services

- Preparation of the provincial budget;
- Exercising control over the implementation of the provincial budget;
- Promoting and enforce transparency and effective management in respect of revenue, expenditure, assets and liabilities of provincial departments and provincial public entities;
- Ensuring that its fiscal policies do not materially and unreasonably prejudice national economic policies;
- Enforcing the PFMA and any prescribed national and provincial norms and standards, including any prescribed standards of generally recognised accounting practices and uniform classification systems, in provincial departments;
- Ensure compliance with the annual Division of Revenue Act (DoRA), and monitor and assess the implementation of DoRA in provincial public entities;
- Monitor and assess the implementation in provincial public entities of national and provincial norms and standards;
- Assist provincial departments and provincial public entities in building their capacity for efficient, effective and transparent financial management;
- Investigate any system of financial management and internal control applied by a provincial department or a provincial public entity; and
- Municipal support and oversee implementation of Municipal Finance Management

1.5. Demands for and expected changes in the services

The tight fiscal environment has continued to be a challenge leading to a continuous need for the province, through Provincial Treasury, to drive the implementation of the sustainable fiscal framework. Therefore, allocative efficacy, containment of the provincial wage bill, implementation of cost containment measures, prioritisation of infrastructure investment, enhancement of revenue generation initiatives and maintaining the Provincial Revenue Fund (PRF) liquidity remain critical for the province.

In addition, the change in the environment posed by COVID-19 shifted the focus to technology. The use of technology during the COVID-19 lockdown period has shown that working remotely is possible and virtual engagements are efficient in the department. Post COVID-19, the department remains committed in investing in Information and Communication Technology (ICT) to ensure business continuity.

1.6. The Acts, rules and regulations

The department derives its existence from Sections 213, 215, 216, 217, 218, 219, 226, 227 and 230 of the Constitution of the Republic of South Africa (Act 108 of 1996), Sections 17 and 18 of the Public Finance Management Act (PFMA), 1999 as amended, Municipal Finance Management Act (MFMA) and National Treasury Regulations.

1.7. Budget decisions

The budget decisions are linked to the provincial priorities, and relates to the need for intensified support and oversight of departments, municipalities and public entities. The constrained fiscus has led to a tightening fiscal envelope and therefore, the department will continue to implement cost containment and other fiscal consolidation measures over the 2022 MTEF. In addition, an additional funding was received to augment Compensation of Employees budget for payment of cash gratuity emanating from the wage agreement and this funding was spread across programmes. Furthermore, the department took a decision to source infrastructure specialists through Consultancy services owing to difficulties experienced in attaining the requisite skills on a one year contract as imposed by the Department of Public Service and Administration (DPSA). An in-depth reprioritisation also continues to be undertaken in order to ensure that key service delivery areas are protected such as provincial forensic investigations and ICT projects planned.

1.8. Aligning departmental budgets to achieve government's prescribed outcomes

The Constitution mandates the department to provide strategic and technical leadership in the efficient and sustainable allocation, management and utilisation of financial resources in provincial departments, municipalities and public entities in order to improve the quality of life in the province. Therefore, the department has ensured that the resource allocations are aligned to the current Strategic Plan, Annual Performance Plan that has been aligned to the Medium Term Strategic Framework. The department's strategic interventions contribute to achieving the following provincial policy priorities as outlined in the Provincial Development Plan: innovative and inclusive growing economy; enabling infrastructure network; human development and building capable democratic institutions.

2. Review of the current financial year (2021/22)

2.1. Key achievements

The department continued with efforts to ensure the realisation of the strategic objectives, which include Fiscal Consolidation; Supply Chain Management reforms; Infrastructure Support as well as Provincial and Municipal Governance and Accountability.

As part of fiscal consolidation, the department continued to focus on increasing the provincial revenue base with the key revenue-generating departments implementing the recommendations of the revenue study. In monitoring the implementation of the revenue study recommendations, Provincial Treasury continued with the work-group meetings with departments of Public Works and Infrastructure, Transport, Health, and DEDEAT on the implementation and achievements of the revenue targets in 2021/22 and setting more achievable targets for the 2022 MTEF. The review of the Provincial Equitable Share continued through the discussions with National Treasury and other provincial treasuries, which resulted in the review of the Health component of the Provincial Equitable Share formula. The department also conducted Expenditure Reviews in collaboration with the Government Technical Advisory Centre (GTAC), which seeks to assess the efficiency and effectiveness of government programmes. This exercise has assisted in identifying some policy implementation challenges and areas of improvement by these six departments ie Education; Health; Transport; Rural Development and Agrarian Reform; Public Works and Office of the Premier.

The department continued to manage Provincial Revenue Fund (PRF) through financial risk management to contain cash liquidity risk, interest rate risk and accounting risks. The overall group position of the Pay Master General (PMG) and Exchequer accounts have always been positive throughout the reporting term. Excess funds were subsequently invested with the approved financial institutions at competitive interest rates to generate more interest income for the provincial own revenue, which is utilised to fund provincial priorities.

In respect of Supply Chain Management reforms, the department continued with the drive to implement Local Economic Development Procurement Framework (LEDPF) in the province, which remains one of the key focus areas to promote local content and procurement opportunities for local businesses. All 13 departments were supported on the implementation of the LEDPF in order to achieve 60 per cent local spend as planned. In addition, the monitoring of adherence to procurement plans by departments continued on monthly basis, reported on to the Provincial Management Committee and Cabinet Budget Committee, and feedback was provided to departments. The department also conducted Creditor Management Forums, which dealt with the issue of non-payment to service providers by provincial departments.

With regards to Infrastructure support, the department co-ordinated the submission of long-term planning for Infrastructure Planning and Delivery which put an emphasis on Integrated Planning, Integrated Budgeting and Integrated Implementation which is implemented by the three spheres of government. The recruitment of infrastructure technical specialist commenced and during the period under review, the process is at procurement stage.

The department also strengthened its focus on the Provincial and Municipal Governance and Accountability. During the period under review, the department continued to implement the Financial Management Accountability Framework to institutionalise discipline in the management of public resources and ensure that departments and entities move towards sustainable financial maturity. The serious financial management challenges that impacted negatively on the delivery of services in the Department of Health continued to be addressed through a multi-disciplinary team involving the Office of the Premier, the Department of Health and Provincial Treasury. Over and above addressing specific Health systemic and administrative challenges, the focus was on strengthening legal services to investigate and defend cases.

Furthermore, the department has assessed and reported on the progress made by the departments in addressing the audit findings of the previous year, possible risks identified in the current year audit and anticipated audit outcomes. Provincial departments were also supported on the process of the compilation of the Annual Financial Statements in order to minimise misstatements being identified by Auditor General during the audit process.

The department working together with Cooperative Governance and Traditional Affairs (CoGTA), conducted one-on-one engagements with municipalities that reflected frequent gross underspending on grants. These also assisted CoGTA in setting up a Project Management Unit to build the technical capacity through mentorship and hands-on technical support on service delivery in the municipalities by providing municipalities with engineers, town planners and developers. The department also participated on various intervention programmes at Makana, Enoch Mgijima and Amathole district municipalities in an effort to stabilise their finances. The financial recovery plans for these municipalities were developed and PT is monitoring them on a monthly basis.

2.2. Key challenges

COVID-19 pandemic has had a negative impact on global supply chains hence the delay in procuring ICT equipment like laptops and server infrastructure. The pandemic has also resulted in a delay in finalising projects such as the review of ICT Strategy as the process took longer than anticipated given that SITA was unable to engage business units due to lockdown restrictions.

The provincial fiscus continues to be constrained resulting to the pressures imposed by the Covid 19 pandemic, especially in the Department of Health. This has resulted in reprioritisation of funds from other departments to curb these cost pressures.

The court determination of Preferential Procurement Policy Framework Act (PPPFA) affected procurement reforms, which will impact government procurement. process going forward.

3. Outlook for the coming financial year (2022/23)

The department continues to implement the four identified strategic priorities throughout the Sixth Administration, which are as follows: Fiscal Consolidation; SCM reforms; Infrastructure Support; Provincial and Municipal Governance and Accountability.

With regards to the court determination, the Treasury sector in consultation with relevant stakeholders need to provide a procurement strategy to remedy the situation.

The department will continue to promote fiscal sustainability and ensure prudent use of resources through the following interventions: continued cost containment measures and reprioritisation; ensure protection of key service delivery programmes; and expenditure ceilings; and management of the wage bill as well as enhancement of provincial revenue. Furthermore, the department will undertake the zero-based budgeting exercise with provincial departments, building up from the work done on the Expenditure Reviews, which will assist in identifying areas of inefficiencies and the savings for reprioritisation whilst strengthening allocative efficacy.

The prioritisation of SMME development remains critical with a special focus on local procurement including women, persons with disabilities and youth. Subsequently, the department will also ensure improvement in payment of creditors within a 30-day period continued to ensure that SMME's cash flows and financial sustainability. The department will also continue to support the departments on the implementation of the LED Procurement Framework in order to achieve 60 per cent local spend, including the implementation of the procurement procedures to mitigate the pandemic. The promotion of local procurement will continue with special focus on women, persons with disabilities, youth and military veterans. Lastly, the PT will continue to monitor the implementation of the Price Index and assist the departments to identify commodities that are manufactured in the province and advise before they engage on procurement.

Infrastructure development continues to be one of the key priorities of the provincial government and moving forward the province aims to strike an optimal balance between social and economic infrastructure provision. To achieve this greater integration and coordination across spheres of government, the department will continue to support departments on the implementation of the Infrastructure Program Management Plans (IPMPs).

PT will continue to ensure that infrastructure investment help to unlock economic potential through: infrastructure budgeting and financing; procurement and contract management; localisation of benefits; and infrastructure investment responds to spatial aspects of future infrastructure demand.

PT will continue to remain fully involved in its oversight role and assisting departments to ensure improvement in the audit outcomes and monitor the implementation of the Provincial Audit Intervention Plan (PAIP) as a strategy to improve audit outcomes. The intention is to have unqualified audit opinions in all departments, public entities including municipalities. Hands-on support will be provided to all departments during the audit process through continuous engagement with the AGSA's technical unit to resolve interpretation issues on accounting standards as well as the PFMA, Treasury Regulations. PT will continue offering an efficient and effective hands-on support to all 36 municipalities.

4. Reprioritisation

The budget baseline reductions necessitated that the department conducts an in-depth reprioritisation process in order to ensure that key service delivery areas remains protected which include IT Server Infrastructure; Provincial Forensic Investigations etc. The department has a Budget Committee that continues to play an active role in ensuring that programmes are spending as projected and that budget pressures are addressed through reprioritisation.

5. Procurement

Over the 2022 MTEF, the major drivers of the procurement plan include procurement of ICT equipment, forensic investigations, Quality Assurance Reviews, Internal Audit and Risk Management trainings, Supply Chain Management training, Change management projects and ICT audits. Provincial Treasury continues to strengthen the procurement, contract management processes through training of SCM officials on new reforms. Furthermore, it will strengthen the wider participation by all targeted groups in various categories of procurement. Lastly, strategic sourcing will be implemented for the identified commodities by arranging departmental own term contracts and increased participation on the transversal contracts arranged by National and Provincial Treasuries.

6. Receipts and financing

6.1. Summary of receipts

Table 2: Summary of departmental receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Equitable share	440 995	421 234	373 238	406 490	390 028	388 843	427 316	431 829	443 388	9.9
Conditional grants	–	–	–	–	–	–	–	–	–	–
Total receipts	440 995	421 234	373 238	406 490	390 028	388 843	427 316	431 829	443 388	9.9
of which										
Departmental receipts	768 110	947 947	513 315	121 190	121 190	189 954	126 885	132 594	138 561	(33.2)

Table 2 above shows departmental receipts from 2018/19 to 2024/25. The substantial decrease from R440.995 million in 2018/19 to the revised estimate of R388.843 million in 2021/22 is mainly due to completion of social infrastructure projects such as drought relief in Joe Gqabi and Rural Access Roads, which, were completed in 2019/20. In addition, budget cuts also contributed to the decline. In 2022/23, the allocation increases by 9.9 per cent to R427.316 million mainly due low revised estimates caused by rescheduling of the Provincial Infrastructure Support and Municipal Intervention budget from 2021/22 to

2023/24 and 2024/25 respectively. The budget continues to grow moderately in the two outer years due to inflationary adjustments.

6.2. Departmental receipts collection

Table 3: Summary of departmental receipts and collection

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Tax receipts	-	-	-	-	-	-	-	-	-	
Casino taxes	-	-	-	-	-	-	-	-	-	
Horse racing taxes	-	-	-	-	-	-	-	-	-	
Liquor licences	-	-	-	-	-	-	-	-	-	
Motor vehicle licences	-	-	-	-	-	-	-	-	-	
Sales of goods and services other than capital assets	204	215	216	262	262	245	262	287	300	6.9
Transfers received	-	-	-	-	-	-	-	-	-	
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-	
Interest, dividends and rent on land	767 849	947 730	513 005	120 047	120 047	189 438	125 742	131 471	137 387	(33.6)
Sales of capital assets	-	-	-	-	-	-	-	-	-	
Transactions in financial assets and liabilities	57	2	94	881	881	271	881	836	874	225.1
Total departmental receipts	768 110	947 947	513 315	121 190	121 190	189 954	126 885	132 594	138 561	(33.2)

Table 3 above shows the summary of departmental receipts and collections from 2018/19 to 2024/25. Own revenue decreased from R768.110 million in 2018/19 to an estimated R189.954 million in 2021/22. The decrease of 33.2 per cent in 2022/23 is due to expected lower cash balances in the Provincial Revenue Fund owing to allocation of surplus funds for provincial priorities. It is estimated that receipts will increase gradually in the two outer years.

7. Payment summary

7.1. Key assumptions

Assumptions and factors contained in the 2022 Medium-Term Budget Policy Statement (MTBPS), such as revised zero percent living wage adjustments and cash gratuity for 2022/23 were taken into consideration. National and provincial budget reductions as well as cost containment measures have been taken into account for the entire 2022 MTEF.

7.2. Programme Summary

Table 4: Summary of payments and estimates by programme

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Administration	156 865	157 462	150 563	158 245	160 457	159 734	175 316	181 214	181 406	9.8
2. Sustainable Resource Management	68 162	70 473	70 485	79 298	74 503	74 192	81 510	81 935	85 658	9.9
3. Asset And Liability Management	26 633	26 135	24 644	25 483	25 558	25 444	26 692	26 518	27 722	4.9
4. Financial Governance	76 889	90 439	81 619	85 137	81 520	81 187	87 105	85 358	89 223	7.3
5. Municipal Financial Governance	112 446	76 725	45 927	58 327	47 990	48 286	56 693	56 804	59 379	17.4
Total payments and estimates	440 995	421 234	373 238	406 490	390 028	388 843	427 316	431 829	443 388	9.9

7.3. Summary of economic classification

Table 5: Summary of payments and estimates by economic classification

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	364 023	390 036	362 448	400 372	381 017	379 758	412 538	418 195	431 535	8.6
Compensation of employees	302 714	322 350	318 430	332 567	320 254	319 217	336 585	334 904	349 974	5.4
Goods and services	61 309	67 686	44 018	67 805	60 763	60 541	75 953	83 291	81 561	25.5
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	67 341	26 357	6 100	1 943	3 640	3 715	1 886	1 968	2 058	(49.2)
Provinces and municipalities	41 362	23 587	-	-	-	-	-	-	-	-
Departmental agencies and accounts	22 405	816	942	1 103	1 103	1 103	1 102	1 150	1 202	(0.1)
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	3 574	1 954	5 158	840	2 537	2 612	784	818	856	(70.0)
Payments for capital assets	9 554	4 528	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	9 554	4 492	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	36	-	-	-	-	-	-	-	-
Payments for financial assets	77	313	176	-	-	-	-	-	-	-
Total economic classification	440 995	421 234	373 238	406 490	390 028	388 843	427 316	431 829	443 388	9.9

Tables 4 and 5 above show the summary of payments and estimates per programme and economic classification from 2018/19 to 2024/25. Actual expenditure decreased from R440.995 million in 2018/19 to a revised estimate of R388.843 million in 2021/22. The decrease is mainly due to completion of municipal social infrastructure projects in 2019/20 such as drought relief in Joe Gqabi and Rural Access Roads which were completed in 2019/20. In addition, budget cuts contributed to the decline. In 2022/23, the budget increases by 9.9 per cent to R427.316 million, mainly due low revised estimates caused by rescheduling of the Provincial Infrastructure Support and Municipal Intervention budget from 2021/22 to 2023/24 and 2024/25 respectively.

Compensation of Employees increased from R302.714 million in 2018/19 to a revised estimate of R319.217 million in 2021/22 due to the appointment of interns for experiential training, technical support and filling of critical vacant posts. In 2022/23, the budget increases by 5.4 per cent to R336.585 million mainly due to additional funding received for cash gratuity as well as planned recruitment that could not be concluded in 2021/22. This includes contractual personnel for Medico-Legal and Municipal Support interventions.

Goods and Services decreased from R61.309 million in 2018/19 to a revised estimate of R60.541 million in 2021/22 due to once-off budget reductions effected in 2020/21. In 2022/23, the budget increases by 25.5 per cent to R75.953 million mainly due to reclassification of funds for the Provincial Infrastructure Support project from Compensation of Employees to Goods and Services, low baseline in 2021/22 caused by rescheduling of Municipal Support interventions budget as well as an anticipated increase in travel and subsistence emanating from planned activities.

Transfers and Subsidies decreased from R67.341 million in 2018/19 to a revised estimate of R3.715 million in 2021/22 due to completion of municipal social infrastructure projects. In 2022/23, the budget decreases by 49.2 per cent to R1.886 million due to a decrease in anticipated officials that will be exiting the department.

Payments for Capital Assets decreased from R9.554 million in 2018/19 to a revised estimate of R5.370 million in 2021/22 due to once-off replacement of obsolete computer equipment and server infrastructure. In 2022/23, the budget increases by 140.1 per cent to R12.892 million due to provisions made for mobile communication finance lease payments and ICT equipment.

7.4. Expenditure by municipal boundary

Table 6: Summary of departmental payments and estimates by benefiting municipal boundary

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Buffalo City	-	-	-	-	-	-	-	-	-	
Nelson Mandela Bay	-	-	-	-	-	-	-	-	-	
Cacadu District Municipality	-	-	-	-	-	-	-	-	-	
Dr Beyers Naude	-	-	-	-	-	-	-	-	-	
Blue Crane Route	-	-	-	-	-	-	-	-	-	
Makana	-	-	-	-	-	-	-	-	-	
Ndlambe	-	-	-	-	-	-	-	-	-	
Sundays River Valley	-	-	-	-	-	-	-	-	-	
Kouga	-	-	-	-	-	-	-	-	-	
Kou-Kamma	-	-	-	-	-	-	-	-	-	
Amatole District Municipality	-	-	-	-	-	-	-	-	-	
Mbhashe	-	-	-	-	-	-	-	-	-	
Mnquma	-	-	-	-	-	-	-	-	-	
Great Kei	-	-	-	-	-	-	-	-	-	
Amahlathi	-	-	-	-	-	-	-	-	-	
Ngqushwa	-	-	-	-	-	-	-	-	-	
Raymond Mhlaba	-	-	-	-	-	-	-	-	-	
Chris Hani District Municipality	-	-	-	-	-	-	-	-	-	
Inxuba Yethemba	-	-	-	-	-	-	-	-	-	
Intsika Yethu	-	-	-	-	-	-	-	-	-	
Emalahleni	-	-	-	-	-	-	-	-	-	
Engcobo	-	-	-	-	-	-	-	-	-	
Sakhisizwe	-	-	-	-	-	-	-	-	-	
Enoch Mgijima	-	-	-	-	-	-	-	-	-	
Joe Gqabi District Municipality	-	-	-	-	-	-	-	-	-	
Elundini	-	-	-	-	-	-	-	-	-	
Senqu	-	-	-	-	-	-	-	-	-	
Walter Sisulu	-	-	-	-	-	-	-	-	-	
O.R. Tambo District Municipality	12 950	5 065	-	-	-	-	-	-	-	
Ngqiza Hill	-	-	-	-	-	-	-	-	-	
Port St Johns	-	-	-	-	-	-	-	-	-	
Nyandeni	-	-	-	-	-	-	-	-	-	
Mhlonfo	-	-	-	-	-	-	-	-	-	
King Sabata Dalindyebo	12 950	5 065	-	-	-	-	-	-	-	
Alfred Nzo District Municipality	2 412	4 522	-	-	-	-	-	-	-	
Matafele	-	-	-	-	-	-	-	-	-	
Umkhumbi	-	-	-	-	-	-	-	-	-	
Mbizana	-	-	-	-	-	-	-	-	-	
Ntabankulu	2 412	4 522	-	-	-	-	-	-	-	
District Municipalities	425 633	411 647	36 252	36 649	35 506	35 615	414 426	416 314	38 318	1063.6
Cacadu District Municipality	7 658	8 016	7 147	7 430	7 025	7 095	7 521	7 513	7 853	6.0
Amatole District Municipality	7 638	8 392	7 747	7 417	8 403	8 383	7 682	7 657	8 006	(8.4)
Chris Hani District Municipality	6 893	7 446	5 996	6 267	6 001	6 005	6 560	6 503	6 799	9.2
Joe Gqabi District Municipality	30 363	18 236	3 911	4 330	3 631	3 649	4 412	4 393	4 594	20.9
O.R. Tambo District Municipality	6 541	6 683	6 033	5 915	5 384	5 396	5 238	5 214	5 450	(2.9)
Alfred Nzo District Municipality	5 752	6 040	5 418	5 290	5 062	5 087	5 393	5 372	5 616	6.0
Unallocated	-	-	336 986	369 841	354 522	353 228	12 890	15 515	405 070	(96.4)
Total transfers to municipalities	440 995	421 234	373 238	406 490	390 028	388 843	427 316	431 829	443 388	9.9

Table 6 above shows the summary of payments and estimates by benefiting municipality boundary from 2018/19 to 2024/25. The department implemented social infrastructure projects such as drought relief in Joe Gqabi municipality and electrification in King Sabata Dalindyebo municipality. Total expenditure decreased from R440.995 million in 2018/19 to a revised estimate of R388.843 million in 2021/22 as these projects were completed in 2019/20. The budget increases by 9.9 in 2022/23 due to additional funding received for cash gratuity emanating from wage agreement. The budget continues to increase moderately in the two outer years due to inflationary adjustments.

7.5. Infrastructure payments

Departmental infrastructure payments

Table 7: Summary of departmental payments and estimates on infrastructure

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Existing infrastructure assets	-	-	-	-	-	-	-	-	-	
Maintenance and repairs	-	-	-	-	-	-	-	-	-	
Upgrades and additions	-	-	-	-	-	-	-	-	-	
Refurbishment and rehabilitation	-	-	-	-	-	-	-	-	-	
New infrastructure assets	-	-	-	-	-	-	-	-	-	
Infrastructure transfers	62 937	23 587	-	-	-	-	-	-	-	
Current	-	-	-	-	-	-	-	-	-	
Capital	62 937	23 587	-	-	-	-	-	-	-	
Infrastructure payments for financial assets	-	-	-	-	-	-	-	-	-	
Infrastructure leases	-	-	-	-	-	-	-	-	-	
Non infrastructure	-	-	-	-	-	-	-	-	-	
Total department infrastructure	62 937	23 587	-	-	-	-	-	-	-	

1. Total provincial infrastructure is the sum of "Capital" plus "Recurrent maintenance". This includes non infrastructure items.

Table 7 above shows the summary of payments and estimates on infrastructure from 2018/19 to 2024/25. Actual expenditure decreased from R62.937 million in 2018/19 to R23.587 million due to completion of municipal social infrastructure projects in 2019/20. No provision is made over the 2022 MTEF.

7.6. Departmental Public-Private Partnership (PPP) projects

None.

7.7. Conditional grant payments

None.

7.8. Transfers

7.8.1. Transfers to public entities

None.

7.8.2. Transfers to other entities

Table 8: Transfers to other entities

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
SABC (TV Licences)	2	1	1	1	1	1	-	-	-	(100.0)
FASSET	828	815	941	1 102	1 102	1 102	1 102	1 150	1 202	0.0
South Africa National Roads Agency (SANRAL)	21 575	-	-	-	-	-	-	-	-	
Total departmental transfers	22 405	816	942	1 103	1 103	1 103	1 102	1 150	1 202	(0.1)

Table 8 above shows the summary of transfers to other entities from 2018/19 to 2024/25. The expenditure decreased from R22.405 million in 2018/19 to R1.103 million in 2021/22 as the Rural Access Roads project implemented by South African National Roads Agency Limited (SANRAL) was completed in 2018/19. In 2022/23, the budget decreases by 0.1 per cent to R1.102 million as no provision has been made for payment of television license fees over the 2022 MTEF.

7.8.3. Transfers to local government

Table 9: Transfers to local government by category

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Category A	–	–	–	–	–	–	–	–	–	–
Category B	15 362	9 587	–	–	–	–	–	–	–	–
Category C	26 000	14 000	–	–	–	–	–	–	–	–
Unallocated	–	–	–	–	–	–	–	–	–	–
Total departmental transfers	41 362	23 587	–	–	–	–	–	–	–	–

Table 9 above shows the summary of departmental transfers to local government by category from 2018/19 to 2024/25. The transfer allocations reflected in 2018/19 pertain to social infrastructure interventions. These transfers were directed to Joe Gqabi district municipality for the drought relief programme, Ntabankulu local municipality for access roads and KSD for electrification. All these projects were completed in 2019/20, hence no further allocations over the 2022 MTEF.

7.8.4. Transfers to local government by grant name

None

8. Programme description

8.1. Programme 1: Administration

Programme Purpose: To provide leadership and strategic management and appropriate support services to all other programmes. The programme consists of 5 sub-programmes, namely:

- **Office of the Member of the Executive Council:** sets priorities and political directives in order to meet the mandate of the department;
- **Management Services:** translates policies and priorities into strategies for effective service delivery manages and monitors organisational performance and provides legal services and information technology support;
- **Corporate Services:** provides an internal enabling environment and support service to the other programmes with regard to human resource management and development, records management and security and facilities management;
- **Financial Management (Office of the CFO):** To manage and facilitate the provision of financial, supply chain, asset management, and internal control services to the department;
- **Internal Audit:** To manage internal audit and risk management services

Table 10: Summary of departmental payments and estimates sub-programme: P1- Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Office Of The Mec	6 993	7 482	7 140	8 250	7 174	7 150	7 640	7 702	8 054	6.9
2. Management Services	46 450	45 260	44 237	44 407	45 861	45 575	55 214	60 566	54 770	21.1
3. Corporate Services	44 410	45 708	42 215	46 418	46 991	46 843	48 487	48 694	51 415	3.5
4. Financial Management (Office Of The CFO)	51 451	51 733	50 129	51 100	52 444	52 196	55 677	56 006	58 547	6.7
5. Internal Audit	7 561	7 279	6 842	8 070	7 987	7 970	8 298	8 246	8 620	4.1
Total payments and estimates	156 865	157 462	150 563	158 245	160 457	159 734	175 316	181 214	181 406	9.8

Table 11: Summary of departmental payments and estimates by economic classification: P1 Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	144 586	151 205	143 612	152 127	153 067	152 344	160 722	167 772	169 754	5.5
Compensation of employees	103 685	110 039	110 133	110 150	112 136	111 654	115 068	114 113	119 247	3.1
Goods and services	40 901	41 166	33 479	41 977	40 931	40 690	45 654	53 659	50 507	12.2
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	2 648	1 729	2 261	1 943	2 019	2 020	1 702	1 776	1 857	(15.7)
Provinces and municipalities	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	830	816	942	1 103	1 103	1 103	1 102	1 150	1 202	(0.1)
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	1 818	913	1 319	840	916	917	600	626	655	(34.6)
Payments for capital assets	9 554	4 528	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	9 554	4 492	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	36	-	-	-	-	-	-	-	-
Payments for financial assets	77	-	176	-	-	-	-	-	-	-
Total economic classification	156 865	157 462	150 563	158 245	160 457	159 734	175 316	181 214	181 406	9.8

Tables 10 and 11 above show the summary of payments and estimates per sub-programme and economic classification from 2018/19 to 2024/25. The expenditure increased from R156.865 million in 2018/19 to a revised estimate of R159.734 million in 2021/22 due to provisions made for the filling of critical vacant posts and additional intake of interns for experiential learning. In 2022/23, the budget increases by 9.8 per cent to R175.316 million, mainly due to provisions made for ICT equipment and finance lease payments in respect of the RT15 mobile communication solutions contract. The budget grows moderately over the 2022 MTEF.

Compensation of Employees increased from R103.685 million in 2018/19 to a revised estimate of R111.654 million in 2021/22. The increase is due to provisions made for the filling of critical vacant posts and additional intake of interns for experiential learning. In 2022/23, the budget increases by 3.1 per cent to R115.068 million mainly due to planned recruitments.

Goods and Services decreased from R40.901 million in 2018/19 to a revised estimate of R40.690 million in 2021/22 due to once-off budget reductions effected in 2020/21. In 2022/23, the budget increases by 12.2 per cent to R45.654 million due to provisions made for organisational development projects and provincial interventions such as forensic investigations.

Transfers and Subsidies decreased from R2.648 million in 2018/19 to a revised estimate of R2.020 million in 2021/22 due to a reduction in the number of officials exiting the department. In 2022/23, the budget decreases by 15.7 per cent to R1.702 million due to an anticipated reduction in the number of officials exiting the department.

Payments for Capital Assets decreased from R9.554 million in 2018/19 to R5.370 million in 2021/22 due to once-off provisions made for the replacement of obsolete computer equipment and server infrastructure in 2018/19. In 2022/23, the budget increases by 140.1 per cent to R12.892 million due to provisions made for mobile communication finance lease payments and ICT equipment.

8.2. Programme 2: Sustainable Resource Management

Programme Purpose: Allocative efficacy through budget preparations, infrastructure budgeting, expenditure monitoring economic analysis and fiscal policy to all provincial departments, public entities and management of financial assets and liabilities.

The programme consists of four sub-programmes namely:

- **Programme Support:** provides strategic leadership in implementing strategies to ensure the programme's contribution in realising departmental objectives;
- **Economic Analysis:** determines and evaluates economic parameters and socio-economic imperatives within a provincial and macro-economic context;
- **Fiscal Policy:** promotes optimal financial resource allocation and enables government to finance its service delivery obligations, and also promotes sound planning, budgeting, financial management and reporting in Public Entities;
- **Budget Management:** promotes effective optimal resource allocation; manages fiscal assets optimises liquidity requirements and returns on financial investments and maximises the latter within acceptable levels of risk.

Table 12: Summary of departmental payments and estimates sub-programme: P2- Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Programme Support	2 746	2 740	3 450	3 318	6 003	5 995	3 309	3 337	3 492	(44.8)
2. Economic Analysis	2 245	3 476	3 407	3 635	3 517	3 506	3 736	3 746	3 921	6.6
3. Fiscal Policy	9 512	8 507	8 563	8 934	8 797	8 766	9 187	9 219	9 643	4.8
4. Budget Management	53 659	55 750	55 065	63 411	56 186	55 925	65 278	65 633	68 602	16.7
Total payments and estimates	68 162	70 473	70 485	79 298	74 503	74 192	81 510	81 935	85 658	9.9

Table 13 Summary of departmental payments and estimates by economic classification: P2 – Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	67 658	70 473	70 045	79 298	74 446	74 135	81 326	81 743	85 457	9.7
Compensation of employees	62 337	68 050	68 690	76 627	70 335	70 023	71 515	71 324	74 534	2.1
Goods and services	5 321	2 423	1 355	2 671	4 111	4 112	9 811	10 419	10 923	138.6
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	504	-	440	-	57	57	184	192	201	222.8
Provinces and municipalities	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-	-
Households	504	-	440	-	57	57	184	192	201	222.8
Payments for capital assets	-	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	68 162	70 473	70 485	79 298	74 503	74 192	81 510	81 935	85 658	9.9

Tables 12 and 13 above show the summary of payments and estimates per sub-programme and economic classification from 2018/19 to 2024/25. Actual expenditure increased from R68.162 million in 2018/19 to a revised estimate of R74.192 million in 2021/22. The increase is mainly due to strengthening of provincial budget management capacity. In 2022/23, the budget increases by 9.9 per cent to R81.510 million due to low revised estimates caused by rescheduling of the Provincial Infrastructure Support budget from 2021/22 to 2023/24.

Compensation of Employees increased from R62.337 million in 2018/19 to a revised estimate of R70.023 million in 2021/22 mainly due to strengthening of provincial budget management capacity. In 2022/23, the budget increases by 2.1 per cent to R71.515 million is largely attributed to additional funding received for the payment of cash gratuity.

Goods and Services decreased from R5.321 million in 2018/19 to a revised estimate of R4.112 million in 2021/22 mainly due to once-off budget reductions effected in 2020/21. In 2022/23, the budget increases by 138.6 per cent to R9.811 million due to reclassification of funds for the Provincial Infrastructure Support project from Compensation of Employees to Goods and Services. The department took a decision to source infrastructure specialists through Consultancy services owing to difficulties experienced in attaining the requisite skills on a one year contract.

Transfers and Subsidies decreased from R504 thousand in 2018/19 to a revised estimate of R57 thousand in 2021/22 mainly due to reduction in the number of officials exiting the department. In 2022/23, the budget increases by 228.6 per cent to R184 thousand due to an anticipated increase in the number of officials exiting the department.

8.2.1. Service Delivery Measures

Table 14: Selected service delivery measures for the programme: P2: Sustainable Resource Management

Programme performance measures	Estimated performance	Medium-term estimates		
	2021/22	2022/23	2023/24	2024/25
Number of policy briefs produced on key sector focus areas	4	4	4	4
Amount of own revenue collected	R1.503 Billion	R1.591 Billion	R1.663 Billion	R1.691 Billion
% expenditure by entities within allocated budget	98%	98%	98%	98%
% expenditure by departments within allocated budget	98%	98%	98%	98%
CoE Ratio	63:37	62:38	61:39	61:39
Net provincial position of the Revenue Fund	–	R100 million	R150 million	R200 million
Number departments paying creditors within 30 days	13	13	13	13
Number of Infrastructure plans aligned to planning reforms	11	11	11	11
% expenditure by infrastructure departments of allocated capital budget	90%	90%	90%	90%
% increase in Gross Capital Formation	10%	20%	25%	25%

Table 14 above shows service delivery measures for Sustainable Resource Management. The Programme will continue to promote fiscal sustainability through stricter monitoring of public expenditure. Amongst other things, the programme will continue to support departments in order to enhance provincial own revenue and strengthen financial management in provincial departments and public entities. Furthermore, the departments will be supported to pay their creditors within 30 days. Ongoing support will be provided to strengthen infrastructure delivery in the province in line with the Provincial Infrastructure Strategy. Infrastructure projects will be aligned to the District Development Model to strengthen integrated infrastructure planning, procurement and delivery across the infrastructure value chain.

8.3. Programme 3: Asset and Liabilities Management

Programme Purpose: To provide policy direction, promote and enforce transparency and effectiveness of supply chain management and asset management in the province.

- **Programme Support:** provides strategic leadership in implementing strategies to ensure the programme's contribution in realising departmental objectives; and
- **Asset Management:** To provide policy direction facilitates the effective and efficient management of physical assets and promotes economic development targeted government procurement.

Table 15: Summary of departmental payments and estimates sub-programme: P3 – Asset and Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Programme Support	–	–	–	–	–	–	–	–	–	–
2. Asset Management	26 633	26 135	24 644	25 483	25 558	25 444	26 692	26 518	27 722	4.9
Total payments and estimates	26 633	26 135	24 644	25 483	25 558	25 444	26 692	26 518	27 722	4.9

Table 16: Summary of departmental payments and estimates by economic classification: P3 - Asset and Liabilities Management

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	26 592	26 028	23 697	25 483	25 558	25 444	26 692	26 518	27 722	4.9
Compensation of employees	24 140	24 739	22 445	23 786	23 959	23 844	25 160	24 924	26 045	5.5
Goods and services	2 452	1 289	1 252	1 697	1 599	1 600	1 532	1 594	1 677	(4.3)
Interest and rent on land	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies to:	41	107	947	–	–	–	–	–	–	–
Provinces and municipalities	–	–	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–	–	–
Households	41	107	947	–	–	–	–	–	–	–
Payments for capital assets	–	–	–	–	–	–	–	–	–	–
Buildings and other fixed structures	–	–	–	–	–	–	–	–	–	–
Machinery and equipment	–	–	–	–	–	–	–	–	–	–
Heritage Assets	–	–	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–	–	–
Total economic classification	26 633	26 135	24 644	25 483	25 558	25 444	26 692	26 518	27 722	4.9

Tables 15 and 16 above show the summary of payments and estimates per sub-programme and economic classification from 2018/19 to 2024/25. Actual expenditure decreased from R26.633 million in 2018/19 to a revised estimate of R25.444 million in 2021/22 due to reprioritisation of budget emanating from COVID-19. In 2022/23, the budget increases by 4.9 per cent to R26.692 million due to additional funding received to augment the Compensation of Employees budget for the payment of cash gratuity emanating from wage agreement.

Compensation of Employees decreased from R24.140 million in 2018/19 to a revised estimate of R23.844 million in 2021/22 mainly due to staff attrition. In 2022/23, the budget increases by 5.5 per cent to R25.160 million due to additional funding received for the cash gratuity.

Goods and Services decreased from R2.452 million in 2018/19 to a revised estimate of R1.6 million in 2021/22. The decrease is mainly due to reprioritisation of budget to fund cost pressures relating to COVID-19. In 2022/23, the budget further decreases by 4.3 per cent to R1.532 million due to reprioritisation as most planned activities in the programme will be conducted virtually.

Transfers and Subsidies increased from R41 thousand in 2018/19 to R947 thousand in 2019/20 due to an increase in the number of officials exiting the department. No provision is made over the 2022 MTEF for exit benefits, as there are no officials that are expected to exit the department.

8.3.1. Service Delivery Measures

Table 17: Selected service delivery measures for the programme: P3: Asset and Liabilities Management

Programme performance measures	Estimated performance	Medium-term estimates		
	2021/22	2022/23	2023/24	2024/25
Number of departments achieving asset management maturity level 3	–	10	13	13
% implementation of procurement plans by provincial departments	0%	80%	80%	80%
Level of infrastructure management maturity achieved	their public entities Level 3	Level 3	Level 3	Level 3
% of provincial departmental procurement spend on EC based suppliers and	60%	60%	65%	75%

Table 17 above shows service delivery measures for Asset and Liability Management. The programme targets that over in 2022/23 the achievement of Asset Management maturity level will be maintained at 3 for 10 departments and this target will increase to 13 in the two outer years. In addition, the programme will continue to support the departments on the implementation of the LED Procurement Framework in order to achieve 60 per cent local spend, including in the implementation of the procurement procedures to mitigate the pandemic.

8.4. Programme 4: Financial Governance

Programme Purpose: To promote accountability through comprehensive accounting practices, financial information systems, governance as well as compliance with financial norms and standards in PFMA compliant institutions and financial systems management.

The programme consists of six sub-programmes namely:

- **Programme Support:** Provides strategic leadership in implementing strategies to ensure programme's contribution in realising departmental objectives;
- **Accounting Services:** To ensure the effective implementation of accounting practices in line with Generally Accepted Accounting Practices (GAAP), Generally Recognised Accounting Practise (GRAP) and prepare consolidated financial statements that reflect the financial position of the province;
- **Norms and Standards:** Develops and implements financial norms and standards and ensures effective communication;
- **Risk Management:** Provides provincial risk profile, develops and monitors the implementation of the Provincial Risk Management Framework;
- **Provincial Internal Audit:** Coordinates the activities and provide technical support for all provincial internal audit units and audit committees.
- **Supporting and Interlinked Financial Systems:** To provide oversight and management of existing financial systems and the transition to the Integrated Financial Management Systems, enhancement of systems to support the business processes of government and provides capacity building in the usage of financial systems aimed at better provincial financial management.

Table 18: Summary of departmental payments and estimates sub-programme: P4 – Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Programme Support	17 774	17 909	17 889	19 659	14 323	14 245	18 480	18 676	19 521	29.7
2. Accounting Services	12 800	13 720	13 027	13 680	13 876	13 858	14 566	14 510	15 168	5.1
3. Norms & Standards	6 899	6 407	7 821	6 847	6 551	6 554	6 185	6 153	6 435	(5.6)
4. Risk Management	4 191	4 833	4 600	4 685	4 594	4 584	4 863	4 861	5 080	6.1
5. Provincial Internal Audit	12 539	23 384	15 188	15 780	18 654	18 564	18 299	16 533	17 283	(1.4)
6. Supporting And Interlinked Finan	22 686	24 186	23 094	24 486	23 522	23 382	24 712	24 625	25 736	5.7
Total payments and estimates	76 889	90 439	81 619	85 137	81 520	81 187	87 105	85 358	89 223	7.3

Table 19: Summary of departmental payments and estimates by economic classification: P4 – Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	75 920	89 705	80 781	85 137	80 779	80 377	87 105	85 358	89 223	8.4
Compensation of employees	67 058	71 107	73 195	74 814	67 916	67 513	74 793	74 687	78 048	10.8
Goods and services	8 862	18 598	7 586	10 323	12 863	12 864	12 312	10 671	11 175	(4.3)
Interest and rent on land	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies to:	969	421	838	–	741	810	–	–	–	(100.0)
Provinces and municipalities	–	–	–	–	–	–	–	–	–	–
Departmental agencies and accounts	–	–	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–	–	–
Households	969	421	838	–	741	810	–	–	–	(100.0)
Payments for capital assets	–	–	–	–	–	–	–	–	–	–
Buildings and other fixed structures	–	–	–	–	–	–	–	–	–	–
Machinery and equipment	–	–	–	–	–	–	–	–	–	–
Heritage Assets	–	–	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–	–	–
Payments for financial assets	–	313	–	–	–	–	–	–	–	–
Total economic classification	76 889	90 439	81 619	85 137	81 520	81 187	87 105	85 358	89 223	7.3

Tables 18 and 19 above show the summary of payments and estimates per sub-programme and economic classification from 2018/19 to 2024/25. The increase in expenditure from R76.889 million in the 2018/19 financial year to a revised estimate of R81.187 million in 2021/22 is due to an increase in provincial forensic investigations. In 2022/23, the budget increases by 7.3 per cent to R87.105 million mainly due to provisions made for the filling of vacant posts such as personnel for Medico-Legal intervention.

Compensation of Employees increased from R67.058 million in 2018/19 to a revised estimate of R67.513 million in 2021/22 mainly due to provisions made for the filling of critical vacant posts. In 2022/23, the budget increases by 10.8 per cent to R74.793 million due to provisions made for the appointment of contractual personnel for Medico-Legal intervention.

Goods and Services increased from R8.862 million in 2018/19 to a revised estimate of R12.864 million in 2021/22 mainly due to an increase in provincial forensic investigations. In 2022/23, the budget decreases by 4.3 per cent to R12.312 million mainly due to high revised estimates caused by increased demand for forensic investigations in 2021/22 affecting several departments such as Human Settlements and Cooperative Governance and Traditional Affairs. These are demand driven.

Transfers and Subsidies decreased from R969 thousand in 2018/19 to a revised estimate of R810 thousand due to a decrease in the number of officials exiting the department. No provision is made over the 2022 MTEF for exit benefits, as there are no officials that are expected to exit the department.

8.4.1. Service Delivery Measures

Table 20: Selected service delivery measures for the programme: P4: Financial Governance

Programme performance measures	Estimated performance	Medium-term estimates		
	2021/22	2022/23	2023/24	2024/25
Number of Institutions that achieve unqualified audits	22	25	25	25
Audited Consolidated Financial Statements submitted at Legislature for tabling	1	1	1	1
% Financial Management Accountability Framework (FMAF) standards implemented	70%	80%	90%	100%
% Financial Management Capacity Study elements implemented	90%	95%	100%	100%
Level of risk maturity achieved by departments	Level 3	Level 3	Level 3	Level 3
% provincial risk profile mitigation measures implemented by departments	100%	100%	100%	100%
Level of internal audit maturity achieved	2.8	2.9	3	3
Departments with no material review findings on FIS User Account Management	9	11	13	13

Table 20 above shows service delivery measures for Financial Governance. In 2022/23, the programme has a target of 25 institutions achieving unqualified audits and also plans to ensure that at least 80 per cent of the Financial Management Accountability Framework standards are implemented in 2022/23 and

this is expected to progress in the two outer years. Provincial departments will also be supported to achieve an acceptable level of risk maturity and internal audit maturity. In addition, the programme will also ensure that at least 11 departments will not have material audit findings on FIS User Account Management.

8.5. Programme 5: Municipal Financial Governance

Programme Purpose: Provides support to the achievement of sound and sustainable financial management at municipal level through the provision of technical support and capacity building in the following areas: budgeting accounting practices supply chain management asset management, governance, as well as MFMA compliance. The Programme consists of three sub-programmes namely:

- **Programme Support:** Provides strategic leadership in implementing strategies to ensure the programme's contribution in realising departmental objectives;
- **Municipal Budget and Institutional Governance:** To monitor the implementation of the budgeting frameworks and coordinate monitor and report on MFMA; and
- **Municipal Accounting and Reporting:** To monitor compliance with Financial Management and Annual Reporting Framework, monitor the effective and efficient compliance with Financial Assets and Liability Management, enhance, monitor and enforce transparent and effective SCM and Asset Management.

Table 21: Summary of departmental payments and estimates sub-programme: P5 – Municipal Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
1. Programme Support	73 601	35 912	9 675	21 678	12 484	12 671	19 887	20 152	21 061	56.9
2. Municipal Budget & Institutional Governance	20 283	21 878	19 161	18 974	19 466	19 475	19 635	19 532	20 421	0.8
3. Municipal Accounting & Reporting	18 562	18 935	17 091	17 675	16 040	16 140	17 171	17 120	17 897	6.4
Total payments and estimates	112 446	76 725	45 927	58 327	47 990	48 286	56 693	56 804	59 379	17.4

Table 22: Summary of departmental payments and estimates by economic classification: P5 – Municipal Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	49 267	52 625	44 313	58 327	47 167	47 458	56 693	56 804	59 379	19.5
Compensation of employees	45 494	48 415	43 967	47 190	45 908	46 183	50 049	49 856	52 100	8.4
Goods and services	3 773	4 210	346	11 137	1 259	1 275	6 644	6 948	7 279	421.1
Interest and rent on land	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies to:	63 179	24 100	1 614	–	823	828	–	–	–	(100.0)
Provinces and municipalities	41 362	23 587	–	–	–	–	–	–	–	–
Departmental agencies and accounts	21 575	–	–	–	–	–	–	–	–	–
Higher education institutions	–	–	–	–	–	–	–	–	–	–
Foreign governments and international organisations	–	–	–	–	–	–	–	–	–	–
Public corporations and private enterprises	–	–	–	–	–	–	–	–	–	–
Non-profit institutions	–	–	–	–	–	–	–	–	–	–
Households	242	513	1 614	–	823	828	–	–	–	(100.0)
Payments for capital assets	–	–	–	–	–	–	–	–	–	–
Buildings and other fixed structures	–	–	–	–	–	–	–	–	–	–
Machinery and equipment	–	–	–	–	–	–	–	–	–	–
Heritage Assets	–	–	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	–
Software and other intangible assets	–	–	–	–	–	–	–	–	–	–
Payments for financial assets	–	–	–	–	–	–	–	–	–	–
Total economic classification	112 446	76 725	45 927	58 327	47 990	48 286	56 693	56 804	59 379	17.4

Tables 21 and 22 above show the summary of payments and estimates per sub-programme and economic classification from 2018/19 to 2024/25. The expenditure decreased from R112.446 million in 2018/19 to a revised estimate of R48.286 million in 2021/22, mainly due to completion of municipal social infrastructure projects in 2019/20. In 2022/23, the budget increases by 17.4 per cent to R56.693 million mainly due to low revised estimates caused by rescheduling of the budget for Municipal Support interventions in 2021/22 to 2024/25 as well as budget cuts implemented in 2021/22 to fund provincial priorities.

Compensation of Employees increased from R45.494 million in 2018/19 to a revised estimate of R46.183 million in 2021/22 due to provisions made for the filling of critical vacant posts. In 2022/23, the budget increases by 8.4 per cent to R50.049 million mainly due to low revised estimates caused by budget cuts implemented in 2021/22 to fund provincial priorities.

Goods and Services decreased from R3.773 million in 2018/19 to a revised estimate of R1.275 million in 2021/22 mainly due to once-off budget reductions effected in 2020/21 in response to the COVID-19 crisis. In 2022/23, the budget increases by 421.1 per cent to R6.644 million mainly due to low revised estimates caused by rescheduling of the budget for Municipal Support interventions in 2021/22 to 2024/25 as well as budget cuts implemented to fund provincial priorities.

Transfers and Subsidies decreased from R63.179 million in 2018/19 to a revised estimate of R828 thousand in 2021/22 due to a decline in the allocation for social infrastructure projects. These projects were completed 2019/20, hence there is no further allocation over 2022 MTEF.

8.5.1. Service Delivery Measures

Table 23: Selected service delivery measures for the programme: P5: Municipal Financial Governance

Programme performance measures	Estimated performance	Medium-term estimates		
	2021/22	2022/23	2023/24	2024/25
Number of funded annual budgets adopted by municipalities	29	32	34	36
% expenditure of Municipal Infrastructure Conditional Grants	89%	94%	100%	100%
Level of achievement of prescribed financial maturity level	2.85	2.9	2.95	3
Percentage reduction of irregular expenditure	40%	60%	75%	100%
Number of municipalities that achieve unqualified audits	20	24	28	36

Table 23 above shows service delivery measures for Municipal Financial Governance. The programme will continue to support municipalities to improve financial management and this will include the assessment of the budgets of municipalities followed up by engagements to discuss implementation of recommendations to ensure the tabling of funded budgets. Municipalities will be supported to reduce irregular expenditure and improve expenditure on Municipal Infrastructure conditional grants. Furthermore, the programme will continue to assist municipalities with audit improvement strategies through the analysis of audit action plans and monitoring their implementation, assess internal audit and risk management plans.

9. Other programme information

9.1. Personnel numbers and costs by component

Table 24: Personnel numbers and costs by component

	Actual						Revised estimate		Medium-term expenditure estimate						Average annual growth over MTEF		
	2018/19		2019/20		2020/21		2021/22		2022/23		2023/24		2024/25		2021/22 - 2024/25		
	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Filled posts	Additional posts	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel growth rate	Costs growth rate	% Costs of Total
R thousands																	
Salary level																	
1 – 7	92	6 640	93	6 933	82	27 320	72	9	81	31 064	86	31 874	86	33 734	2.0%	2.8%	9.7%
8 – 10	177	108 558	163	122 446	160	92 088	156	4	160	92 341	160	92 991	160	97 604	–	1.9%	28.2%
11 – 12	119	99 422	121	105 756	111	109 390	106	8	114	108 787	126	114 683	126	118 440	3.4%	2.9%	33.9%
13 – 16	63	84 251	64	85 864	66	87 013	48	15	63	84 524	72	95 066	72	98 137	4.6%	5.1%	27.6%
Other	28	1 843	43	1 351	26	2 619	34	–	34	2 501	27	1 971	27	2 059	-7.4%	-6.3%	0.7%
Total	479	302 714	484	322 350	445	318 430	416	36	452	319 217	471	336 585	471	349 974	1.4%	3.1%	100.0%
Programme																	
1. Administration	203	103 685	194	110 039	177	110 133	190	–	190	111 654	194	115 068	194	114 113	0.7%	2.2%	34.4%
2. Sustainable Resource Management	81	62 337	85	68 050	83	68 690	75	8	83	70 023	84	71 515	84	74 534	0.4%	2.1%	21.5%
3. Asset And Liability	36	24 140	32	24 739	30	22 445	30	2	32	23 844	34	25 160	34	24 924	2.0%	3.0%	7.5%
4. Financial Governance	91	67 058	97	71 107	87	73 195	59	23	82	67 513	92	74 793	92	78 687	3.9%	5.0%	21.9%
5. Municipal Financial Governance	68	45 494	76	48 415	68	43 967	62	3	65	46 183	67	50 049	67	52 100	1.0%	4.1%	14.8%
Direct charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total	479	302 714	484	322 350	445	318 430	416	36	452	319 217	471	336 585	471	349 974	1.4%	3.1%	100.0%
Employee dispensation classification																	
Public Service Act appointees not covered by OSDs	477	300 925	440	319 998	418	315 450	415	–	415	316 025	443	333 737	443	346 957	2.2%	3.2%	99.1%
Public Service Act appointees still to be covered by OSDs	2	1 789	1	1 001	1	761	1	–	1	817	1	877	1	957	–	5.4%	0.3%
Professional Nurses, Staff Nurses and Nursing Assistants	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Legal Professionals	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
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	–	–	43	1 351	26	2 219	–	36	36	2 375	27	1 971	27	2 060	-9.1%	-4.6%	0.6%
Total	479	302 714	484	322 350	445	318 430	416	36	452	319 217	471	336 585	471	349 974	1.4%	3.1%	100.0%

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

Table 24 above shows personnel numbers and costs by component from 2018/19 to 2024/25. The departmental organisational structure was approved in November 2014 and consisted of 538 posts. The personnel numbers in the department has decreased from 479 recorded in 2018/19 to 452 in 2021/22 due to expiry of contracts.

PT has embarked on an organisational structure review to align it to business processes and service delivery model. The draft Generic Organisational Structure has been completed and submitted to management for review prior to finalisation. Other change management programmes have been initiated that include leadership development and promoting organisational culture. These initiatives are aimed at steering the department in the right direction and bring about improved change in the department.

9.2. Information on training

Table 25: Information on training

Outcome				Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
R thousand	2018/19	2019/20	2020/21		2021/22		2022/23	2023/24	2024/25	
Number of staff	479	484	445	510	510	452	471	471	471	4.2
Number of personnel trained	223	236	240	230	230	153	230	240	251	50.3
of which										
Male	106	119	112	115	115	88	115	118	123	30.7
Female	117	117	128	115	115	65	115	122	127	76.9
Number of training opportunities	223	114	38	280	280	13	280	290	303	2053.8
of which										
Tertiary	47	47	21	60	60	8	60	60	63	650.0
Workshops	111	17	17	150	150	3	150	160	167	4900.0
Seminars	65	50	–	70	70	–	70	70	73	
Other	–	–	–	–	–	2	–	–	–	(100.0)
Number of bursaries offered	14	25	30	30	30	30	30	30	31	0.0
Number of interns appointed	33	47	25	51	51	25	27	27	27	8.0
Number of learnerships appointed	–	–	–	–	–	–	–	–	–	
Number of days spent on training	–	–	–	–	–	–	–	–	–	
Payments on training by programme										
1. Administration	2 647	3 271	447	3 282	2 603	2 603	3 587	3 743	4 419	37.8
2. Sustainable Resource Management	–	–	–	–	–	–	–	–	–	
3. Asset And Liability	–	–	–	–	–	–	–	–	–	
4. Financial Governance	–	–	–	–	–	–	–	–	–	
5. Municipal Financial Governance	–	–	–	–	–	–	–	–	–	
Total payments on training	2 647	3 271	447	3 282	2 603	2 603	3 587	3 743	4 419	37.8

Table 25 above shows payment and information on training from 2018/19 to 2024/25. The expenditure on training slightly decreased from R2.647 million in 2018/19 to a revised estimate of R2.603 million in 2021/22 due to budget reductions effected in 2020/21 in response to the COVID-19 fiscal crisis. The training budget is centralised in Programme 1 for all employees within the department. In 2022/23, the budget increases by 37.8 per cent to R3.587 million mainly due to budget cuts implemented in 2021/22 which affected the baseline. The focus in 2022/23, as in previous years, will be on the development and enhancement of technical and leadership skills at middle and senior management levels. This objective is to strengthen the ability of the department to respond to the demands of the environment within which it functions. The department will also continue its quest to build a leadership pipeline among women, given its intention to create women leadership cadre at middle management level that will advance to the senior management service cadre. It also intends to prepare those women that are already in the senior management service cadre for further advancement.

9.3. Structural changes

None

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

Provincial Treasury

Table B. 1: Specification of receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation 2021/22	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Tax receipts	–	–	–	–	–	–	–	–	–	
Casino taxes	–	–	–	–	–	–	–	–	–	
Horse racing taxes	–	–	–	–	–	–	–	–	–	
Liquor licences	–	–	–	–	–	–	–	–	–	
Motor vehicle licences	–	–	–	–	–	–	–	–	–	
Sales of goods and services other than capital assets	204	215	216	262	262	245	262	287	300	6.9
Sale of goods and services produced by department (excluding capital assets)	204	215	216	262	262	245	262	287	300	6.9
Sales by market establishments	–	–	–	–	–	–	–	–	–	
Administrative fees	–	–	–	–	–	–	–	–	–	
Other sales	204	215	216	262	262	245	262	287	300	6.9
Of which										
Commissions on insurance and garnishee	204	215	216	262	262	245	262	287	300	6.9
Other (Specify)	–	–	–	–	–	–	–	–	–	
Other (Specify)	–	–	–	–	–	–	–	–	–	
Other (Specify)	–	–	–	–	–	–	–	–	–	
Sales of scrap, waste, arms and other used current goods (excluding capital assets)	–	–	–	–	–	–	–	–	–	
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	767 849	947 730	513 005	120 047	120 047	189 438	125 742	131 471	137 387	(33.6)
Interest	767 849	947 730	513 005	120 047	120 047	189 438	125 742	131 471	137 387	(33.6)
Dividends	–	–	–	–	–	–	–	–	–	
Rent on land	–	–	–	–	–	–	–	–	–	
Sales of capital assets	–	–	–	–	–	–	–	–	–	
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	
Other capital assets	–	–	–	–	–	–	–	–	–	
Transactions in financial assets and liabilities	57	2	94	881	881	271	881	836	874	225.1
Total departmental receipts	768 110	947 947	513 315	121 190	121 190	189 954	126 885	132 594	138 561	(33.2)

Table B. 2: Details of payments and estimates by economic classification: Summary

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21	2021/22	2021/22	2021/22	2022/23	2023/24	2024/25	
Current payments	364 023	390 036	362 448	400 372	381 017	379 758	412 538	418 195	431 535	8.6
Compensation of employees	302 714	322 350	318 430	332 567	320 254	319 217	336 585	334 904	349 974	5.4
Salaries and wages	266 990	284 394	279 400	302 649	283 040	281 984	296 289	293 986	307 215	5.1
Social contributions	35 724	37 956	39 030	29 918	37 214	37 233	40 296	40 918	42 759	8.2
Goods and services	61 309	67 686	44 018	67 805	60 763	60 541	75 953	83 291	81 561	25.5
Administrative fees	345	143	154	364	548	547	564	591	619	3.1
Advertising	970	1 109	794	619	694	694	576	604	635	(17.0)
Minor assets	308	301	81	518	342	342	814	539	565	138.0
Audit cost: External	10 507	16 952	10 100	8 831	13 460	13 460	11 968	10 303	10 768	(11.1)
Bursaries: Employees	514	397	446	525	526	526	600	626	655	14.1
Catering: Departmental activities	1 226	1 980	14	1 247	313	313	718	746	787	129.4
Communication (G&S)	2 008	1 639	2 569	2 275	2 318	2 316	2 684	2 805	2 936	15.9
Computer services	6 900	7 376	9 186	8 403	9 997	9 924	9 526	16 259	11 144	(4.0)
Consultants and professional services: Business and advisory services	4 580	3 203	3 802	14 605	10 433	10 433	20 498	21 585	22 262	96.5
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	386	1	-	200	1 035	1 035	250	262	275	(75.8)
Contractors	888	1 416	1 071	658	406	401	530	558	587	32.2
Agency and support / outsourced services	15	-	-	-	-	-	-	-	-	-
Entertainment	139	106	29	156	72	72	134	134	160	86.1
Fleet services (including government motor transport)	830	684	435	740	494	464	540	564	590	16.4
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	451	871	263	600	524	454	230	186	256	(49.3)
Consumable: Stationery, printing and office supplies	2 198	1 293	162	1 476	1 607	1 607	1 995	2 138	2 178	24.1
Operating leases	2 372	2 880	2 736	3 216	1 964	1 904	3 360	3 505	3 663	76.5
Property payments	4 911	5 386	6 180	5 771	5 973	5 969	5 990	6 249	6 533	0.4
Transport provided: Departmental activity	-	11	-	-	-	-	-	-	-	-
Travel and subsistence	12 430	11 234	755	8 245	2 207	2 241	5 463	5 708	6 057	143.8
Training and development	5 321	5 787	1 087	6 273	4 823	4 823	6 595	6 882	7 701	36.7
Operating payments	3 441	4 556	4 153	2 667	2 984	2 973	2 595	2 709	2 832	(12.7)
Venues and facilities	569	361	1	416	43	43	323	338	358	651.2
Rental and hiring	-	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	67 341	26 357	6 100	1 943	3 640	3 715	1 886	1 968	2 058	(49.2)
Provinces and municipalities	41 362	23 587	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	41 362	23 587	-	-	-	-	-	-	-	-
Municipalities	41 362	23 587	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	22 405	816	942	1 103	1 103	1 103	1 102	1 150	1 202	(0.1)
Social security funds	-	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	22 405	816	942	1 103	1 103	1 103	1 102	1 150	1 202	(0.1)
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	3 574	1 954	5 158	840	2 537	2 612	784	818	856	(70.0)
Social benefits	2 795	1 700	4 745	-	2 210	2 285	184	192	201	(91.9)
Other transfers to households	779	254	413	840	327	327	600	626	655	83.5
Payments for capital assets	9 554	4 528	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	9 554	4 492	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Transport equipment	1 248	1 180	1 022	1 308	1 229	1 228	1 236	1 290	1 349	0.7
Other machinery and equipment	8 306	3 312	3 492	2 867	4 142	4 142	11 656	10 376	8 446	181.4
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	36	-	-	-	-	-	-	-	-
Payments for financial assets	77	313	176	-	-	-	-	-	-	-
Total economic classification	440 995	421 234	373 238	406 490	390 028	388 843	427 316	431 829	443 388	9.9

Table B.2A: Details of payments and estimates by economic classification: P1 – Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	144 586	151 205	143 612	152 127	153 067	152 344	160 722	167 772	169 754	5.5
Compensation of employees	103 685	110 039	110 133	110 150	112 136	111 654	115 068	114 113	119 247	3.1
Salaries and wages	91 064	95 913	95 801	99 332	97 878	97 375	100 227	99 038	103 494	2.9
Social contributions	12 621	14 126	14 332	10 818	14 258	14 279	14 841	15 075	15 753	3.9
Goods and services	40 901	41 166	33 479	41 977	40 931	40 690	45 654	53 659	50 507	12.2
Administrative fees	213	58	65	264	448	447	464	486	509	3.8
Advertising	949	1 109	779	597	676	676	554	581	610	(18.0)
Minor assets	308	301	81	518	342	342	814	539	565	138.0
Audit cost: External	5 616	4 861	3 820	4 059	5 056	5 055	4 256	4 440	4 640	(15.8)
Bursaries: Employees	514	397	446	525	526	526	600	626	655	14.1
Catering: Departmental activities	484	854	3	449	246	246	280	291	307	13.8
Communication (G&S)	2 008	1 639	2 569	2 275	2 318	2 316	2 684	2 805	2 936	15.9
Computer services	5 951	6 402	8 139	7 291	8 697	8 624	8 326	15 007	9 835	(3.5)
Consultants and professional services: Business and advisory services	2 419	1 942	1 986	4 339	4 815	4 815	6 571	6 857	6 871	36.5
Infrastructure and planning	–	–	–	–	–	–	–	–	–	–
Laboratory services	–	–	–	–	–	–	–	–	–	–
Scientific and technological services	–	–	–	–	–	–	–	–	–	–
Legal services	386	1	–	200	1 035	1 035	250	262	275	(75.8)
Contractors	888	1 400	1 071	658	406	401	530	558	587	32.2
Agency and support / outsourced services	15	–	–	–	–	–	–	–	–	–
Entertainment	84	49	11	64	36	35	60	60	70	71.4
Fleet services (including government motor transport)	830	684	435	740	494	464	540	564	590	16.4
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	451	871	263	600	524	454	230	186	256	(49.3)
Consumable: Stationery, printing and office supplies	2 186	1 293	162	1 476	1 607	1 607	1 995	2 138	2 178	24.1
Operating leases	2 372	2 880	2 736	3 216	1 964	1 904	3 360	3 505	3 663	76.5
Property payments	4 911	5 386	6 180	5 771	5 973	5 969	5 990	6 249	6 533	0.4
Transport provided: Departmental activity	–	11	–	–	–	–	–	–	–	–
Travel and subsistence	4 421	3 734	447	2 949	1 263	1 280	1 977	2 063	2 185	54.5
Training and development	2 647	3 271	447	3 282	2 603	2 603	3 587	3 743	4 419	37.8
Operating payments	2 874	3 804	3 838	2 587	1 864	1 853	2 470	2 578	2 695	33.3
Venues and facilities	374	219	1	117	38	38	116	121	128	205.3
Rental and hiring	–	–	–	–	–	–	–	–	–	–
Interest and rent on land	–	–	–	–	–	–	–	–	–	–
Interest	–	–	–	–	–	–	–	–	–	–
Rent on land	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies	2 648	1 729	2 261	1 943	2 019	2 020	1 702	1 776	1 857	(15.7)
Provinces and municipalities	–	–	–	–	–	–	–	–	–	–
Provinces	–	–	–	–	–	–	–	–	–	–
Provincial Revenue Funds	–	–	–	–	–	–	–	–	–	–
Provincial agencies and funds	–	–	–	–	–	–	–	–	–	–
Municipalities	–	–	–	–	–	–	–	–	–	–
Municipalities	–	–	–	–	–	–	–	–	–	–
Municipal agencies and funds	–	–	–	–	–	–	–	–	–	–
Departmental agencies and accounts	830	816	942	1 103	1 103	1 103	1 102	1 150	1 202	(0.1)
Social security funds	–	–	–	–	–	–	–	–	–	–
Provide list of entities receiving transfers	830	816	942	1 103	1 103	1 103	1 102	1 150	1 202	(0.1)
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	1 818	913	1 319	840	916	917	600	626	655	(34.6)
Social benefits	1 039	659	906	–	589	590	–	–	–	(100.0)
Other transfers to households	779	254	413	840	327	327	600	626	655	83.5
Payments for capital assets	9 554	4 528	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Buildings and other fixed structures	–	–	–	–	–	–	–	–	–	–
Buildings	–	–	–	–	–	–	–	–	–	–
Other fixed structures	–	–	–	–	–	–	–	–	–	–
Machinery and equipment	9 554	4 492	4 514	4 175	5 371	5 370	12 892	11 666	9 795	140.1
Transport equipment	1 248	1 180	1 022	1 308	1 229	1 228	1 236	1 290	1 349	0.7
Other machinery and equipment	8 306	3 312	3 492	2 867	4 142	4 142	11 656	10 376	8 446	181.4
Heritage Assets	–	–	–	–	–	–	–	–	–	–
Specialised military assets	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	–
Software and other intangible assets	–	36	–	–	–	–	–	–	–	–
Payments for financial assets	77	–	176	–	–	–	–	–	–	–
Total economic classification	156 865	157 462	150 563	158 245	160 457	159 734	175 316	181 214	181 406	9.8

Table B.2B: Details of payments and estimates by economic classification: P2 – Sustainable Resource Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	67 658	70 473	70 045	79 298	74 446	74 135	81 326	81 743	85 457	9.7
Compensation of employees	62 337	68 050	68 690	76 627	70 335	70 023	71 515	71 324	74 534	2.1
Salaries and wages	55 064	60 119	60 240	69 320	62 133	61 812	62 956	62 631	65 450	1.9
Social contributions	7 273	7 931	8 450	7 307	8 202	8 211	8 559	8 693	9 084	4.2
Goods and services	5 321	2 423	1 355	2 671	4 111	4 112	9 811	10 419	10 923	138.6
Administrative fees	132	85	89	100	100	100	100	105	110	0.0
Advertising	-	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	-	-	-	-	-	-	-
Audit cost: External	722	528	656	800	650	651	800	835	873	22.9
Bursaries: Employees	-	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	121	189	1	204	-	-	143	149	158	-
Communication (G&S)	-	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Business and advisory services	2 104	-	491	-	3 079	3 079	7 200	7 695	8 042	133.8
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-	-
Contractors	-	16	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	-
Entertainment	24	24	11	34	33	33	34	34	41	3.0
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	-	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	-	-	-	-	-	-	-	-	-
Operating leases	-	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-	-
Travel and subsistence	1 958	1 481	107	1 438	209	209	1 395	1 457	1 547	567.5
Training and development	-	-	-	-	-	-	-	-	-	-
Operating payments	202	95	-	-	40	40	-	-	-	(100.0)
Venues and facilities	58	5	-	95	-	-	139	144	152	-
Rental and hiring	-	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	504	-	440	-	57	57	184	192	201	222.8
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	504	-	440	-	57	57	184	192	201	222.8
Social benefits	504	-	440	-	57	57	184	192	201	222.8
Other transfers to households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	68 162	70 473	70 485	79 298	74 503	74 192	81 510	81 935	85 658	9.9

Table B.2C: Details of payments and estimates by economic classification: P3 – Asset and Liability Management

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	26 592	26 028	23 697	25 483	25 558	25 444	26 692	26 518	27 722	4.9
Compensation of employees	24 140	24 739	22 445	23 786	23 959	23 844	25 160	24 924	26 045	5.5
Salaries and wages	20 620	21 644	19 005	21 484	20 950	20 834	22 006	21 733	22 711	5.6
Social contributions	3 520	3 095	3 440	2 302	3 009	3 010	3 154	3 191	3 334	4.8
Goods and services	2 452	1 289	1 252	1 697	1 599	1 600	1 532	1 594	1 677	(4.3)
Administrative fees	–	–	–	–	–	–	–	–	–	
Advertising	21	–	15	22	18	18	22	23	25	22.2
Minor assets	–	–	–	–	–	–	–	–	–	
Audit cost: External	–	–	–	–	–	–	–	–	–	
Bursaries: Employees	–	–	–	–	–	–	–	–	–	
Catering: Departmental activities	224	144	–	65	28	28	136	141	148	385.7
Communication (G&S)	–	–	–	–	–	–	–	–	–	
Computer services	–	–	–	–	–	–	–	–	–	
Consultants and professional services: Business and advisory services	57	67	1 110	–	843	843	–	–	–	(100.0)
Infrastructure and planning	–	–	–	–	–	–	–	–	–	
Laboratory services	–	–	–	–	–	–	–	–	–	
Scientific and technological services	–	–	–	–	–	–	–	–	–	
Legal services	–	–	–	–	–	–	–	–	–	
Contractors	–	–	–	–	–	–	–	–	–	
Agency and support / outsourced services	–	–	–	–	–	–	–	–	–	
Entertainment	5	8	1	16	–	–	14	14	16	
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	–	–	–	–	–	–	–	–	–	
Consumable: Stationery, printing and office supplies	12	–	–	–	–	–	–	–	–	
Operating leases	–	–	–	–	–	–	–	–	–	
Property payments	–	–	–	–	–	–	–	–	–	
Transport provided: Departmental activity	–	–	–	–	–	–	–	–	–	
Travel and subsistence	627	308	52	404	49	50	245	252	270	390.0
Training and development	1 500	736	–	1 110	581	581	1 110	1 158	1 211	91.0
Operating payments	–	7	74	80	80	80	–	–	–	(100.0)
Venues and facilities	6	19	–	–	–	–	5	6	7	
Rental and hiring	–	–	–	–	–	–	–	–	–	
Interest and rent on land	–	–	–	–	–	–	–	–	–	
Interest	–	–	–	–	–	–	–	–	–	
Rent on land	–	–	–	–	–	–	–	–	–	
Transfers and subsidies	41	107	947	–	–	–	–	–	–	
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	41	107	947	–	–	–	–	–	–	
Social benefits	41	107	947	–	–	–	–	–	–	
Other transfers to households	–	–	–	–	–	–	–	–	–	
Payments for capital assets	–	–	–	–	–	–	–	–	–	
Buildings and other fixed structures	–	–	–	–	–	–	–	–	–	
Buildings	–	–	–	–	–	–	–	–	–	
Other fixed structures	–	–	–	–	–	–	–	–	–	
Machinery and equipment	–	–	–	–	–	–	–	–	–	
Transport equipment	–	–	–	–	–	–	–	–	–	
Other machinery and equipment	–	–	–	–	–	–	–	–	–	
Heritage Assets	–	–	–	–	–	–	–	–	–	
Specialised military assets	–	–	–	–	–	–	–	–	–	
Biological assets	–	–	–	–	–	–	–	–	–	
Land and sub-soil assets	–	–	–	–	–	–	–	–	–	
Software and other intangible assets	–	–	–	–	–	–	–	–	–	
Payments for financial assets	–	–	–	–	–	–	–	–	–	
Total economic classification	26 633	26 135	24 644	25 483	25 558	25 444	26 692	26 518	27 722	4.9

Table B.2D: Details of payments and estimates by economic classification: P4 – Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	75 920	89 705	80 781	85 137	80 779	80 377	87 105	85 358	89 223	8.4
Compensation of employees	67 058	71 107	73 195	74 814	67 916	67 513	74 793	74 687	78 048	10.8
Salaries and wages	59 691	64 091	65 500	69 253	60 831	60 465	66 467	66 231	69 211	9.9
Social contributions	7 367	7 016	7 695	5 561	7 085	7 048	8 326	8 456	8 837	18.1
Goods and services	8 862	18 598	7 586	10 323	12 863	12 864	12 312	10 671	11 175	(4.3)
Administrative fees	-	-	-	-	-	-	-	-	-	
Advertising	-	-	-	-	-	-	-	-	-	
Minor assets	-	-	-	-	-	-	-	-	-	
Audit cost: External	4 169	11 563	5 624	3 972	7 754	7 754	6 912	5 028	5 255	(10.9)
Bursaries: Employees	-	-	-	-	-	-	-	-	-	
Catering: Departmental activities	221	322	6	279	12	12	77	80	85	541.7
Communication (G&S)	-	-	-	-	-	-	-	-	-	
Computer services	949	974	1 047	1 112	1 300	1 300	1 200	1 252	1 309	(7.7)
Consultants and professional services: Business and advisory services	-	1 194	215	1 332	1 696	1 696	1 600	1 669	1 745	(5.7)
Infrastructure and planning	-	-	-	-	-	-	-	-	-	
Laboratory services	-	-	-	-	-	-	-	-	-	
Scientific and technological services	-	-	-	-	-	-	-	-	-	
Legal services	-	-	-	-	-	-	-	-	-	
Contractors	-	-	-	-	-	-	-	-	-	
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	
Entertainment	15	17	3	26	2	3	16	16	20	433.3
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	-	-	-	-	-	-	-	-	-	
Consumable: Stationery, printing and office supplies	-	-	-	-	-	-	-	-	-	
Operating leases	-	-	-	-	-	-	-	-	-	
Property payments	-	-	-	-	-	-	-	-	-	
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-	
Travel and subsistence	2 051	2 254	51	1 579	178	178	441	468	504	147.8
Training and development	1 174	1 780	640	1 881	1 639	1 639	1 898	1 981	2 071	15.8
Operating payments	208	427	-	-	282	282	125	131	137	(55.7)
Venues and facilities	75	67	-	142	-	-	43	46	49	
Rental and hiring	-	-	-	-	-	-	-	-	-	
Interest and rent on land	-	-	-	-	-	-	-	-	-	
Interest	-	-	-	-	-	-	-	-	-	
Rent on land	-	-	-	-	-	-	-	-	-	
Transfers and subsidies	969	421	838	-	741	810	-	-	-	(100.0)
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	969	421	838	-	741	810	-	-	-	(100.0)
Social benefits	969	421	838	-	741	810	-	-	-	(100.0)
Other transfers to households	-	-	-	-	-	-	-	-	-	
Payments for capital assets	-	-	-	-	-	-	-	-	-	
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	
Buildings	-	-	-	-	-	-	-	-	-	
Other fixed structures	-	-	-	-	-	-	-	-	-	
Machinery and equipment	-	-	-	-	-	-	-	-	-	
Transport equipment	-	-	-	-	-	-	-	-	-	
Other machinery and equipment	-	-	-	-	-	-	-	-	-	
Heritage Assets	-	-	-	-	-	-	-	-	-	
Specialised military assets	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	-	-	
Payments for financial assets	-	313	-	-	-	-	-	-	-	
Total economic classification	76 889	90 439	81 619	85 137	81 520	81 187	87 105	85 358	89 223	7.3

Table B.2E: Details of payments and estimates by economic classification: P5 – Municipal Financial Governance

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates			% change from 2021/22
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25	
Current payments	49 267	52 625	44 313	58 327	47 167	47 458	56 693	56 804	59 379	19.5
Compensation of employees	45 494	48 415	43 967	47 190	45 908	46 183	50 049	49 856	52 100	8.4
Salaries and wages	40 551	42 627	38 854	43 260	41 248	41 498	44 633	44 353	46 349	7.6
Social contributions	4 943	5 788	5 113	3 930	4 660	4 685	5 416	5 503	5 751	15.6
Goods and services	3 773	4 210	346	11 137	1 259	1 275	6 644	6 948	7 279	421.1
Administrative fees	-	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	176	471	4	250	27	27	82	85	89	203.7
Communication (G&S)	-	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-	-
Consultants and professional services: Business and advisory services	-	-	-	8 934	-	-	5 127	5 364	5 604	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-	-
Entertainment	11	8	3	16	1	1	10	10	13	900.0
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	-	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	-	-	-	-	-	-	-	-	-
Operating leases	-	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-	-
Travel and subsistence	3 373	3 457	98	1 875	508	524	1 405	1 468	1 551	168.1
Training and development	-	-	-	-	-	-	-	-	-	-
Operating payments	157	223	241	-	718	718	-	-	-	(100.0)
Venues and facilities	56	51	-	62	5	5	20	21	22	300.0
Rental and hiring	-	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	63 179	24 100	1 614	-	823	828	-	-	-	(100.0)
Provinces and municipalities	41 362	23 587	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-	-
Municipalities	41 362	23 587	-	-	-	-	-	-	-	-
Municipalities	41 362	23 587	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	21 575	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	21 575	-	-	-	-	-	-	-	-	-
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	242	513	1 614	-	823	828	-	-	-	(100.0)
Social benefits	242	513	1 614	-	823	828	-	-	-	(100.0)
Other transfers to households	-	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-	-
Total economic classification	112 446	76 725	45 927	58 327	47 990	48 286	56 693	56 804	59 379	17.4

◆ END OF EPRE ◆