

VOTE 14

Public Works

Operational budget	R1 940 319 205
MEC remuneration	R 1 977 795
Total amount to be appropriated	R1 942 297 000
Responsible MEC	MEC for Human Settlements and Public Works
Administering department	Public Works
Accounting officer	Head: Public Works

1. Overview

Vision

The department's vision is: *An inclusive economy through sustainable infrastructure development and property management.*

Mission

The department's mission is: *To improve the lives of the people in KwaZulu-Natal through sustainable infrastructure development and property management.*

Strategic outcomes

The department's outcomes are as follows:

- Increased access to economic opportunities to broaden the base of targeted groups for economic empowerment through infrastructure and property management.
- Improved immovable asset management and custodianship of all provincial assets and facilities.
- Provision of sustainable social infrastructure.

Core functions

In carrying out its mandate, the department undertakes the following core functions, which are in line with the outcomes in the five-year strategic plan (2020-2025) of the department:

- The acquisition of public buildings and land.
- The construction of public buildings, involving the physical erection or major improvements in respect of infrastructure in the building environment.
- The maintenance of state buildings including performing the necessary work to keep the required level of operation and the payment of property rates.
- The alienation of public buildings and land, including the disposal of fixed assets by selling, demolition, exchanging and donation.

Legislative mandate

Within the broad statutory mandates of government institutions, the following mandates guide the department's core functions:

- Constitution of the Republic of South Africa (No. 108 of 1996)

- Public Service Act (No. 30 of 2007)
- Public Finance Management Act (No. 1 of 1999, as amended) and the Treasury Regulations
- Government Immovable Asset Management Act (No. 19 of 2007)
- Local Government: Municipal Rates Act (No. 6 of 2004)
- Construction Industry Development Board Act (No. 38 of 2000)
- National Building Regulations and Building Standards Act (No. 103 of 1977)
- Occupational Health and Safety Act (No. 85 of 1993)
- State Land Disposal Act (No. 48 of 1961)
- Prevention of Eviction from and Unlawful Occupation of Land Act (No. 19 of 1998)
- KwaZulu-Natal Land Administration Act (No. 3 of 2003)
- KwaZulu-Natal Heritage Act (No. 10 of 1997)
- Broad Based Black Economic Empowerment Act (No. 53 of 2004)
- Labour Relations Act (No. 66 of 1995)
- Employment Equity Act (No. 55 of 1995)
- Skills Development Act (No. 97 of 1998)
- Basic Conditions of Employment Act (No. 75 of 1997)
- Intergovernmental Relations Framework Act (No. 13 of 2005)
- Preferential Procurement Policy Framework Act (No. 5 of 2000)
- Cross-Boundary Municipalities Laws Repeal and Related Matters Act, as amended (No. 8 of 2009)
- Council for the Built Environment Act (No. 43 of 2000)
- Engineering Profession Act (No. 46 of 2000)
- Architectural Profession Act (No. 44 of 2000)
- Quantity Surveying Profession Act (No. 49 of 2000)
- Project and Construction Management Professions Act (No. 48 of 2000)
- Occupational Injuries and Diseases Act (No. 130 of 1993)
- Deeds Registry Act (No. 47 of 1937)
- Expropriation Act (No. 63 of 1975)
- Environmental Act (No. 107 of 1998)
- Promotion of Administrative Justice Act (No. 53 of 2002)
- Promotion of Access to Information Act (No. 54 of 2006)
- Skills Development Qualification Act (No. 58 of 1995)
- KwaZulu-Natal Ingonyama Trust Amendment Act (No. 9 of 1997)
- South African Schools Act (No. 84 of 1996)
- Cross-boundary Municipalities Laws Repeal Related Matters Act (No. 23 of 2005)
- KwaZulu-Natal Planning and Development Act (No. 6 of 2008)

2. Review of the 2021/22 financial year

Section 2 provides a review of 2021/22, outlining the main achievements and progress made by the department, as well as providing a brief discussion on challenges and new developments.

Delivery of building infrastructure and accommodation

All infrastructure projects (both the internal projects and those rolled out for other departments) were planned and implemented in line with the Infrastructure Delivery Management System (IDMS)

processes. The department also rolled out the implementation of the Infrastructure Progression Model Implementation Plan, as prescribed by National Treasury. In this regard, the department is finalising the revised standard operating procedures. The role of Provincial Treasury in this process was to assess the Infrastructure Progression Model Implementation Plan budget over the MTEF, whereas DOPW was responsible for ensuring full compliance in submitting the assessment report.

Expanded Public Works Programme (EPWP)

The EPWP aims to provide unemployed people with work opportunities and training so that they increase their capacity to earn an income. The department set a target of 4 926 work opportunities and 1 628 Full Time Equivalents (FTEs) for 2021/22, however, these planned targets were not met as a result of the Covid-19 pandemic and the national lockdown. In this regard, a total of 925 work opportunities and 366 FTEs were created by the third quarter.

In addition, the department planned and achieved three beneficiary empowerment interventions through training in respect of the EPWP in 2021/22. This training includes, among others, basic financial literacy, work ethics and conduct management, paving of school yards and landscaping, garment making (sewing) training, crop production training, and cleaning of government buildings.

EPWP school maintenance programme

The EPWP school maintenance programme is aimed to assist poor, non-fee paying schools with basic maintenance of school grounds and buildings to ensure that children are able to learn in conducive and clean environments. It also provides cleaning and maintenance of vacant sites. This is done through the employment of youth and women beneficiaries in the province. These individuals are recruited through the Operation Sukuma Sakhe (OSS) structures and are assigned to schools and state vacant sites. The department implemented the EPWP school maintenance programme across KZN in over 2 000 schools and vacant sites across all district municipalities.

EPWP provincial co-ordination and monitoring

In 2021/22, the department planned to achieve four interventions, namely the EPWP Division of Revenue Act (DORA) workshop, the annual EPWP strategic planning session, training on the EPWP reporting system and the EPWP data quality and records management session. By the third quarter, the department had conducted three of these sessions, with some conducted virtually. The EPWP strategic planning session has been planned for the fourth quarter of 2021/22. The department also held one-on-one EPWP information sessions per district and these were conducted through the EPWP focus week (which is an intervention to bring awareness of EPWP and the impact thereof to all relevant stakeholders, including civil society), and these were aimed at improving awareness of the EPWP programme by all relevant public bodies and civil society, improving effective implementation and reporting by public bodies, as well as expanding on strategies for job creation in the province. The department achieved the provincial target of job creation and achieved 137 337 work opportunities created by the end of the third quarter against an annual target of 128 699. The department continued to provide data quality and records management support to all 66 public bodies in order to ensure quality reporting on the EPWP reporting system, and the department assessed the way in which public bodies maintain physical records of what is reported in the EPWP Reporting System.

Finalisation of R293 properties

The department planned to finalise the transfer of R293 properties from the remaining five municipalities, namely eNdumeni, Nkandla, eDumbe, uPhongolo and Big Five Hlabisa, into the name of the KZN provincial government. To date the department has finalised the transfer of properties from the Big Five Hlabisa Local Municipality. The transfer from the Nkandla Local Municipality is in progress for finalisation by the end of 2021/22. The transfer from the eNdumeni Local Municipality continues to be hampered by the non establishment of a township register for some parts of Sibongile township. The negotiations in respect of the transfer of the properties with the uPhongolo and eDumbe Local Municipalities are being finalised, whereafter the procurement of conveyancers will commence.

Condition Assessments

Condition assessments of 200 state-owned facilities were planned for 2021/22, and these commenced in November 2021. The assessments assist in identifying building deficiencies and any corrective actions needed, in order to ensure that state-owned facilities comply with statutory requirements, once the corrective action is implemented. The process of acquiring professional service providers was only finalised in August 2021 as there were delays caused by an appeal lodged by bidders and, as a result, work which was expected to commence at the beginning of 2021/22 only commenced in November 2021. Due to the delay in the commencement of the condition assessments, it is expected that the targeted facilities will not be achieved in 2021/22 and will be continued in 2022/23.

Izandla Ziyagezana programme

The department continued to contribute to the creation of sustainable jobs through the Izandla Ziyagezana programme. The department has, to date, employed 433 beneficiaries, of which eight people are living with disabilities. The department had planned to extend the cleaning of schools to all regions within the province, however due to capacity constraints, where the vacant administration posts in the departmental regional offices and head office to monitor the programme were not filled as a result of delays in respect of the Covid-19 lockdown measures, the department was unable to achieve this target. As a result, a total of six schools continue to benefit from this programme.

Three beneficiary empowerment interventions were conducted in partnership with a number of departments. A total of 25 Izandla Ziyagezana beneficiaries were trained on work ethics and conduct management in May 2021. A second beneficiary empowerment intervention on vacant site clearance of alien and invasive plants for sustainability was conducted in September 2021, and a third beneficiary empowerment intervention on crop production was provided by the Department of Agriculture and Rural Development (DARD) in November 2021.

KwaZulu-Natal Infrastructure Master Plan (KZN-IMP)

The Infrastructure Programme Management Unit (IPMU) continued to progress the structural reforms proposed in the KZN-IMP and to institutionalise the KZN-IMP. The focus was on the long-term demand management of infrastructure. The department developed a long-term population demand model that can be utilised to review and guide the prioritisation of levels of service to respond to the respective demand models across all infrastructure sectors. This is seen as a major foundation element and achievement to enable the institutionalisation of the KZN-IMP.

The department continued to develop the Infrastructure Nerve Centre which is a system that will house the infrastructure data within the province. The system currently has 400 layers including water and electricity, as well as environmental data, among others, and is expected to contain particularly its virtual capabilities to ensure sustainability and also to mobilise sectoral stakeholders to improve the quality of data and reporting to facilitate decision making, monitoring and co-ordination. Unfortunately, there is still no link with the Nerve Centre that falls under OTP. Discussions with COGTA and OTP regarding the feasibility of collaboration between the departments to avoid duplication and streamline the access to data, are continuing. The consolidated Provincial Repository of Infrastructure Data, which is the data that forms the basis of the Infrastructure Nerve Centre, is live and available on the department's website.

The department commenced with the establishment of master planning capacity in terms of all infrastructure development for the province that is planned to be housed within the provincial agency, Strategic Infrastructure Development Agency (SIDA). To date, a skills matrix has been created and is being incorporated onto the SIDA entity to ensure continuity of this function within the province. Internal resources were seconded to focus on the development of this capacity. To date the department has commenced with the finalisation of the approval of the mandate of the entity, and will thereafter commence engagement with National Treasury to register SIDA as a public entity which will be undertaken in collaboration with Provincial Treasury. The intention for the development of this agency is to enhance state capacity and ensure sustainable planning and packaging of infrastructure to achieve socio-economic growth within the infrastructure sector.

Mayville conference centre dining facility

The construction work for the dining facility was completed as planned in May 2021, and the final hand-over took place in August 2021. This facility is now being used by the department for the said purpose.

Vryheid sub-district office, conversion of the workshop into offices

The first phase of the construction work for the Vryheid District office was completed in December 2021, which entailed the conversion of a carpenter shop into offices and the face-lifting of the main building. The department will be targeting to commence with construction of the second phase of the project in 2022/23, which entails completing the upgrade of the Vryheid District office.

New iLembe District office

The construction of the district office did not commence as planned due to objections from bidders after an intention to award was advertised in October. The department still intends to commence with the construction contract for the district office in 2021/22, and the project site was handed over in January 2022. The department plans to complete the project in 2023/24.

3. Outlook for the 2022/23 financial year

Section 3 looks at the key focus areas of 2022/23, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments. The bulk of the 2022/23 budget in Programme 2 caters for municipal property rates, to provide for the Government Immovable Asset Management Act (GIAMA) and Fixed Asset Register projects, as well as other projects including condition assessments of various properties and infrastructure. The budget against Programme 3 largely caters for various infrastructure projects. Some of the MTEF projects which were planned to be completed in 2021/22 were delayed, extending their construction period into the next financial years, where there was no construction budget allocated. This affected the projects that were intended to be at construction stage in 2021/22 and 2022/23.

Delivery of building infrastructure and accommodation

All infrastructure to be delivered by the department will be planned and implemented in line with the IDMS processes. The department is at the last stages of finalising the revised standard operating procedures, and these were originally planned to be finalised by the third quarter of 2021/22, however, due to amendments in the document, the above will be finalised during the first quarter of 2022/23. The implementation of the Infrastructure Progression Model Implementation Plan, as prescribed by National Treasury will continue, which is the standardised roll-out of infrastructure projects by provinces. The role of Provincial Treasury will be to assess the Infrastructure Progression Model Implementation Plan budget over the MTEF.

Expanded Public Works Programme

EPWP is a nationwide programme which aims to provide unemployed people with work opportunities and training so that they increase their capacity to earn an income. EPWP aims to provide unemployed people with work opportunities and training so that they increase their capacity to earn an income. The department has set a target of 5 127 work opportunities and 1 700 FTEs to be created in 2022/23. In addition, the department set a target of four beneficiary empowerment interventions through training in respect of this programme in 2022/23. This training includes, among others, basic financial literacy and cleaning of government buildings, work ethics and conduct management. The department will continue to ensure that EPWP generates work opportunities and creates jobs, which will contribute meaningfully to poverty alleviation. The programme includes beneficiaries living with disabilities.

EPWP school maintenance programme

The department will continue to implement the EPWP school maintenance programme in over 2 000 schools and vacant sites across all district municipalities in 2022/23.

EPWP provincial co-ordination and monitoring

The department aims to continue providing technical support to all provincial departments and municipalities in order to achieve the EPWP work opportunity target of 131 831 work opportunities to be

created in 2022/23. The department, as the provincial co-ordinator of EPWP, will ensure that the target for 2022/23 is achieved and will also ensure that the targeted number of 66 public bodies, comprising 54 municipalities and 12 provincial departments, report in the EPWP reporting system. Furthermore, the department will continue to provide data quality and records management support to all 66 public bodies, in order to ensure quality reporting on the EPWP reporting system and consistent, accurate and credible records management. The department will also continue with the implementation of planned interventions including training through an annual DORA workshop, EPWP reporting system training, EPWP district roadshows and quarterly audit working sessions.

Finalisation of R293 properties

The department will continue to attend the transfer of R293 properties from the names of the municipalities to the name of the KZN provincial government. Negotiations regarding the properties to be transferred are ongoing with the uPhongolo and eDumbe Local Municipalities, and the procurement process will commence thereafter. eDumbe and uPhongolo are the last remaining municipalities where the R293 transfer work is still outstanding.

Condition Assessments

Condition assessments of 150 facilities are planned for 2022/23, for state-owned office accommodation in respect of all departments. The assessments will assist in identifying building deficiencies and any corrective actions needed. This will ensure that state-owned office accommodation complies with statutory requirements, once the corrective action is implemented.

Izandla Ziyagezana programme

The department will ensure that the Izandla Ziyagezana programme increases the number of beneficiaries with disabilities, through engaging with institutions that care for people living with disabilities, and will continue to explore the extension of the programme to the cleaning of schools in all regions, as currently only six schools benefit, namely Pholela High School, Bulwer Primary School, Copesville Secondary School, Joyland Primary School, Nkandla High School and Sthandiwe Special School.

KwaZulu-Natal Infrastructure Master Plan (KZN-IMP)

The IPMU will continue to progress the structural reforms proposed in the KZN-IMP and to institutionalise the KZN-IMP with a particular focus on refining the long-term demand management of infrastructure in collaboration with COGTA and aligning to the Provincial Spatial Development Framework (PSDF).

The department will continue to develop the Infrastructure Nerve Centre, which is aimed to be completed by September 2023. As mentioned, there is currently no link with the Nerve Centre that falls under OTP. The department is in discussions with COGTA and OTP regarding the feasibility of collaboration between the departments to avoid duplication and to streamline the access to data.

The department is establishing a master planning capacity in terms of all infrastructure development for the province that is planned to be housed within SIDA, but with support provided by the department in its initial development phases. The development of this agency is to enhance state capacity and ensure the sustainable planning and packaging of infrastructure to achieve socio-economic growth within the infrastructure sector. The department is currently utilising internal resources to finalise the approval of the mandate of the entity and to commence engagement with National Treasury to register SIDA as a public entity, and will do this in collaboration with Provincial Treasury.

Vryheid sub-district office, conversion of the workshop into offices

Phase 2 of upgrading the Vryheid District office, which entails completing the upgrade of the Vryheid office in Zululand, is intended to be at construction stage during 2022/23. The project was split into two phases to accommodate the available funding. Phase 1 of the project was completed in 2021/22, and entailed the conversion of a carpenter shop into offices and the face-lifting of the main building.

New iLembe District office

The completion of the new district office is targeted to be at construction stage in 2022/23, with an intention to reach practical completion during the third quarter of 2023/24.

4. Alignment of the budget to the NDP and MTSF

The department's activities are directly aligned to the NDP's main objective of eliminating poverty and reducing inequality by 2030 and the five priorities of inclusive social and economic development, sustainable investment and growth, decent jobs and sustainable livelihoods, a capable development state, and expanding opportunities.

The department is aligned to three priority statements of the MTSF, namely building a capable, ethical and developmental state, economic transformation and job creation. The alignment is reflected in three outcomes, namely increased access to economic opportunities to broaden the base of targeted groups for economic empowerment through infrastructure and property management, improved immovable asset management and custodianship of all provincial assets and facilities, as well as provision of sustainable social infrastructure.

The department's contribution to eliminating poverty and reducing inequality is through creating employment through its EPWP beneficiaries, as well as creating an environment for sustainable employment and economic growth through delivery and maintenance of infrastructure. These activities are in line with the NDP, PGDS and MTSF priorities.

5. Reprioritisation

The department's baseline increased significantly in 2022/23 due to additional funds received for property rates, although the amount received does not fully cover the pressure in this regard. The department undertook reprioritisation within and between programmes and economic classification. The department reprioritised funds mainly in respect of *Compensation of employees* from Programmes 1 and 2 to Programme 3 in order to align the baseline to current costs and spending. There is a movement of funds within *Goods and services* and this relates mainly to the centralisation of the advertising budget from Programmes 2 and 3 to Programme 1. There is also a movement to *Goods and services*, in respect of vehicle tracking devices from *Payments for capital assets*. Funds were also reprioritised from *Software and other intangible assets* and *Machinery and equipment*, to cater for computer service costs under *Goods and services*, in respect of SITA information services which were under budgeted for.

6. Procurement

The department will continue to develop and implement procurement plans for 2022/23 to ensure that the needs of the organisation are in line with the pillars underpinning the department's strategy, as well as the budget allocated to the department.

Major projects planned by the department for 2022/23 include capital infrastructure projects such as the iLembe new office building, the Southern regional new administration wing, completion of the refurbishment of an existing building to convert it to the new KZN Entrepreneurial Centre, rehabilitation and renovations to the lecture hall facility in the eThekweni region, the construction of a parking area in the eThekweni region, upgrading of an existing workshop in the Vryheid sub-district office, as well as the conversion of the castle building at the Mayville precinct into offices for SIDA. The department has planned the implementation of GIAMA projects, as well as conducting current projects such as condition assessments on state-owned office accommodation and leased buildings, property valuations, clearing of vacant sites, and provision of security services in respect of unutilised buildings. The department will also procure departmental vehicles, computer equipment, such as laptops and desktops, as well as software. Also, the fixed asset register project is currently underway.

7. Receipts and financing

7.1 Summary of receipts

Table 14.1 indicates the sources of funding for Vote 14 for the period 2018/19 to 2024/25. The table also compares actual and budgeted receipts against actual and budgeted payments. The department receives a

provincial allocation in the form of an equitable share, and a national conditional grant allocation in respect of the EPWP Integrated Grant for Provinces.

The department's baseline has increased from R1.588 billion to R1.822 billion over the seven-year period. The department was allocated additional funding of R204.866 million for the shortfall in property rates in 2022/23, with this allocation made as part of the 2021/22 MTEF process. The department also receives R8.042 million, in respect of the EPWP Integrated Grant for Provinces. These amendments are discussed in more detail in Section 8.2.

Table 14.1 : Summary of receipts and financing

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Equitable share	1 581 909	1 680 591	1 626 467	1 689 864	1 705 864	1 705 864	1 934 255	1 744 027	1 822 334
Conditional grants	6 023	4 726	4 243	5 465	5 465	5 465	8 042	-	-
EPWP Integrated Grant for Provinces	6 023	4 726	4 243	5 465	5 465	5 465	8 042	-	-
Total receipts	1 587 932	1 685 317	1 630 710	1 695 329	1 711 329	1 711 329	1 942 297	1 744 027	1 822 334
Total payments	1 675 578	2 031 642	1 791 193	1 695 329	2 061 329	2 061 329	1 942 297	1 744 027	1 822 334
Surplus/(Deficit) before financing	(87 646)	(346 325)	(160 483)	-	(350 000)	(350 000)	-	-	-
Financing									
of which									
Provincial roll-overs	1 079	-	-	-	-	-	-	-	-
Provincial cash resources	92 000	380 624	165 000	-	350 000	350 000	-	-	-
Surplus/(Deficit) after financing	5 433	34 299	4 517	-	-	-	-	-	-

In 2018/19:

- A roll-over of R1.079 million was received from 2017/18 relating to the development of the KZN-IMP.
- The department received provincial cash resources of R92 million to assist with the pressures in the payment of property rates and in respect of outstanding government debt. In this regard, R43.500 million was allocated to settle the shortfall in respect of Section 14 schools relating to 2017 invoices and R48.500 million for outstanding government debts as at 31 March 2015.
- The department under-spent by R5.433 million in 2018/19, mainly against *Buildings and other fixed structures* due to slower than anticipated progress on various projects, largely attributed to poor contractor performance, exacerbated by design co-ordination issues and inclement weather, which collectively caused delays in the construction of the new iLembe District office building, delays in awarding the contract for the Legislative Assembly (LA) Complex in Ulundi, as well as the conversion of an existing workshop to a dining facility at the Mayville conference centre. Also contributing were delays due to lengthy procurement processes in appointing the health and safety agent to comply with building industry requirements for the refurbishment of the existing uMgungundlovu District office into the KZN Entrepreneurial Centre.

In 2019/20:

- In 2019/20, the department received R380.624 million from provincial cash resources for the payment of property rates.
- The department under-spent its 2019/20 budget by R34.299 million mainly against GIAMA in respect of condition assessments as a result of delays in the appointment of a service provider. As such, no condition assessments were conducted in respect of schools in 2019/20. Also contributing to the under-spending was slower than anticipated progress on various infrastructure projects.

In 2020/21:

- In the 2020/21 Adjusted Appropriation, the department received provincial cash resources of R165 million to assist with the pressures in the payment of property rates. The shortfall was brought about by a 10 per cent escalation in municipal property rates as a result of increases in market values for the municipalities that implemented their new general valuation rolls with effect from 01 July 2020, as well as to cover the tariff increases. Mitigating this was a reduction of R76.563 million in the Special Adjustments Estimate toward funding the provincial response to the Covid-19 pandemic and this reduction is shown against the equitable share.

In 2021/22:

- In the 2021/22 Adjusted Appropriation, the department received provincial cash resources of R366 million as follows:
 - Additional funding of R350 million was allocated to assist with the shortfall in municipal property rates in respect of all districts. This shortfall was brought about by a 10 per cent escalation in municipal property rates as a result of increases in market values for the municipalities that implemented their new general valuation rolls with effect from 01 July 2021, as well as to cover the tariff increases.
 - Additional funding of R16 million was allocated to the equitable share relating to the 2021 wage agreement, with the funds allocated by National Treasury to cover the costs relating to the non pensionable cash allowance, which was not budgeted for by the department.

The department implemented budget cuts of R199.810 million in 2022/23 and R276.729 million in 2023/24, as indicated in Table 14.3. These budget cuts impacted negatively on the outer year of the MTEF and relate to fiscal consolidation implemented by National Treasury over the 2021/22 MTEF, as well as budget cuts related to the cost-of-living wage freeze. Offsetting the budget cuts is additional funding of R204.866 million for the shortfall in property rates in 2022/23 and R6.760 million received in 2023/24 in respect of an adjustment made to the outer year, which will be allocated against the property rates budget to reverse the fiscal consolidation budget cuts that were effected against the property rates budget. There is also an additional R2 million allocation in each year of the MTEF in respect of the district champion of OSS/DDM responsibilities. The department also receives R8.042 million in 2022/23, in respect of the EPWP Integrated Grant for Provinces, which is incentive based.

7.2 Departmental receipts collection

Table 14.2 reflects the estimated departmental receipts for Vote 14. The main sources of revenue are of a domestic nature and include housing rent, parking, etc. Details are provided in the *Annexure – Vote 14: Public Works*.

Table 14.2 : Summary of departmental receipts collection

R thousand	Audited Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	8 366	11 421	6 987	8 105	8 105	8 260	8 948	9 342	9 752
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	1 198	246	283	570	570	570	314	327	341
Sale of capital assets	1 966	986	504	535	535	535	940	575	385
Transactions in financial assets and liabilities	496	331	833	946	946	1 582	946	988	1 031
Total	12 026	12 984	8 607	10 156	10 156	10 947	11 148	11 232	11 509

Sale of goods and services other than capital assets comprises parking and state-owned property rentals, tender fees, and commission received on PERSAL deductions such as insurance premiums and garnishee orders. The significant collection in 2019/20 related to arrear rental on non-residential buildings paid by Star College which occupies a state building in Durban. The revenue grows gradually over the MTEF.

Interest, dividends and rent on land derives its revenue from interest earned on outstanding staff debts, interest from trust accounts, as well as the rental from Vodacom for the use of government land to install network towers. The high 2018/19 collection was related to interest received from the sale of St Aidan's Hospital. The revenue budget over the MTEF relates to interest on outstanding staff debts and is slightly conservative when compared to 2021/22 figures due to the unpredictable nature of this revenue source.

Sale of capital assets relates to the sale of redundant motor vehicles, equipment, as well as the sale of land and buildings. The revenue collected in 2018/19 relates to the sale of land in Ulundi to the national

Department of Public Works and Infrastructure (NDPWI). This amount also includes revenue from the sale of a residential building in Ulundi to a private organisation. The budget over the MTEF is set in line with the departmental disposal policy, which is cyclical.

Transactions in financial assets and liabilities relates to recoveries from previous years' expenditure, such as staff debts, over-payments to suppliers, etc. The fluctuating trend over the seven-year period is due to the unpredictable nature of these recoveries.

7.3 Donor funding – Nil

8. Payment summary

This section reflects payments and budgeted estimates in terms of programmes and economic classification. Details are given in *Annexure – Vote 14: Public Works*.

8.1 Key assumptions

The department applied the following broad assumptions when compiling the budget:

- All inflation related increases are based on CPI projections. All inflation related increases are based on CPI projections.
- Over the 2022/23 MTEF, National Treasury has provided provinces with the budget for the cost of living adjustment, however this is not yet allocated to departments until the current wage agreement (2022) is finalised. Allocations will take place in-year after assessing how much is needed per Vote and taking into account savings from vacancies. With regard to the non-implementation of the last leg of the 2018/19 agreement, the government won this matter in court, and the unions lost their appeal to the Constitutional Court, thus the wage freeze remains in place. In this regard, National Treasury reduced the province's baseline against *Compensation of employees* over the 2021/22 MTEF in respect of freezing salary increases, as well as additional reductions implemented to support fiscal consolidation. Additional funds were allocated in 2021/22 by National Treasury when an agreement was reached with the unions that there would be increases. However, only the non-pensionable cash allowance was funded.

Departments were required to make provision for the 1.5 per cent pay progression. The department provided for a 4.1 per cent increase in 2022/23, 1.1 per cent decrease in 2023/24 and 4.7 per cent in the outer year of the MTEF, and this will be reviewed in the next budget process to align with the planned filling of posts as per the department's establishment. The department currently has 46 critical vacant posts, however, due to budget constraints they have not adequately provided for the filling of these posts in 2022/23. The budget will be reviewed in-year and reprioritisation will be undertaken to ensure that these critical posts are filled by the department. No provision has been made at this stage to fill posts in 2023/24 only, and this will be reviewed in the next budget process.

The department plans to fill only critical vacant posts due to the substantial budget cuts against the personnel budget during the 2021/22 budget process. The department has budgeted for a growth of R28.566 million and R33.337 million in 2022/23 and 2024/25, respectively, with a reduction of R8.042 million. The growth in 2023/24 will be reviewed to cater for pay progression, as well as the filling of critical vacant posts in-year.

- The department received a budget of R8.042 million for 2022/23 for the EPWP Integrated Grant for Provinces and this is used to employ 5 127 beneficiaries for the cleaning of government buildings. Following the recently held Provincial Executive Council Lekgotla, the department will identify further funding in-year through internal reprioritisation, and this will be used to employ beneficiaries in respect of the EPWP maintenance programme who will undertake similar activities, as mentioned.
- No salary increases have been budgeted for in 2022/23 and 2023/24 in line with National Treasury guidelines.

- The expanded cost-cutting measures, as reissued by Provincial Treasury in 2021/22, will continue to be adhered to over the 2022/23 MTEF, in conjunction with National Treasury Instruction Note 03 of 2017/18: Cost containment measures. This circular will be updated in April 2022 and issued to departments and public entities to comply with.

8.2 Amendments to provincial and equitable share funding: 2020/21 to 2022/23 MTEF

Table 14.3 shows amendments to the provincial and equitable share funding received over the 2020/21 and 2021/22 and 2022/23 MTEF periods, and excludes grant funding. The carry-through allocations for the outer year (i.e. 2024/25) are based on the 2022/23 MTEF incremental percentages.

Table 14.3 : Summary of amendments to provincial and equitable share allocations for the 2020/21 to 2022/23 MTEF

R thousand	2020/21	2021/22	2022/23	2023/24	2024/25
2020/21 MTEF period	(13 894)	(35 981)	(43 053)	(44 990)	(47 015)
Fiscal consolidation and PES formula update budget cut	(5 629)	(27 432)	(39 494)	(41 271)	(43 128)
Budget cut due to low COE spending	(3 559)	(3 559)	(3 559)	(3 719)	(3 887)
Adjustment to COE (due to revised CPI inflation projections)	(4 706)	(4 990)	-	-	-
2021/22 MTEF period	-	(150 585)	7 056	(267 969)	(280 118)
Fiscal Consolidation budget cut		(49 973)	(52 673)	(95 264)	(99 551)
Compensation of employees budget cut (wage freeze and fiscal consolidation)		(102 612)	(147 137)	(181 465)	(189 631)
Allocation for shortfall in municipal property rates		-	204 866	-	-
Adjustment to outer year		-	-	6 760	7 064
District Champion of OSS/DDM responsibilities		2 000	2 000	2 000	2 000
2022/23 MTEF period	-	-	-	-	-
Total	(13 894)	(186 566)	(35 997)	(312 959)	(327 133)

In the 2020/21 MTEF, the following changes are made to the department's budget:

- The department's equitable share was reduced by R5.629 million in 2020/21, R27.432 million in 2021/22 and R39.494 million in 2022/23 with carry-through, as a result of fiscal consolidation and PES formula updates budget cuts.
- The department's equitable share was further reduced by R3.559 million per annum over the 2020/21 MTEF as a result of the department's low *Compensation of employees* spending.
- The department's equitable share was reduced by R4.706 million in 2020/21 and R4.990 million in 2021/22, related to lowering the CPI projections influencing the growth in *Compensation of employees*, where this CPI rate was previously set at 5.5 per cent but was lowered to 4.4 per cent.

In the 2021/22 MTEF, the following changes were made to the department's budget:

- The department's equitable share was reduced by R49.973 million in 2021/22, R52.673 million in 2022/23 and R95.264 million in 2023/24, due to the fiscal consolidation budget cuts implemented by National Treasury.
- The department's equitable share was further reduced by R102.612 million, R147.137 million and R181.465 million over the 2021/22 MTEF as a result of the *Compensation of employees* budget cuts made by National Treasury due to there being no cost-of-living adjustment over the MTEF.
- The department's equitable share was also increased by R6.760 million, being an adjustment to the outer year to partly reverse fiscal consolidation cuts that were effected against the property rates budget in 2023/24. In addition, the department's equitable share was further increased by R2 million in each year of the 2021/22 MTEF in respect of the district champion of OSS/DDM responsibilities.

In the 2022/23 MTEF, no additions are made to the department's equitable share.

Note that additional funding was allocated in the 2012/13 MTEF for improving infrastructure support. Although no longer visible in Table 14.3, this funding was specifically and exclusively appropriated and the department has not yet completed the implementation of its revised infrastructure staffing structure that this funding was intended for. Thus, amounts of R29.780 million, R31.090 million and R31.556 million in 2022/23, 2023/24 and 2024/25, respectively, remain ring-fenced for this purpose.

8.3 Summary by programme and economic classification

Tables 14.4 and 14.5 summarise payments and estimates by programme and economic classification.

The structure of the department consists of three programmes, and does not conform fully to the generic programme structure of the sector at this stage. All programmes are different from the uniform structure except Programme 1 which largely conforms with the programme structure. Approval for the deviations to the uniform budget structure has not yet been requested from National Treasury.

Table 14.4 : Summary of payments and estimates by programme: Public Works

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
1. Administration	415 347	449 539	416 859	434 109	440 488	440 488	441 092	445 088	464 694
2. Property Management	806 924	1 106 556	908 753	832 095	1 162 251	1 159 945	1 070 324	870 452	909 275
3. Provision of Buildings, Structures and Equipment	453 307	475 547	465 581	429 125	458 590	460 896	430 881	428 487	448 365
Total	1 675 578	2 031 642	1 791 193	1 695 329	2 061 329	2 061 329	1 942 297	1 744 027	1 822 334

Table 14.5 : Summary of provincial payments and estimates by economic classification: Public Works

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Current payments	882 188	918 493	912 674	955 161	971 434	963 105	970 353	969 218	1 012 895
Compensation of employees	617 365	682 416	699 336	716 250	717 785	694 010	722 576	714 534	747 871
Goods and services	264 823	236 077	213 327	238 911	253 649	269 095	247 777	254 684	265 024
Interest and rent on land	-	-	11	-	-	-	-	-	-
Transfers and subsidies to:	744 091	1 042 561	841 756	706 560	1 059 767	1 060 403	946 715	748 935	781 847
Provinces and municipalities	728 957	1 031 102	829 146	696 594	1 046 618	1 046 614	936 306	738 214	770 691
Departmental agencies and accounts	488	515	-	658	634	624	600	613	640
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	14 646	10 944	12 610	9 308	12 515	13 165	9 809	10 108	10 516
Payments for capital assets	47 014	54 453	36 748	33 608	30 128	37 821	25 229	25 874	27 592
Buildings and other fixed structures	25 529	31 582	27 105	22 186	18 706	18 706	14 059	14 678	15 324
Machinery and equipment	17 124	16 498	4 031	5 070	5 070	12 763	5 370	5 196	6 004
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	4 361	6 373	5 612	6 352	6 352	6 352	5 800	6 000	6 264
Payments for financial assets	2 285	16 135	15	-	-	-	-	-	-
Total	1 675 578	2 031 642	1 791 193	1 695 329	2 061 329	2 061 329	1 942 297	1 744 027	1 822 334

The department was subjected to budget cuts in 2020/21 to fund the provincial response to the Covid-19 pandemic, as well as cuts related to freezing public sector wages. In addition, the budget over the 2021/22 MTEF with carry-through was cut due to the public sector wage freeze, as well as cuts related to fiscal consolidation and PES amendments. Details of these cuts were provided in the 2021/22 EPRE.

Programme 1: Administration reflects steady growth, but shows an increase in 2019/20 mainly due to higher than anticipated costs in respect of advertising tenders, audit costs for the annual audit by the A-G, communication services costs, as well as legal services costs which were unanticipated. The decrease in 2020/21 was mainly due to lower than anticipated spending on items such as advertising tenders, audit costs, legal costs, as well as a decrease in spending on fleet services and travel and subsistence costs due to the Covid-19 pandemic and the national lockdown which impacted on spending. The decrease in spending was also due to the cost-of-living adjustment funds which were cut by National Treasury, as explained above. The slight decrease in the 2021/22 Revised Estimate is mainly attributed to lower than anticipated spending under *Compensation of employees*, as a result of the non-filling of vacant posts which was as a result of the delays experienced in the review of the revised organisational structure. It is noted that the review of the organisational structure has been put on hold by the department due to budget constraints to cater for the new structure. Reprioritisation over the MTEF was effected mainly against *Compensation of employees*, from Programmes 1 and 2 to Programme 3 in order to align the allocation to current costing and spending. The department effected further reprioritisation within *Goods and services*

from Programmes 2 and 3 due to the centralisation of the advertising budget under Programme 1, and from *Payments for capital assets* to *Goods and services* to cater for fleet services in respect of vehicle tracking devices which were not budgeted for. The budget over the MTEF shows steady growth despite the budget cuts implemented over the 2021/22 MTEF.

Programme 2: Property Management shows a substantial increase in 2019/20 which relates to payments of R380.624 million for property rates in respect of outstanding government debt arising from increases in the market value of properties. This explains the slight decrease in 2020/21. However, additional funding of R165 million was allocated in that year to assist with the pressure in the payment of property rates, and this was offset to some extent by the budget cuts to assist in funding the provincial response to the Covid-19 pandemic and the 2020 cost-of-living adjustment funds effected against this programme. The substantial increase in the 2021/22 Adjusted Appropriation relates to additional funding of R350 million allocated to the department for the shortfall in property rates. The decrease in the 2021/22 Revised Estimate is mainly attributed to lower spending under *Compensation of employees* due to the non-filling of vacant posts, as well as lower than anticipated expenditure under *Goods and services* in respect of consultants: business and advisory services for the GIAMA condition assessments and property payments for the GIAMA Izandla Ziyagezana project which were lower than anticipated due to delays in appointing service providers to implement the project. The department effected reprioritisation of funds from this programme to Programme 3 against *Compensation of employees* in order to align the allocation to current costing and spending. There was also a movement of funds to Programme 1 due to the centralisation of the advertising budget, which has been budgeted for under this programme over the MTEF. The high growth in 2022/23 is ascribed to additional once-off funding of R204.866 million allocated for municipal property rates, explaining the decrease in 2023/24. The bulk of the 2022/23 MTEF budget caters for municipal property rates, as well as the implementation of GIAMA projects such as maintenance, clearing of vacant sites, provision of security services to unutilised buildings and property valuations. There is fluctuating growth over the MTEF due to once-off additional funding in 2022/23. This programme received R6.760 million in 2023/24 to also assist with the pressure in the payment of property rates, as previously mentioned.

Programme 3: Provision of Buildings, Structures and Equipment shows a decrease in 2021/22 due to SITA computer services costs for the Works Information Management System (WIMS) and fleet services in respect of fuel. This low spending was mainly as a result of the impact of the national lockdown, as well as delays in the receipt of invoices from SITA. Also contributing was lower than anticipated expenditure in respect of consultants' costs for the SIDA driver, and the appointment of a specialist in respect of the IPMU. There were delays in finalising these appointments caused by the nationwide lockdown. The slight increase in the 2021/22 Revised Estimate is due to high expenditure under *Compensation of employees* for the appointment and payment of stipends in respect of the EPWP Izandla Ziyagezana maintenance programme, as well as higher than anticipated increases in respect of property payments for security and municipal services. This explains the slight decrease over the MTEF. The budget over the MTEF caters mainly for infrastructure projects, as explained in Section 8. The budget over the MTEF reflects a steady growth, and this programme receives an allocation of R8.042 million in 2022/23, in respect of the EPWP Integrated Grant for Provinces.

The increasing trend against *Compensation of employees* from 2018/19 to 2020/21 is influenced by the carry-through costs of the above-budget wage adjustments, as well as provision for improving infrastructure support. The department's budget was cut by R102.612 million in 2021/22 due to the wage freeze, however, additional funding of R16 million was allocated to the department relating to the 2021 wage agreement, with the funds allocated by National Treasury to cover the costs relating to the non-pensionable cash allowance which was not budgeted for. The decrease in the 2021/22 Revised Estimate is largely due to delays in the filling of professional posts mainly as a result of the delays in finalising the review of the revised organisational structure, as mentioned. The department reprioritised R2.500 million from *Compensation of employees* to *Goods and services* in both 2021/22 and 2022/23, to cater for the salary of a compliance officer appointed on contract providing support to the HOD, as the department has signed a three-year contract in this regard ending in 2023/24. The 2022/23 budget

includes an allocation of R8.042 million for the EPWP Integrated Grant for Provinces. The 2022/23 growth rate, excluding the EPWP Integrated Grant for Provinces, is 4.1 per cent and remains constant in 2023/24. The growth rate in the outer year is 4.7 per cent. The department plans to monitor the filling of posts in line with natural attrition and retirements based on the availability of funds. The department has 46 critical posts but has not adequately provided for the filling of these posts in 2022/23, and the budget will be reviewed in-year to cater for the filling of these posts. The budget growth in 2022/23 includes provision for the 1.5 per cent pay progression, and this is also catered for in the outer years.

Goods and services was high in 2018/19, mainly due to increased costs in property payments relating to electricity and water for shared services in the LA Complex building. The decrease in 2019/20 was due to no spending against GIAMA – Condition Assessments, the Fixed Asset Register project and under-expenditure against property payments for gardening and security services. The high spending in the 2021/22 Revised Estimate is mainly due to increased costs in property payments relating to electricity and water for shared services in the LA Complex building, as mentioned previously. This explains the decrease over the MTEF, which shows a steady trend and includes R2 million in respect of the district champion of OSS/DDM responsibilities. The MTEF budget grows steadily and caters for GIAMA – Condition Assessments, payment of property rates, among others.

Interest and rent on land relates largely to interest charged on late audit fees and has not been budgeted for over the MTEF.

Transfers and subsidies to: Provinces and municipalities shows a fluctuating trend which relates to the payment of municipal property rates. This category caters mainly for the payment of property rates, as well as motor vehicle licences. These high municipal rates account for the increases in 2019/20 and 2020/21, because additional funds were allocated to the department to alleviate the pressure. The baseline for this item needs to be revised to be in line with property rates, however, due to the unavailability of funding, Provincial Treasury only allocates funds as and when they become available. The substantial increase in the 2021/22 Adjusted Appropriation relates to additional funding of R350 million allocated to the department for the shortfall in property rates, as mentioned previously. This explains the increase in the 2021/22 Revised Estimate. The strong growth in 2022/23 is ascribed to once-off additional funding of R204.866 million to cater for the shortfall relating to property rates, although this amount does not fully fund the shortfall in property rates. A budget cut of R36.306 million is effected against the property rates budget in 2023/24 and this needs to be reviewed by the department in the next budget process, considering the fact that there are continuous spending pressures in this area. The department was also allocated R6.760 million in 2023/24 towards the shortfall in property rates in this programme, as previously mentioned.

Transfers and subsidies to: Departmental agencies and accounts is largely driven by skills development levy payments, as well as workmen's compensation payments, which are based on claims related to injuries on duty.

Transfers and subsidies to: Households caters for external bursaries and staff exit costs, and shows a fluctuating trend due to the unpredictable nature of these costs. The high spending in 2020/21 was due to unanticipated staff exit costs, as well as costs relating to external bursaries awarded to students in the professional disciplines, such as engineering. The slight increase in the 2021/22 Adjusted Appropriation and Revised Estimate is mainly due to unanticipated staff exits. The budget increases steadily over the MTEF and largely caters for bursaries to non-employees and staff exit costs.

Buildings and other fixed structures fluctuates over the seven years, as it is based on actual capital infrastructure requirements. The low amount in 2018/19 was due to slower than anticipated progress on projects, as well as delays in awarding various projects within the LA Complex building in Ulundi. The budget cut in 2021/22 explains the negative growth. The low spending in the 2021/22 Revised Estimate is due to substantially lower than anticipated progress on capital infrastructure projects under new infrastructure assets relating to projects in the eThekweni region, as well as projects under refurbishment and rehabilitation for the North Coast region. The MTEF allocations provide for the completion of the new administration wing in the uMgungundlovu District, construction of the new auditorium and

conference centre in the Southern region, the new iLembe District office, the rehabilitation and refurbishment of an existing building into the new KZN Entrepreneurial Centre in the uMgungundlovu District, renovations to the lecture hall in the eThekweni region, emergency structural repairs, water system repairs, as well as repairs to internal roads and parking facilities in the LA Complex. In addition, the MTEF budget caters for the construction of a parking facility in the eThekweni region, the conversion of a carpenter workshop into an office and the upgrading of an existing office, both in the Vryheid-sub district office, upgrading of a perimeter fence in the Nongoma sub-district office, electrical and mechanical services to the new wing in the OR Tambo House, which is the department's head office at 191 Prince Alfred Street, and the conversion of an old building, which is known as the castle and is situated behind the lecture hall in Mayville, into offices for SIDA in the eThekweni region. Initially, this project was estimated at R14.400 million, but the scope is to be revised to be within R5 million. It must be mentioned that several of these projects are currently in progress and will continue over the MTEF.

Machinery and equipment shows high spending in 2018/19 which relates to the procurement of telecommunication equipment in respect of networking and information technology security switches. The negative growth in 2020/21 relates to delays in the delivery of laptops procured by the department. Furthermore, delays were caused by the high demand in the market for laptops due to the nationwide lockdown. The substantial increase in the 2021/22 Revised Estimate relates to the purchase of computer equipment, as well as other equipment in the eThekweni region, as a result of losses sustained during the unrest in July 2021, as well as an increased demand in computer equipment by staff as a result of the work from home arrangement caused by the lockdown regulations. The MTEF provides for departmental vehicles, telephone network equipment and computer hardware.

Software and other intangible assets for 2018/19 to 2021/22 and over the MTEF provides for the payment of COGNOS user licences, Microsoft software licences and datalines. There is a fluctuating trend from 2018/19 to 2021/22, and the budget shows an increasing steady trend over the MTEF. This growth is above the inflation rate which is 4.4 per cent, 4.4 per cent and 4.5 per cent over the MTEF, and caters for the annual increases in Microsoft software licences and datalines and takes into account that Microsoft licences are based on the Rand/dollar exchange which fluctuates. Reprioritisation of funds over the MTEF was effected from this category to cater for computer services in respect of SITA information costs under *Goods and services*.

The department wrote off various losses against *Payments for financial assets* in 2018/19 and 2019/20.

8.4 Summary of conditional grant payments and estimates

Tables 14.6 and 14.7 relate to the summary of conditional grants receipts and payments.

Note that the historical figures set out in Table 14.6 reflect actual expenditure per grant, and should not be compared to those reflected in Table 14.1, which represent the actual receipts for each grant. Further details are provided in the *Annexure – Vote 14: Public Works*.

The department receives funding for the EPWP Integrated Grant for Provinces, which is used for the EPWP maintenance programme. The department received R5.465 million in 2021/22, and the budget for this grant is allocated against *Compensation of employees* in Programme 3 with effect from 2019/20, prior to which it was allocated against *Goods and services*. The change in category was necessitated by the fact that stipends are paid directly to the beneficiaries and no service provider is appointed by the department. The department receives grant funding of R8.042 million in 2022/23. It is noted that the grant allocation is incentive based.

Table 14.6 : Summary of conditional grants payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
EPWP Integrated Grant for Provinces	6 023	4 726	4 726	5 465	5 465	5 465	8 042	-	-
Total	6 023	4 726	4 243	5 465	5 465	5 465	8 042	-	-

Table 14.7 : Summary of conditional grants payments and estimates by economic classification

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Current payments	6 023	4 726	4 243	5 465	5 465	5 465	8 042	-	-
Compensation of employees	-	4 726	4 243	5 465	5 465	5 465	8 042	-	-
Goods and services	6 023	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
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	6 023	4 726	4 243	5 465	5 465	5 465	8 042	-	-

8.5 Summary of infrastructure payments and estimates

Table 14.8 summarises the infrastructure payments and estimates relating to the department. Detailed information on infrastructure are provided in the *2022/23 Estimates of Capital Expenditure*.

Table 14.8 : Summary of infrastructure payments and estimates by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Existing infrastructure assets	36 423	46 458	34 126	24 692	32 692	36 720	17 671	19 187	20 031
Maintenance and repair: Current	15 994	26 137	19 688	11 500	17 980	24 380	11 500	12 006	12 534
Upgrades and additions: Capital	13 116	9 707	13 942	6 759	11 333	7 950	4 500	3 028	3 161
Refurbishment and rehabilitation: Capital	7 313	10 614	496	6 433	3 379	4 390	1 671	4 153	4 336
New infrastructure assets	5 100	11 261	12 667	8 994	3 994	6 366	7 888	7 497	7 827
Infrastructure transfers	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital	-	-	-	-	-	-	-	-	-
Infrastructure payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	-	-	-	-	-	-	-	-	-
Non infrastructure¹	-	-	-	-	-	-	-	-	-
Total	41 523	57 719	46 793	33 686	36 686	43 086	25 559	26 684	27 858
Capital infrastructure	25 529	31 582	27 105	22 186	18 706	18 706	14 059	14 678	15 324
Current infrastructure	15 994	26 137	19 688	11 500	17 980	24 380	11 500	12 006	12 534

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

Maintenance and repair: Current shows low spending in 2018/19 as a result of delays in the landscaping project at the LA Complex building in Ulundi, as well as the late awarding of electrical and mechanical contracts at this complex, hence, funding was moved within *Goods and services* to cater for increased costs against property payments relating to electricity and water for shared services in the LA Complex building and for increased costs related to protective clothing required for the EPWP programme. The substantially high spending in 2019/20 was attributed to higher than anticipated costs of unplanned repairs and maintenance work in respect of buildings and electrical repairs, including the upgrading of the electrical transformer at the uMsinga offices within the Midlands region, as well as residential housing and office buildings in the North Coast region where departmental buildings had become dilapidated. The high spending in 2020/21 and the 2021/22 Revised Estimate is due to higher than anticipated costs of unplanned repairs and maintenance largely as a result of the July unrests. The budget reflects inflationary growth over the MTEF and caters for planned general maintenance and repairs of buildings in the eThekweni region, the LA Complex building in Ulundi, as well as the Midlands and Southern regions.

Upgrades and additions: Capital fluctuates from 2018/19 to 2020/21. The low spending in 2018/19 relates to slower than anticipated progress, mainly due to poor contractor performance, and inclement

weather, which collectively added to delays in projects. The low spending in 2019/20 was mainly due to delays in finalising the appointment of a contractor for the conversion of the carpenter workshop project in Vryheid. The increase in the 2021/22 Adjusted Appropriation was due to the completion of the Mayville dining hall project, as well as the conversion of the castle building at the Mayville precinct into offices for SIDA, where R3 million was reprioritised from the specifically and exclusively allocated GIAMA – Conditional Assessments allocation to fund this project. The spending in 2021/22 is in respect of the eThekweni region, Ladysmith, Vryheid District office and the uMgungundlovu District office projects. Over the MTEF, the budget includes the Vryheid carpenter workshop conversion, upgrade of an office in the North Coast region, as well as the conversion of the castle building at the Mayville precinct into offices for SIDA. Due to budget constraints, the budget allocation for 2022/23 does not adequately cater for the planned projects, and this will be reviewed in year.

Refurbishment and rehabilitation: Capital fluctuates over the period. The relatively low spending in 2018/19 was mainly as a result of delays in awarding various projects within the LA Complex building. The savings were moved to *Goods and services* to fund continued work on the KZN-IMP. The spending in 2019/20 relates to the air-conditioning, conference centre and tender office projects in the eThekweni region, as well as upgrades to water pipes and valves in the North Coast region. The substantially low spending in 2021/22 is due to slower than anticipated spending on various internal capital infrastructure projects. This can largely be ascribed to delays in the finalisation of the scope for the KZN Entrepreneurial Centre in the Southern region. In addition, there was under-spending due to delays in finalising the implementation strategy for urgent civil and structural repairs to the LA Complex in Ulundi. The fluctuating trend over the MTEF mainly relates to new projects being slowed down due to the 2021/22 MTEF budget cuts, such as the rehabilitation and refurbishment of existing facilities in respect of the KZN Entrepreneurial Centre, refurbishment of the existing eThekweni regional office and lecture hall, as well as upgrading the water and borehole supply system, internal roads, parking facilities and structural and civil works in the LA Complex building. This category was cut by R9.700 million in 2022/23.

The spending against *New infrastructure assets: Capital* in 2019/20 was mainly due to slow progress because of poor performance by the contractor in the construction of the iLembe District new office building. In addition, the Mayville conference centre dining hall project was delayed due to the termination of the contract of the main contractor due to poor performance, as mentioned. The high spending in 2020/21 was due to progress in respect of the new administration wing in uMgungundlovu region. The decrease in the 2021/22 Adjusted Appropriation is due to slow progress in respect of the iLembe District office project. The fluctuating trend over the 2022/23 MTEF is based on the department's actual capital infrastructure requirements, including continuing with the construction of the new iLembe District office, the new administration wing in the uMgungundlovu District office, as well as the new auditorium and conference centre in the Southern region. The fiscal consolidation budget cuts of R10 million for each year of the MTEF were effected against this category over the MTEF and this will impact on the auditorium and conference centre and KZN Entrepreneurial Centre projects in the uMgungundlovu district, the lecture hall and conversion of an existing workshop in the eThekweni region, as well as refurbishment and renovation to projects in the North Coast region, which will be phased in over a longer period.

8.6 Public Private Partnerships (PPPs) – Nil

8.7 Transfers to public entities (listed i.t.o Schedule 3 of PFMA) and other entities – Nil

8.8 Transfers to local government

Tables 14.9 and 14.10 indicate transfers to local government. The transfers are in respect of the payment of property rates to municipalities. Further details of these transfers per category are presented in *Annexure – Vote 14: Public Works*. It is noted that, although the payment of motor vehicle licence fees is

also allocated against this category, these funds will not be transferred to any municipality, and are therefore excluded from these tables.

Table 14.9 : Summary of departmental transfers to local government by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Category A	352 462	348 316	289 928	306 605	386 522	374 758	500 485	310 692	324 362
Category B	376 114	682 476	538 989	389 703	659 786	671 550	435 504	427 191	445 988
Category C	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350

Table 14.10 : Summary of departmental transfers to local government by grant name

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2023/24
Property rates	2.1 Person. & Admin Related	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Total		728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350

The increase in 2019/20 is attributed to additional funding of R380.624 million allocated to assist with the pressures in property rates in respect of outstanding government debt arising from increases in the market value of properties.

In addition, the department was allocated additional funding of R165 million in 2020/21 to fully address the department's spending pressures relating to the payment of property rates. These pressures arose due to higher than anticipated increases in municipal property rates, as well as the upgrading of various government buildings, which then attract higher property rates. This also explains the substantially high spending in 2020/21. The substantial increase in the 2021/22 Adjusted Appropriation and Revised Estimate relates to additional funding of R350 million allocated to the department for the shortfall in property rates. The breakdown between Category A and Category B in the Revised Estimate relates to actual payments made by the department to the respective municipalities. Additional funding of R204.866 million was allocated to the department from provincial cash resources to fund the municipal property rates pressures in 2022/23, as well as R6.760 million received in 2023/24 and this funding was allocated against the property rates budget in that year, as previously mentioned. The department effected a budget cut of R36.306 million in 2023/24 against property rates, but this is not feasible and will need to be reviewed by the department.

8.9 Transfers and subsidies

Table 14.11 summarises transfers by programme and main category over the seven-year period, and the trends are discussed above and below the table.

Programme 1 reflects transfers against *Provinces and municipalities* which relates to the motor vehicle licences for the department as a whole. The increase in the baseline over the MTEF is inflationary.

Departmental agencies and accounts relates to workmen's compensation, with no payments shown in the prior years due to no relevant incidents occurring. The allocation also caters for the skills development levy transfer to PSETA, which shows a steady growth over the MTEF.

Non-profit institutions under Programme 1 relates to donations made to schools and war-rooms in respect of OSS and these are made at the MEC's discretion.

The fluctuating trend against *Households* can be ascribed to the unpredictable nature of staff exit costs and bursaries. The high spending in 2018/19 was due to spending pressures because of the decision to fund more bursaries. The high amount in the 2021/22 Adjusted Appropriation is due to higher than expected staff exit costs. The allocations increase steadily over the MTEF and cater for external bursaries in the Engineering field and related studies, as well as staff exit costs.

Table 14.11 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
1. Administration	11 118	7 127	8 214	8 326	10 515	10 515	8 793	9 034	9 420
Provinces and municipalities	381	310	229	286	310	306	317	331	341
Motor vehicle licences	381	310	229	286	310	306	317	331	341
Departmental agencies and accounts	488	515	-	597	573	573	600	613	640
Social security funds - Comp. Commissioner	-	-	-	24	-	-	-	-	-
Skills development levy	488	515	-	573	573	573	600	613	640
Non-profit institutions	-	-	102	-	-	-	-	-	-
NPI: Donations and gifts	-	-	102	-	-	-	-	-	-
Households	10 249	6 302	7 883	7 443	9 632	9 636	7 876	8 090	8 439
Bursaries: Non employees	8 101	3 570	4 767	6 851	6 635	6 258	7 241	7 429	7 756
Staff exit costs	2 148	2 732	3 116	592	2 997	3 378	635	661	683
2. Property Management	729 034	1 031 172	829 332	696 340	1 046 706	1 046 918	936 021	737 916	770 383
Provinces and municipalities	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Municipalities - Property rates	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Households	458	380	415	32	398	610	32	33	33
Staff exit costs	458	380	415	32	398	610	32	33	33
3. Provision of Buildings, Structures and Equipment	3 939	4 262	4 210	1 894	2 546	2 970	1 901	1 985	2 044
Departmental agencies and accounts	-	-	-	61	61	51	-	-	-
Social security funds - Comp. Commissioner	-	-	-	61	61	51	-	-	-
Households	3 939	4 262	4 210	1 833	2 485	2 919	1 901	1 985	2 044
Staff exit costs	3 939	4 262	4 209	1 833	2 482	2 916	1 901	1 985	2 044
Injury on duty	-	-	1	-	3	3	-	-	-
Total	744 091	1 042 561	841 756	706 560	1 059 767	1 060 403	946 715	748 935	781 847

Programme 2 houses the bulk of the *Transfers and subsidies* budget, and these are against *Provinces and municipalities*. The transfer in 2019/20 includes arrear payments for property rates, as mentioned. The pressures arose due to high increases in municipal rates by some municipalities, as well as the upgrading of various government buildings, which attract higher property rates. The department received additional funding of R380.624 million in 2019/20 to address spending pressures in property rates and R350 million was also received in the 2021/22 Adjusted Appropriation to fully address the spending pressures relating to the payment of property rates, as previously mentioned. The department also receives R204.866 million and R6.760 million in 2022/23 and 2023/24, respectively, for the shortfall relating to property rates, as previously mentioned, while the department effected part of its fiscal consolidation budget cuts against this category in 2023/24. This explains the fluctuating trend over the MTEF.

The fluctuating trend against *Households* in both Programmes 2 and 3 can be ascribed to the unpredictable nature of staff exit costs. The high amount in the 2021/22 Adjusted Appropriation is due to higher than expected staff exit costs. This category decreases significantly from 2022/23 and over the MTEF and will be adjusted in-year if necessary.

9. Programme description

The services rendered by the department are categorised under three programmes, the details of which are provided below. The information for each programme is summarised in terms of sub-programmes and economic classification. As mentioned, the department does not conform to the generic programme structure of the sector, and National Treasury approval for this deviation has not been obtained. The department is in the process of seeking this approval. Programme 1 largely conforms to the uniform budget and programme structure, but Programmes 2 and 3 do not conform, as mentioned. Details according to the economic classification are given in the *Annexure – Vote 14: Public Works*.

9.1 Programme 1: Administration

The main objectives are to provide strategic leadership and management support to the MEC, to build a positive corporate culture, to render support and advice in terms of human resource practices, all legal matters, security and logistics and effective communication and information management systems, render sound financial management services, risk management and supply chain management.

Tables 14.12 and 14.13 summarise expenditure and budgeted estimates for the financial years 2018/19 to 2024/25.

Table 14.12 : Summary of payments and estimates by sub-programme: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
1. Minister Support	10 596	12 007	11 961	17 208	13 208	12 022	17 916	18 016	18 809
2. Management	404 751	437 532	404 898	416 901	427 280	428 466	423 176	427 072	445 885
Total	415 347	449 539	416 859	434 109	440 488	440 488	441 092	445 088	464 694

Table 14.13 : Summary of payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Current payments	383 856	421 309	399 692	414 623	418 813	413 594	422 272	426 205	444 272
Compensation of employees	303 060	323 554	313 666	339 453	332 450	318 271	340 537	340 537	357 659
Goods and services	80 796	97 755	86 015	75 170	86 363	95 323	81 735	85 668	86 613
Interest and rent on land	-	-	11	-	-	-	-	-	-
Transfers and subsidies to:	11 118	7 127	8 214	8 326	10 515	10 515	8 793	9 034	9 420
Provinces and municipalities	381	310	229	286	310	306	317	331	341
Departmental agencies and accounts	488	515	-	597	573	573	600	613	640
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	10 249	6 302	7 985	7 443	9 632	9 636	7 876	8 090	8 439
Payments for capital assets	20 186	21 103	8 938	11 160	11 160	16 379	10 027	9 849	11 002
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	15 825	14 730	3 326	4 808	4 808	10 027	4 227	3 849	4 738
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	4 361	6 373	5 612	6 352	6 352	6 352	5 800	6 000	6 264
Payments for financial assets	187	-	15	-	-	-	-	-	-
Total	415 347	449 539	416 859	434 109	440 488	440 488	441 092	445 088	464 694

The sub-programme: Minister Support provides support including administrative, operations, protocol, security, parliamentary liaison and communication to the MEC. The department shares a joint ministry with Vote 8: Human Settlements. The budget over the 2022/23 MTEF provides for operational costs, as well as marketing costs mainly in respect of SABC media, newspaper advertisements costs, printing costs as well as payments in respect of the MEC's district champion of OSS/DDM responsibilities. This sub-programme reflects steady growth over the MTEF.

The sub-programme: Management includes financial management services, risk management, SCM and corporate services. These units provide support and advice in terms of human resource practices, all legal matters, security and logistics, as well as communication and information management systems. The 2021/22 MTEF budget cuts mean that various critical vacant posts will not be filled over the MTEF and the department will also monitor the filling of posts in line with natural attrition and retirement and will then decide in-year whether to put the vacated post on hold or to fill it based on the availability of funds. The MTEF budget caters for operational costs, printing costs, marketing costs in terms of media and newspaper advertising, etc.

Compensation of employees increases by 7 per cent in 2022/23, remains constant in 2023/24 and shows growth of 5 per cent in 2024/25. The growth caters for pay progression in these years, with no growth in 2023/24. The department reprioritised R2.500 million in 2021/22 and 2022/23 within the programme from this category to *Goods and services* to cater for a compliance officer in the Office of the HOD, as mentioned. The department plans to fill 17 posts in 2022/23, e.g. Deputy Director: Records Management, Assistant Director: HR Provisioning, two State Accountant posts, as well as a number of HR posts. The department will monitor the filling of posts in line with natural attrition and retirements and will then decide in-year whether to put the vacated posts on hold or fill them based on the availability of funds.

Goods and services caters for the operational costs for this programme, including computer services such as SITA costs in respect of network maintenance, communication, fleet services, cost for fuel and oil, repairs for departmental vehicles and agency and support/outsourced services. This category also caters for the appointment of consultants to assist the department in the preparation of their immovable asset

register and financial statements, audit costs, training and development as well as payments in respect of district champion of OSS/DDM responsibilities. The MTEF caters for the above activities.

Transfers and subsidies to: Provinces and municipalities caters for motor vehicle licence fees.

Transfers and subsidies to: Departmental agencies and accounts caters for the skills development levy.

Transfers and subsidies to: Non-profit institutions relates to donations made to schools and war-rooms in respect of OSS and these are made at the MEC's discretion.

Transfers and subsidies to: Households provides for staff exit costs and external bursaries.

Machinery and equipment provides for telecommunication and computer hardware equipment. The department will purchase departmental vehicles and telecommunication equipment over the MTEF, with the frequency of purchases impacted by the carry-through of the 2021/22 MTEF budget cuts.

Software and other intangible assets provides for the purchase of COGNOS user licences, Microsoft software licences and datalines.

9.2 Programme 2: Property Management

The main purpose of Programme 2 is to provide and facilitate the provision of accommodation and integrated property management services to clients through planned property life cycle (acquisition, management, maintenance and disposal), optimal utilisation of immovable assets, land valuation, maintenance of the Fixed Asset Register project, payment of property rates and integrated service delivery and includes the GIAMA – Condition Assessments budget. Programme 2 also includes the leasing of buildings for the department, which the department has not catered for over the MTEF. This is due to the fact that the department has built their own buildings and is no longer leasing. Tables 14.14 and 14.15 summarise payments and budgeted estimates from 2018/19 to 2024/25.

Table 14.14 : Summary of payments and estimates by sub-programme: Property Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
1. Personnel and Admin Related	806 799	1 106 414	908 739	831 448	1 161 604	1 159 298	1 069 671	869 770	908 569
2. Hiring	-	56	-	-	86	86	-	-	-
3. Acquisition of Land, Control and Disposal	125	86	14	647	561	561	653	682	706
Total	806 924	1 106 556	908 753	832 095	1 162 251	1 159 945	1 070 324	870 452	909 275

Table 14.15 : Summary of payments and estimates by economic classification: Property Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Current payments	77 761	75 240	79 351	135 755	115 545	112 945	134 260	132 536	138 866
Compensation of employees	54 662	57 166	56 915	68 386	61 548	60 990	65 439	65 439	68 829
Goods and services	23 099	18 074	22 436	67 369	53 997	51 955	68 821	67 097	70 037
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	729 034	1 031 172	829 332	696 340	1 046 706	1 046 918	936 021	737 916	770 383
Provinces and municipalities	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	458	380	415	32	398	610	32	33	33
Payments for capital assets	129	144	70	-	-	82	43	-	26
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	129	144	70	-	-	82	43	-	26
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	806 924	1 106 556	908 753	832 095	1 162 251	1 159 945	1 070 324	870 452	909 275

The sub-programme: Personnel and Admin Related provides for the management of immovable assets in terms of GIAMA and management of the payment of property rates. The MTEF caters for property rates, as well as the Fixed Asset Register project, which is a new system that will replace PREMIS and WIMS systems. PREMIS is the asset register for all state properties and WIMS is used to process all infrastructure payments, which will be rolled out by the end of 2022/23. The MTEF also provides for the continued implementation of GIAMA projects including Condition Assessments, clearing of vacant sites, provision of security services to unutilised buildings, as well as property valuations. The department received R204.866 million in 2022/23 for the payment of property rates, however this does not fully fund the property rates pressure and the department will reprioritise in-year to fund the shortfall.

The sub-programme: Hiring provides for hiring of accommodation for the department. There is no allocation over the MTEF due to the completion of the uMzinyathi District office in 2017/18. Currently, all of the department's office buildings are state-owned.

The sub-programme: Acquisition of Land, Control and Disposal manages property needs for provincial departments with respect to property acquisitions, disposal and lettings. The budget caters for business and advisory service costs incurred when acquiring or disposing of property.

Compensation of employees shows growth of 7.3 per cent in 2022/23, remains constant in 2023/24 and shows a 5.2 per cent growth in the outer year of the MTEF. The department has planned to fill the Deputy Director-General: Immoveable Asset Management post at this stage, as well as any posts which will be identified as critical in-year. The department will monitor the filling of posts in line with natural attrition and retirement and will then decide in-year whether to put the vacated posts on hold or to fill them based on the availability of funds. The department also catered for pay progression of 1.5 per cent in 2022/23 and 2024/25 only, and the budget for 2023/24 will be reviewed in the next budget process to make provision for the pay progression and any critical posts which become vacant.

Goods and services includes the budget for the implementation of GIAMA projects such as property valuations, clearing of vacant sites, as well as the provision of security services to unutilised buildings. The department will still assess the condition of government facilities such as schools, and office accommodation, but fewer properties will be assessed over the 2022/23 MTEF, than previously planned and this will result in an increased backlog for facilities to be assessed.

Transfers and subsidies to: Provinces and municipalities relates to property rates to be paid to municipalities. The allocations over the MTEF include additional funding of R204.866 million, as well as R6.760 million received in 2022/23 and 2023/24, respectively, which caters for the shortfall in municipal property rates. It is noted that the additional funding received in respect of property rates will not be adequate to fully cover the shortfall in property rates, and this will be reviewed in-year, as mentioned.

Transfers and subsidies to: Departmental agencies and accounts caters for the payment of workmen's compensation.

Transfers and subsidies to: Households provides for staff exit costs.

Machinery and equipment is in respect of computer equipment.

Service delivery measures: Property Management

Table 14.16 reflects the service delivery measures for Programme 2.

Table 14.16 : Service delivery measures: Property Management

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2021/22	2022/23	2023/24	2024/25
1. Improved maintenance of state owned immovable assets.	<ul style="list-style-type: none"> No. of conditional assessments finalised on state owned buildings 	300	200	300	-
2. Effective management of immovable assets	<ul style="list-style-type: none"> No. of municipalities with discounted property rates 	4	4	6	-

Table 14.16 : Service delivery measures: Property Management

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2021/22	2022/23	2023/24	2024/25	
3. Disposal of redundant state properties for socio-economic purposes	• Hectares of land released for socio-economic purposes	10ha	10ha	10ha	10ha	
4. Increased participation of targeted groups within provincial government property portfolio	• % of new leases entered into with targeted groups	15%	20%	20%	20%	

9.3 Programme 3: Provision of Buildings, Structures and Equipment

The main purpose of this programme is the erection and/or acquisition of buildings, structures and engineering works and the maintenance of buildings to client specifications. The core services are:

- Improving integrated service delivery in the provision of buildings and structures.
- Creating jobs through EPWP initiatives, as well as provincial co-ordination of EPWP.
- Creating an enabling environment for affirmable business enterprises.
- Initiating and co-ordinating strategic partnerships.
- Co-ordinating and aligning operational activities in line with municipal demarcations.

Tables 14.17 and 14.18 summarise payments and budgeted estimates relating to Programme 3 for the period 2018/19 to 2024/25.

Table 14.17 : Summary of payments and estimates by sub-programme: Provision of Buildings, Structures and Equipment

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
1. Personnel and Admin Related	409 711	401 664	418 298	395 391	421 856	417 762	405 261	401 739	420 438
2. Buildings and Structures	43 596	73 883	47 283	33 734	36 734	43 134	25 620	26 748	27 927
Total	453 307	475 547	465 581	429 125	458 590	460 896	430 881	428 487	448 365

Table 14.18 : Summary of payments and estimates by economic classification: Provision of Buildings, Structures and Equipment

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Current payments	420 571	421 944	433 631	404 783	437 076	436 566	413 821	410 477	429 757
Compensation of employees	259 643	301 696	328 755	308 411	323 787	314 749	316 600	308 558	321 383
Goods and services	160 928	120 248	104 876	96 372	113 289	121 817	97 221	101 919	108 374
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	3 939	4 262	4 210	1 894	2 546	2 970	1 901	1 985	2 044
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	61	61	51	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	3 939	4 262	4 210	1 833	2 485	2 919	1 901	1 985	2 044
Payments for capital assets	26 699	33 206	27 740	22 448	18 968	21 360	15 159	16 025	16 564
Buildings and other fixed structures	25 529	31 582	27 105	22 186	18 706	18 706	14 059	14 678	15 324
Machinery and equipment	1 170	1 624	635	262	262	2 654	1 100	1 347	1 240
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	2 098	16 135	-	-	-	-	-	-	-
Total	453 307	475 547	465 581	429 125	458 590	460 896	430 881	428 487	448 365

The sub-programme: Personnel and Admin Related provides for the maintenance of the department's buildings and the maintenance of buildings to client specifications. The MTEF allocations show a fluctuating trend and include funds ring-fenced for improving infrastructure support. Also catered for is the EPWP maintenance programme, the Youth Environmental Service programme and provincial co-ordination and monitoring of the EPWP.

The sub-programme: Buildings and Structures deals with the construction, upgrading or refurbishment of the department's capital infrastructure. The budget shows a fluctuating trend over the MTEF, and is based on the department's actual capital infrastructure requirements, including new and carry-through costs of projects such as the construction of the new iLembe District office, the construction of the new administration wing in the uMgungundlovu District office, as well as the construction of the new auditorium and conference centre in the Southern region. It also caters for the refurbishment of an existing building into the KZN Entrepreneurial Centre in the uMgungundlovu District, structural repairs in respect of the LA Complex building in Ulundi, the refurbishment of the lecture hall, upgrading of the carpenter workshop in Vryheid, the upgrading of an existing office building in Vryheid, upgrading of the perimeter fence in the Nongoma sub-district office, conversion of the old castle building behind the lecture hall in Mayville into offices for SIDA, as well as the construction of parking in the eThekweni region. As a result of the carry-through impact of the 2021/22 MTEF budget cuts, department will delay the completion of some of its projects. These cuts affect the uMgungundlovu conference centre, renovations to the lecture hall and conversion of an existing workshop in the eThekweni region, civil works in respect of boreholes, repairs to structures, internal roads and parking facilities in the LA Complex and the KZN Entrepreneurial Centre in the uMgungundlovu region, since these projects have not been completed. Some of these projects will be completed in the 2022/23 MTEF.

The budget for *Compensation of employees* shows a slight increase of 0.6 per cent in 2022/23 due to the budget cuts as mentioned previously, declines in 2023/24 and shows an increase of 4.2 per cent in 2024/25. The allocations include improving infrastructure support funding, where funding over the MTEF remains ring-fenced for this purpose. The department receives R8.042 million in 2022/23, in respect of the EPWP Integrated Grant for Provinces allocation. The department plans to fill only critical vacant posts in 2021/22, including professional posts related to infrastructure support, and it will monitor the filling of posts in line with natural attrition and retirements and will then decide in-year whether to put the vacated posts on hold or to fill them based on the availability of funds.

Goods and services includes provision for the maintenance and repairs of the department's infrastructure. This category includes provision for the EPWP co-ordination programme, property payments for security services, and water and electricity costs.

Transfers and subsidies to: Departmental agencies and accounts relates to workmen's compensation.

Transfers and subsidies to: Households is largely ascribed to staff exit costs.

Buildings and other fixed structures fluctuates over the MTEF, based on actual infrastructure requirements and provides for various projects as detailed in the sub-programme analysis above.

Machinery and equipment fluctuates over the period, and this is based on requirements for both head office and districts. The budget over the MTEF caters for the replacement of computer equipment.

Service delivery measures: Provision of Buildings, Structures and Equipment

The department has provided several service delivery measures for Programme 3, which are a combination of sectoral and non-sectoral measures, reflected in Table 14.19.

Table 14.19 : Service delivery measures: Provision of Buildings, Structures and Equipment

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2021/22	2022/23	2023/24	2024/25
1. Projects Awarded to Designated Groups	• No. of projects awarded to women owned companies	50	30	-	-
	• No. of projects awarded to Military Veterans owned companies	10	10	-	-
	• No. of projects awarded to youth owned companies	50	50	-	-
	• No. of projects awarded to disabled people owned companies	5	10	-	-
	• No. of emerging contractors trained	300	300	350	-
2. New schools completed	• No. of new schools completed	-	-	2	-
3. Schools refurbished	• No. of schools refurbished	144	50	120	-
4. New clinic completed	• No. of new clinics completed	-	11	2	-

Table 14.19 : Service delivery measures: Provision of Buildings, Structures and Equipment

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2021/22	2022/23	2023/24	2024/25
5. New hospitals completed	• No. of new hospitals completed	-	1	-	-
6. Clinics refurbished	• No. of clinics refurbished	25	3	-	-
7. Hospitals refurbished	• No. of hospitals refurbished	13	3	-	-
8. New buildings/facilities refurbished	• No. of new buildings/facilities completed	1	1	4	-
9. Buildings/facilities refurbished	• No. of buildings/facilities refurbished	22	10	-	-

10. Other programme information

10.1 Personnel numbers and costs

Table 14.20 illustrates the detail of the department's approved establishment and personnel numbers and gives a breakdown of employee dispensation classification.

Table 14.20 : Summary of departmental personnel numbers and costs by component

R thousands	Audited Outcome						Revised Estimate				Medium-term Estimates						Average annual growth over MTEF 2021/22 - 2024/25		
	2018/19		2019/20		2020/21		2021/22				2022/23		2023/24		2024/25		Pers. growth rate	Costs growth rate	% Costs of Total
	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Filled posts	Add. posts	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Pers. nos ¹	Costs	Pers. nos ¹	Costs			
Salary level																			
1 – 7	994	209 151	944	229 726	901	245 334	832	-	832	230 597	838	235 695	840	238 532	840	249 745	0.3%	2.7%	33.3%
8 – 10	412	245 894	434	271 806	435	220 725	407	-	407	211 117	430	225 412	433	227 815	433	238 522	2.1%	4.2%	31.4%
11 – 12	145	121 484	171	137 102	178	140 078	184	-	184	144 577	208	165 756	208	166 742	208	172 902	4.2%	6.1%	22.5%
13 – 16	30	37 370	32	40 553	33	41 254	32	-	32	40 427	39	50 682	39	51 450	39	53 867	6.8%	10.0%	6.8%
Other	52	3 466	52	3 229	48	51 945	32	-	32	67 292	32	45 031	9	29 995	9	32 835	(34.5%)	(21.3%)	6.0%
Total	1 633	617 365	1 633	682 416	1 595	699 336	1 487	-	1 487	694 010	1 547	722 576	1 529	714 534	1 529	747 871	0.9%	2.5%	100.0%
Programme																			
1. Administration	856	303 060	859	323 554	797	313 666	733	-	733	318 271	756	340 537	756	340 537	756	357 659	1.0%	4.0%	47.1%
2. Property Management	120	54 662	116	57 166	116	56 915	107	-	107	60 990	117	65 439	117	65 439	117	68 829	3.0%	4.1%	9.1%
3. Prov. of Buildings, Structures and Equip.	657	259 643	658	301 696	682	328 755	647	-	647	314 749	674	316 600	656	308 558	656	321 383	0.5%	0.7%	43.8%
Total	1 633	617 365	1 633	682 416	1 595	699 336	1 487	-	1 487	694 010	1 547	722 576	1 529	714 534	1 529	747 871	0.9%	2.5%	100.0%
Employee dispensation classification																			
PSA appointees not covered by OSDs	1 484	550 669	1 466	598 850	1 449	561 993	1 317	-	1 317	530 494	1 418	579 924	1 423	585 500	1 423	611 540	2.6%	4.9%	80.1%
Legal Professionals	6	3 741	5	2 878	5	3 059	4	-	4	3 059	4	3 059	4	3 059	4	3 197	-	1.5%	0.4%
Engineering Professions and related	91	59 489	110	77 459	93	82 339	134	-	134	93 165	93	94 562	93	95 980	93	100 299	(11.5%)	2.5%	13.4%
Others (interns, EPWP, learnerships)	52	3 466	52	3 229	48	51 945	32	-	32	67 292	32	45 031	9	29 995	9	32 835	(34.5%)	(21.3%)	6.0%
Total	1 633	617 365	1 633	682 416	1 595	699 336	1 487	-	1 487	694 010	1 547	722 576	1 529	714 534	1 529	747 871	0.9%	2.5%	100.0%

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

The decline from 2018/19 to 2019/20 relates to delays in the filling of vacant critical posts, as well as the moratorium on the filling of non-critical posts.

The department anticipates to fill posts such as Engineers, Quantity Surveyors and other critical vacant posts in 2022/23. The *Compensation of employees* budget grows by 4.1 per cent in 2022/23, remains constant in 2023/24 and grows by 4.7 per cent in 2024/25. The growth includes provision for the pay progression in 2022/23 and 2024/25 only. The department has planned to fill a total of 46 posts, however the budget against *Compensation of employees* is not adequate to accommodate these posts, and this will be reviewed in-year and in the next budget process.

10.2 Training

Table 14.21 gives a summary of departmental spending and information on training per programme. The department is required by the Skills Development Act to budget at least 1 per cent of its salary expenses on staff training, to cater for human resource development.

Training includes short courses for in-house staff, as well as internships. The table excludes the EPWP Integrated Grant for Provinces budget, hence the budget for Programme 3 is lower than the training and development figures in Table 14.B and 14.E. It is also noted that the budget for Programme 1 includes bursaries, hence it is higher than the training and development budget in Table 14.C.

Table 14.21 : Information on training: Public Works

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised estimate	Medium-term estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
Number of staff	1 633	1 633	1 595	1 487	1 487	1 487	1 547	1 529	1 529
Number of personnel trained	1 168	1 279	198	1 279	1 279	185	600	600	600
of which									
Male	490	650	96	650	650	75	300	300	300
Female	678	629	102	629	629	110	300	300	300
Number of training opportunities	165	102	83	83	83	55	83	83	83
of which									
Tertiary	91	48	48	48	48	35	48	48	48
Workshops	14	15	15	15	15	5	15	15	15
Seminars	2	1	10	10	10	5	10	10	10
Other	58	38	10	10	10	10	10	10	10
Number of bursaries offered	68	99	87	99	99	44	120	120	120
Number of interns appointed	65	84	78	42	42	44	150	150	150
Number of learnerships appointed	-	-	-	-	-	-	-	-	-
Number of days spent on training	353	181	307	307	307	65	70	70	70
Payments on training by programme									
1. Administration	9 829	7 196	6 782	11 177	9 531	9 132	11 959	12 492	13 042
2. Property Management	575	-	-	-	-	-	-	-	-
3. Provision of Buildings, Structures and Equipment	2 050	-	-	-	-	-	-	-	-
Total	12 454	7 196	6 782	11 177	9 531	9 132	11 959	12 492	13 042

ANNEXURE – VOTE 14: PUBLIC WORKS

Table 14.A : Details of departmental receipts: Public Works

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	8 366	11 421	6 987	8 105	8 105	8 260	8 948	9 342	9 752
Sale of goods and services produced by department (excluding capital assets)	8 080	11 421	6 983	8 102	8 102	8 257	8 945	9 339	9 749
Sale by market establishments	4 963	5 597	4 045	5 498	5 498	5 653	5 266	5 499	5 741
Administrative fees	1	-	-	-	-	-	-	-	-
Other sales	3 116	5 824	2 938	2 604	2 604	2 604	3 679	3 840	4 008
Of which									
Commission	535	541	534	674	674	674	564	589	615
Tender documents	2 574	5 245	2 401	1 915	1 915	1 915	3 100	3 236	3 378
Replacement of security cards	2	-	-	2	2	2	2	2	2
Transport fees	5	5	3	13	13	13	13	13	13
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	286	-	4	3	3	3	3	3	3
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	1 198	246	283	570	570	570	314	327	341
Interest	627	39	39	51	51	51	51	53	55
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	571	207	244	519	519	519	263	274	286
Sales of capital assets	1 966	986	504	535	535	535	940	575	385
Land and sub-soil assets	1 139	-	-	-	-	-	-	-	-
Other capital assets	827	986	504	535	535	535	940	575	385
Transactions in financial assets and liabilities	496	331	833	946	946	1 582	946	988	1 031
Total	12 026	12 984	8 607	10 156	10 156	10 947	11 148	11 232	11 509

Estimates of Provincial Revenue and Expenditure

Table 14.B : Payments and estimates by economic classification: Public Works

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22	2021/22	2021/22	2022/23	2023/24	2024/25
Current payments	882 188	918 493	912 674	955 161	971 434	963 105	970 353	969 218	1 012 895
Compensation of employees	617 365	682 416	699 336	716 250	717 785	694 010	722 576	714 534	747 871
Salaries and wages	528 000	587 775	601 954	605 709	606 703	594 418	620 802	612 760	639 126
Social contributions	89 365	94 641	97 382	110 541	111 082	99 592	101 774	101 774	108 745
Goods and services	264 823	236 077	213 327	238 911	253 649	269 095	247 777	254 684	265 024
Administrative fees	2 493	1 729	508	1 047	834	434	954	969	1 016
Advertising	8 902	9 310	4 750	6 487	4 647	3 944	6 073	6 863	7 165
Minor assets	746	876	591	643	643	430	877	431	442
Audit cost: External	9 666	10 323	8 803	5 726	8 726	10 026	5 751	6 004	6 268
Bursaries: Employees	949	562	1 542	1 094	1 094	252	1 170	1 213	1 266
Catering: Departmental activities	868	432	127	253	253	249	251	275	282
Communication (G&S)	10 904	11 883	17 490	10 827	15 725	16 430	11 228	11 734	12 188
Computer services	23 871	24 157	26 433	33 399	29 215	28 046	35 245	37 526	39 178
Cons. & prof serv: Business and advisory services	35 042	4 509	8 500	38 975	43 823	48 850	39 658	36 561	35 554
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	4 560	4 626	2 905	1 913	1 913	2 952	2 024	2 113	2 206
Contractors	1 477	1 071	488	3 173	2 673	2 418	2 677	2 734	2 854
Agency and support / outsourced services	17 648	12 659	7 858	9 824	8 333	9 549	10 835	11 461	11 964
Entertainment	45	45	8	34	936	10	14	19	20
Fleet services (including gvt motor transport)	13 481	13 586	8 550	8 388	10 534	11 769	9 330	9 709	10 021
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	5 027	4 685	6 329	5 619	5 619	5 241	5 171	5 401	5 574
Consumable: Stationery, printing and office supplies	3 825	2 798	2 644	3 380	2 898	2 490	3 418	3 440	3 574
Operating leases	4 833	3 970	2 991	5 117	3 842	3 254	5 186	5 585	5 756
Property payments	89 349	99 796	98 738	88 300	99 240	104 263	93 093	96 961	103 486
Transport provided: Departmental activity	360	147	-	-	-	-	-	-	-
Travel and subsistence	13 082	16 714	9 851	10 661	9 089	13 739	10 627	11 330	11 667
Training and development	14 975	3 387	2 124	2 659	1 729	2 514	2 834	3 008	3 140
Operating payments	2 230	7 861	2 097	1 304	1 795	2 209	1 305	1 284	1 337
Venues and facilities	277	248	-	32	32	5	-	-	-
Rental and hiring	213	703	-	56	56	21	56	63	66
Interest and rent on land	-	-	11	-	-	-	-	-	-
Interest	-	-	11	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	744 091	1 042 561	841 756	706 560	1 059 767	1 060 403	946 715	748 935	781 847
Provinces and municipalities	728 957	1 031 102	829 146	696 594	1 046 618	1 046 614	936 306	738 214	770 691
Provinces	381	310	229	286	310	306	317	331	341
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	381	310	229	286	310	306	317	331	341
Municipalities	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Municipalities	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	488	515	-	658	634	624	600	613	640
Social security funds	-	-	-	85	61	51	-	-	-
Entities receiving transfers	488	515	-	573	573	573	600	613	640
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	14 646	10 944	12 610	9 308	12 515	13 165	9 809	10 108	10 516
Social benefits	6 545	8 212	9 391	2 457	5 877	6 904	2 568	2 679	2 760
Other transfers to households	8 101	2 732	3 219	6 851	6 638	6 261	7 241	7 429	7 756
Payments for capital assets	47 014	54 453	36 748	33 608	30 128	37 821	25 229	25 874	27 592
Buildings and other fixed structures	25 529	31 582	27 105	22 186	18 706	18 706	14 059	14 678	15 324
Buildings	25 529	31 582	27 105	22 186	18 706	18 706	14 059	14 678	15 324
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	17 124	16 498	4 031	5 070	5 070	12 763	5 370	5 196	6 004
Transport equipment	7 487	6 167	2 225	1 270	1 270	1 270	-	239	250
Other machinery and equipment	9 637	10 331	1 806	3 800	3 800	11 493	5 370	4 957	5 754
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	4 361	6 373	5 612	6 352	6 352	6 352	5 800	6 000	6 264
Payments for financial assets	2 285	16 135	15	-	-	-	-	-	-
Total	1 675 578	2 031 642	1 791 193	1 695 329	2 061 329	2 061 329	1 942 297	1 744 027	1 822 334

Table 14.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22	2021/22	2021/22	2022/23	2023/24	2024/25
Current payments	383 856	421 309	399 692	414 623	418 813	413 594	422 272	426 205	444 272
Compensation of employees	303 060	323 554	313 666	339 453	332 450	318 271	340 537	340 537	357 659
Salaries and wages	255 886	273 376	262 790	281 161	275 489	266 864	288 149	288 149	301 773
Social contributions	47 174	50 178	50 876	58 292	56 961	51 407	52 388	52 388	55 886
Goods and services	80 796	97 755	86 015	75 170	86 363	95 323	81 735	85 668	86 613
Administrative fees	1 573	524	28	343	130	59	350	365	377
Advertising	3 204	6 461	4 657	3 689	4 644	3 944	6 073	6 863	7 165
Minor assets	596	250	93	75	75	92	500	9	-
Audit cost: External	9 666	10 323	8 803	5 726	8 726	10 026	5 751	6 004	6 268
Bursaries: Employees	949	562	1 542	1 094	1 094	252	1 170	1 213	1 266
Catering: Departmental activities	252	258	80	211	211	183	208	217	222
Communication (G&S)	10 582	11 768	17 477	9 164	14 062	16 175	9 669	10 106	10 504
Computer services	18 388	20 865	20 335	23 962	23 128	23 128	25 334	27 179	28 375
Cons. & prof serv: Business and advisory services	476	2 486	3 872	2 560	7 144	7 157	2 645	2 647	154
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	2 771	4 440	1 517	1 127	1 127	1 543	1 200	1 253	1 308
Contractors	976	231	174	2 863	2 363	1 927	2 608	2 662	2 779
Agency and support / outsourced services	217	306	217	2 105	457	319	2 449	2 540	2 651
Entertainment	45	45	7	34	34	10	14	19	20
Fleet services (including gvt motor transport)	10 169	10 959	6 887	5 486	7 632	10 400	6 576	6 784	7 058
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	1 200	1 438	3 085	1 327	1 327	1 498	1 344	1 427	1 479
Consumable: Stationery, printing and office supplies	3 606	2 530	2 349	2 751	2 269	2 033	2 737	2 722	2 844
Operating leases	3 850	3 074	2 604	4 228	3 024	2 675	4 325	4 582	4 718
Property payments	2 650	3 743	6 685	1 762	3 362	3 246	1 792	1 618	1 953
Transport provided: Departmental activity	159	-	-	-	-	-	-	-	-
Travel and subsistence	5 388	7 140	3 279	3 030	2 360	6 268	3 095	3 425	3 266
Training and development	2 169	3 387	710	2 659	1 729	2 514	2 834	3 008	3 140
Operating payments	1 756	6 957	1 614	942	1 433	1 869	1 061	1 025	1 066
Venues and facilities	18	-	-	32	32	5	-	-	-
Rental and hiring	136	8	-	-	-	-	-	-	-
Interest and rent on land	-	-	11	-	-	-	-	-	-
Interest	-	-	11	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	11 118	7 127	8 214	8 326	10 515	10 515	8 793	9 034	9 420
Provinces and municipalities	381	310	229	286	310	306	317	331	341
Provinces	381	310	229	286	310	306	317	331	341
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	381	310	229	286	310	306	317	331	341
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	488	515	-	597	573	573	600	613	640
Social security funds	-	-	-	24	-	-	-	-	-
Entities receiving transfers	488	515	-	573	573	573	600	613	640
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	10 249	6 302	7 985	7 443	9 632	9 636	7 876	8 090	8 439
Social benefits	2 148	3 570	4 767	592	2 997	3 378	635	661	683
Other transfers to households	8 101	2 732	3 218	6 851	6 635	6 258	7 241	7 429	7 756
Payments for capital assets	20 186	21 103	8 938	11 160	11 160	16 379	10 027	9 849	11 002
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	15 825	14 730	3 326	4 808	4 808	10 027	4 227	3 849	4 738
Transport equipment	7 487	6 167	2 225	1 270	1 270	1 270	-	239	250
Other machinery and equipment	8 338	8 563	1 101	3 538	3 538	8 757	4 227	3 610	4 488
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	4 361	6 373	5 612	6 352	6 352	6 352	5 800	6 000	6 264
Payments for financial assets	187	-	15	-	-	-	-	-	-
Total	415 347	449 539	416 859	434 109	440 488	440 488	441 092	445 088	464 694

Table 14.D : Payments and estimates by economic classification: Property Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21				2022/23	2023/24	2024/25
Current payments	77 761	75 240	79 351	135 755	115 545	112 945	134 260	132 536	138 866
Compensation of employees	54 662	57 166	56 915	68 386	61 548	60 990	65 439	65 439	68 829
Salaries and wages	46 831	49 244	48 672	58 848	51 552	51 322	56 643	56 643	59 601
Social contributions	7 831	7 922	8 243	9 538	9 996	9 668	8 796	8 796	9 228
Goods and services	23 099	18 074	22 436	67 369	53 997	51 955	68 821	67 097	70 037
Administrative fees	764	1 022	478	500	500	371	503	498	529
Advertising	256	186	3	330	-	-	-	-	-
Minor assets	26	89	3	200	200	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	16	8	-	22	22	-	23	24	25
Communication (G&S)	38	5	5	336	336	191	351	366	381
Computer services	250	-	4 839	5 187	5 187	4 918	5 436	5 675	5 925
Cons. & prof serv: Business and advisory services	130	1 116	160	36 415	33 329	33 057	37 013	33 914	35 400
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1 789	186	1 388	786	786	636	824	860	898
Contractors	-	-	-	-	-	14	-	-	-
Agency and support / outsourced services	4 700	84	843	1 244	1 244	1 124	1 261	1 274	1 330
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including gvt motor transport)	41	40	32	129	129	54	140	146	156
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	489	365	750	741	741	561	28	29	30
Consumable: Stationery, printing and office supplies	23	5	5	41	41	29	43	45	46
Operating leases	281	293	70	239	325	175	257	268	283
Property payments	12 116	12 876	13 029	19 054	9 914	9 861	20 787	21 747	22 695
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	1 536	1 609	799	2 099	1 197	923	2 107	2 201	2 287
Training and development	575	-	-	-	-	-	-	-	-
Operating payments	69	190	32	46	46	41	48	50	52
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	729 034	1 031 172	829 332	696 340	1 046 706	1 046 918	936 021	737 916	770 383
Provinces and municipalities	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Municipalities	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
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	458	380	415	32	398	610	32	33	33
Social benefits	458	380	415	32	398	610	32	33	33
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	129	144	70	-	-	82	43	-	26
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	129	144	70	-	-	82	43	-	26
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	129	144	70	-	-	82	43	-	26
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	806 924	1 106 556	908 753	832 095	1 162 251	1 159 945	1 070 324	870 452	909 275

Table 14.E : Payments and estimates by economic classification: Provision of Buildings, Structures and Equipment

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22	2021/22	2021/22	2022/23	2023/24	2024/25
Current payments	420 571	421 944	433 631	404 783	437 076	436 566	413 821	410 477	429 757
Compensation of employees	259 643	301 696	328 755	308 411	323 787	314 749	316 600	308 558	321 383
Salaries and wages	225 283	265 155	290 492	265 700	279 662	276 232	276 010	267 968	277 752
Social contributions	34 360	36 541	38 263	42 711	44 125	38 517	40 590	40 590	43 631
Goods and services	160 928	120 248	104 876	96 372	113 289	121 817	97 221	101 919	108 374
Administrative fees	156	183	2	204	204	4	101	106	110
Advertising	5 442	2 663	90	2 468	3	-	-	-	-
Minor assets	124	537	495	368	368	338	377	422	442
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	600	166	47	20	20	66	20	34	35
Communication (G&S)	284	110	8	1 327	1 327	64	1 208	1 262	1 303
Computer services	5 233	3 292	1 259	4 250	900	-	4 475	4 672	4 878
Cons. & prof serv: Business and advisory services	34 436	907	4 468	-	3 350	8 636	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	773	-	-	-
Contractors	501	840	314	310	310	477	69	72	75
Agency and support / outsourced services	12 731	12 269	6 798	6 475	6 632	8 106	7 125	7 647	7 983
Entertainment	-	-	1	-	902	-	-	-	-
Fleet services (including gvt motor transport)	3 271	2 587	1 631	2 773	2 773	1 315	2 614	2 779	2 807
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	3 338	2 882	2 494	3 551	3 551	3 182	3 799	3 945	4 065
Consumable: Stationery, printing and office supplies	196	263	290	588	588	428	638	673	684
Operating leases	702	603	317	650	493	404	604	735	755
Property payments	74 583	83 177	79 024	67 484	85 964	91 156	70 514	73 596	78 838
Transport provided: Departmental activity	201	147	-	-	-	-	-	-	-
Travel and subsistence	6 158	7 965	5 773	5 532	5 532	6 548	5 425	5 704	6 114
Training and development	12 231	-	1 414	-	-	-	-	-	-
Operating payments	405	714	451	316	316	299	196	209	219
Venues and facilities	259	248	-	-	-	-	-	-	-
Rental and hiring	77	695	-	56	56	21	56	63	66
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 939	4 262	4 210	1 894	2 546	2 970	1 901	1 985	2 044
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	61	61	51	-	-	-
Social security funds	-	-	-	61	61	51	-	-	-
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	3 939	4 262	4 210	1 833	2 485	2 919	1 901	1 985	2 044
Social benefits	3 939	4 262	4 209	1 833	2 482	2 916	1 901	1 985	2 044
Other transfers to households	-	-	1	-	3	3	-	-	-
Payments for capital assets	26 699	33 206	27 740	22 448	18 968	21 360	15 159	16 025	16 564
Buildings and other fixed structures	25 529	31 582	27 105	22 186	18 706	18 706	14 059	14 678	15 324
Buildings	25 529	31 582	27 105	22 186	18 706	18 706	14 059	14 678	15 324
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 170	1 624	635	262	262	2 654	1 100	1 347	1 240
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	1 170	1 624	635	262	262	2 654	1 100	1 347	1 240
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	2 098	16 135	-	-	-	-	-	-	-
Total	453 307	475 547	465 581	429 125	458 590	460 896	430 881	428 487	448 365

Table 14.F : Payments and estimates by economic classification: Conditional grant (Prog. 3: Provision of Buildings, Structures and Equip.)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22	2021/22	2021/22	2022/23	2023/24	2024/25
Current payments	6 023	4 726	4 243	5 465	5 465	5 465	8 042	-	-
Compensation of employees	-	4 726	4 243	5 465	5 465	5 465	8 042	-	-
Salaries and wages	-	4 726	4 243	5 465	5 465	5 465	8 042	-	-
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	6 023	-	-	-	-	-	-	-	-
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	-	-	-
Communication (G&S)	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Cons. & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including gvt 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	-	-	-	-	-	-	-	-	-
Training and development	6 023	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
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	6 023	4 726	4 243	5 465	5 465	5 465	8 042	-	-

Table 14.G : Summary of transfers to local government (Municipalities - Property Rates)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2018/19	2019/20	2020/21	2021/22			2022/23	2023/24	2024/25
A KZN2000 eThekweni	352 462	348 316	289 928	306 605	386 522	374 758	500 485	310 692	324 362
Total: Ugu Municipalities	12 267	46 551	17 920	20 011	26 094	28 438	21 011	21 936	22 901
B KZN212 uMdoni	5 354	12 040	7 565	4 005	8 266	8 266	6 905	4 390	4 583
B KZN213 uMzombe	2 392	3 198	292	4 853	2 630	2 630	2 396	5 320	5 554
B KZN214 uMuziwabantu	4 521	6 159	561	5 967	698	3 042	1 265	6 541	6 829
B KZN216 Ray Nkonyeni	-	25 154	9 502	5 186	14 500	14 500	10 445	5 685	5 935
C DC21 Ugu District Municipality	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	82 144	147 898	116 982	103 581	142 284	144 105	108 762	113 547	118 544
B KZN221 uMshwathi	6 966	9 007	4 917	12 805	11 191	11 191	13 446	14 038	14 656
B KZN222 uMngeni	2 131	3 540	2 490	10 095	3 368	3 368	3 600	11 066	11 553
B KZN223 Mpofana	724	2 363	1 085	136	1 140	1 997	143	149	156
B KZN224 iMpendle	1 033	1 749	2 763	361	2 880	2 880	3 079	396	413
B KZN225 Msunduzi	70 498	126 796	100 527	79 295	107 897	107 897	83 260	86 923	90 748
B KZN226 Mkhambathini	377	3 552	2 896	816	3 302	4 266	3 557	895	934
B KZN227 Richmond	415	891	2 304	73	12 506	12 506	1 677	80	84
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	36 607	80 106	58 718	53 795	66 540	67 396	53 585	58 970	61 565
B KZN235 Okhahlamba	2 880	2 945	2 715	6 923	3 796	4 652	3 769	7 589	7 923
B KZN237 iNkosi Langalibalele	15 671	28 045	23 273	22 407	26 336	26 336	24 128	24 563	25 644
B KZN238 Alfred Duma	18 056	49 116	32 730	24 465	36 408	36 408	25 688	26 818	27 998
C DC23 uThukela District Municipality	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	42 824	64 227	48 801	35 846	57 415	59 302	36 891	39 292	41 021
B KZN241 eNdumeni	12 989	14 090	14 231	10 788	14 942	14 942	13 328	11 826	12 346
B KZN242 Nguthu	13 581	27 131	23 849	11 629	30 789	30 789	12 210	12 747	13 308
B KZN244 uMsinga	8 972	15 132	6 335	6 053	6 552	6 552	6 353	6 633	6 925
B KZN245 uMvoti	7 282	7 874	4 386	7 376	5 132	7 019	5 000	8 086	8 442
C DC24 uMzinyathi District Municipality	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	19 006	20 593	20 659	14 675	32 521	32 521	19 054	16 087	16 795
B KZN252 Newcastle	5 967	6 018	5 576	5 626	5 177	5 177	5 907	6 167	6 438
B KZN253 eMadlangeni	5 866	4 883	3 261	3 538	8 817	8 817	6 360	3 878	4 049
B KZN254 Dannhauser	7 173	9 692	11 822	5 511	18 527	18 527	6 787	6 042	6 308
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	55 983	92 965	88 474	51 729	94 160	94 160	54 314	56 704	59 199
B KZN261 eDumbe	4 838	12 866	10 665	4 083	11 687	11 687	4 287	4 476	4 673
B KZN262 uPhongolo	5 782	10 262	7 295	4 359	7 587	7 587	4 577	4 778	4 988
B KZN263 AbaQulusi	8 507	17 999	17 835	8 654	18 795	18 795	9 086	9 486	9 903
B KZN265 Nongoma	10 460	14 335	12 221	7 211	12 303	12 303	7 571	7 904	8 252
B KZN266 Ulundi	26 396	37 503	40 458	27 422	43 788	43 788	28 793	30 060	31 383
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	23 707	53 058	36 560	31 121	42 479	42 479	32 677	34 114	35 615
B KZN271 uMhlabuyalingana	11 785	19 657	14 289	14 110	15 119	15 119	14 815	15 467	16 148
B KZN272 Jozini	4 538	8 704	8 394	7 213	9 128	9 128	7 573	7 906	8 254
B KZN275 Mtubatuba	2 882	14 836	6 099	6 805	6 591	6 591	7 146	7 460	7 788
B KZN276 Big Five Hlabisa	4 502	9 861	7 778	2 993	11 641	11 641	3 143	3 281	3 425
C DC27 uMkhanyakude District Municipality	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	52 076	113 817	87 030	42 718	118 043	120 020	44 854	46 828	48 888
B KZN281 uMfolozi	5 446	16 751	13 689	673	22 554	22 554	706	737	769
B KZN282 uMhlathuze	18 323	21 352	22 814	26 354	25 355	25 355	27 672	28 890	30 161
B KZN284 uMlalazi	10 020	28 085	14 188	4 356	14 927	14 927	4 574	4 775	4 985
B KZN285 Mthonjaneni	2 113	7 407	6 238	3 402	6 426	6 426	3 572	3 729	3 893
B KZN286 Nkandla	16 174	40 222	30 101	7 933	48 781	50 758	8 330	8 697	9 080
C DC28 King Cetshwayo District Municipality	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	30 986	37 893	41 376	20 678	49 430	52 199	48 029	22 668	23 665
B KZN291 Mandeni	5 810	2 801	7 053	980	7 672	7 672	7 229	1 074	1 121
B KZN292 KwaDukuza	4 927	8 534	8 422	7 161	12 013	12 013	10 230	7 850	8 195
B KZN293 Ndwedwe	9 880	10 972	12 414	1 753	14 438	14 438	14 751	1 922	2 007
B KZN294 Maphumulo	10 369	15 586	13 487	10 784	15 307	18 076	15 819	11 822	12 342
C DC29 iLembe District Municipality	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	20 514	25 368	22 469	15 549	30 820	30 930	16 327	17 045	17 795
B KZN433 Greater Kokstad	8 771	9 988	10 678	5 180	10 997	10 997	5 439	5 678	5 928
B KZN434 uBuhlebezwe	3 577	3 707	3 598	5 341	8 940	8 940	5 608	5 855	6 113
B KZN435 uMzimkhulu	3 113	4 148	3 355	3 971	5 883	5 883	4 170	4 353	4 544
B KZN436 Dr Nkosazana Dlamini Zuma	5 053	7 525	4 838	1 057	5 000	5 110	1 110	1 159	1 210
C DC43 Harry Gwala District Municipality	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	728 576	1 030 792	828 917	696 308	1 046 308	1 046 308	935 989	737 883	770 350