

VOTE 6

Provincial Treasury

Operational budget	R753 764 956
Remuneration of the MEC	R 2 306 044
Total amount to be appropriated	R756 071 000
Responsible Executive Authority	MEC for Finance
Administering department	Provincial Treasury
Accounting officer	Head: Provincial Treasury

1. Overview

Vision

The vision of the department is: *Be the leader in fiscal and ethical financial management in the country.*

Mission

The department's mission is: *To build a capable, ethical public service through embedding prudent financial management and fiscal discipline.*

Strategic outcomes

The outcomes of the department are as follows:

- To promote sound financial management practices and fiscal management to achieve good governance.
- To ensure targeted financial resource allocation and promote utilisation that contributes to improved service delivery.
- To promote sound processes, controls and improved capabilities in departments, municipalities and public entities in order to reduce unauthorised, irregular, fruitless and wasteful expenditure thereby improving audit outcomes.
- To facilitate and monitor infrastructure delivery in the province thereby contributing towards inclusive economic growth.

Core functions

The core functions of the department include the following:

- Mobilisation of funds for the provincial government.
- Allocation of fiscal resources to provincial departments.
- Preparation of annual and MTEF budgets.
- Province-wide cash management.
- Internal audit.
- Provincial financial management in terms of the PFMA and MFMA through:
 - Budget monitoring and reporting.
 - Financial accounting.
 - Financial systems maintenance.
- Provision of advice on procurement policies and procedures in provincial government.

Legislative mandate

The department is governed by the following pieces of legislation and policy directives, among others:

- The Constitution of the Republic of South Africa, 1996 (Act No. 108 of 1996)
- Public Finance Management Act (PFMA) (Act No. 1 of 1999, as amended) and Treasury Regulations
- Annual Division of Revenue Act (DORA)
- Annual Provincial Appropriation Act
- Broad-Based Black Economic Empowerment Act (Act No. 53 of 2003)
- Borrowing Powers of Provincial Governments Act (Act No. 48 of 1996)
- Government Immovable Asset Management Act (Act No. 19 of 2007)
- Intergovernmental Relations Framework Act (Act No. 13 of 2005)
- Municipal Finance Management Act (MFMA) (Act No. 56 of 2003)
- Preferential Procurement Policy Framework Act (PPPFA) (Act No. 5 of 2000) and revised regulations dated 16 January 2023
- Public Audit Act (Act No. 25 of 2004)
- Provincial Tax Regulation Process Act (Act No. 53 of 2001)
- Promotion of Access to Information Act (Act No. 2 of 2000)
- Protection of Personal Information Act (Act No. 4 of 2013)
- Skills Development Act (Act No. 97 of 1998)
- Construction Industry Development Board Act (Act No. 38 of 2000)
- KZN Direct Charges Act, 2002 (Act No. 4 of 2002)
- National Treasury Irregular Expenditure Framework
- National Evaluation Policy Framework (2011)
- Policy Framework for the Government-Wide Monitoring and Evaluation System (2005)
- Revised Framework for Strategic Plans and Annual Performance Plans (2019)
- Public Private Partnership Regulations
- Framework for Infrastructure Delivery and Procurement Management

Aligning the department's budget to achieve government's prescribed outcomes

The department's activities are directly aligned to the NDP, through the PGDS, and are also aligned to the 2024-2029 MTDP in the 7th Administration. The strategic objectives are aligned to the outcomes of the department and have been incorporated into the APP to ensure strategic alignment. The department mainly contributes to two of the three priorities, namely:

- Priority 1: Inclusive economic growth and job creation.
- Priority 2: Build a capable, ethical and developmental state.

The 2026/27 MTEF budget has been prepared in alignment with the department's strategic objectives. During 2026/27, the department will prioritise the following:

- Managing, maintaining, mobilising and monitoring the fiscal sustainability of the province, while supporting improved and sustainable infrastructure delivery.
- Providing audit readiness support to departments and public entities to improve audit outcomes across the province.

The department will continue to promote:

- Economical and effective management of assets and liabilities, supply chain management processes, and reliable financial management information systems, while ensuring compliance with applicable norms and standards in the public sector.
- Good governance through the provision of Internal Audit services to departments and Risk Advisory services to both departments and municipalities.
- Oversight, technical support and guidance to delegated municipalities.

Furthermore, the department remains committed to eliminating unnecessary expenditure and wastage, ensuring value for money by “doing more with less,” and sustaining fiscal austerity measures in line with the cost-cutting Instruction Note.

The 2026/27 MTEF budget has been prepared with the objective of enhancing service delivery and ensuring value for money.

2. Review of the 2025/26 financial year

Section 2 provides a review of 2025/26, outlining the main achievements and progress made by the department, as well as providing a brief discussion on challenges and new developments.

Sustainable Resource Management

Economic Analysis: Reports evaluating and monitoring economic trends and to support policy formulation were produced. Two research projects were undertaken, namely an Early Childhood Development (ECD) assessment focused on whether ECD centres are adequately resourced for optimal operation and a spending review report on the Learner Teacher Support Material (LTSM) which analysed the LTSM provision in KZN to identify areas where efficiency improvements could deliver savings.

As part of a value-for-money assessment, a business case and an implementation plan for DOH were produced with the aim to significantly improve revenue collection. This report highlights inefficiencies and revenue leakage in the current system and proposes interventions to address them.

A *Socio-economic Review and Outlook (SERO)* for 2026/27 was compiled that provides insight regarding economic trends that could bring about economic opportunities and/or risks to the provincial fiscus. The department also provided a report with comments towards the Financial and Fiscal Commission’s (FFC) recommendations on the annual submission for the Division of Revenue.

Infrastructure: The department compiled and tabled the 2025/26 *Estimates of Capital Expenditure (ECE)* indicating each department’s infrastructure plans over the MTEF in order to strengthen infrastructure delivery oversight. These plans are in support of the institutionalisation of the Infrastructure Delivery Management System (IDMS) and in compliance with the Framework for Infrastructure Programme Delivery Management (FIDPM) to ensure a structured approach for infrastructure procurement and management for the successful delivery of construction projects. As part of oversight and monitoring, site visits to various projects were conducted. Departments were supported on infrastructure reporting using the Infrastructure Reporting Model (IRM) through training and workshops. Support to specific departments and public entities through the deployment of the Infrastructure Crack Team continued to be a priority.

Public Finance: Monitoring the spending performance and revenue collection of departments and public entities against budget continued in 2025/26, with the aim of keeping provincial spending within budget. An extensive budget review exercise of all departments and public entities was undertaken, as part of the Provincial Financial Recovery Plan (PFRP). The intention was to find possible areas where funding could be moved from towards existing budget pressures in the province. The initial findings were presented to the MEC for Finance, but noting that National Treasury initiated a Targeted and Responsible Savings (TARS) initiative together with a Programme Assessment Matric (PAM) tool and the synergies between these two processes are currently being assessed. The Provincial Executive Council (PEC) was continuously kept informed of the province’s budget performance. The 2025/26 *Adjustments Estimate of Provincial Revenue and Expenditure (AEPRE)* and 2026/27 *EPRE* were prepared, as is the norm every year. Departments’ and public entities’ adherence to the filling of posts process continued to be overseen jointly by OTP and Provincial Treasury.

Public Private Partnerships: Technical and legal advice in support of all provincial PPPs continued to be provided as regulated by the National Treasury guidelines.

Financial Governance

Asset and Liabilities Management: A support service was provided to all departments with regards to their employee tax and banking functions. A risk analysis was conducted on a quarterly basis and departments were advised of the necessary corrective action required to resolve any errors. A written report presenting the summarised risks was provided to the CFO of each department. All PERSAL and BAS expenditure was monitored per department in line with their bank balances and proposed funding schedules to ensure effective cashflow management. Excess funds were invested with the South African Reserve Bank (SARB) to earn maximum interest.

Supply Chain Management (SCM): The department continued to conduct routine compliance assessments in departments, municipalities and public entities to ensure compliance with all relevant SCM prescripts and to enhance the level of compliance, governance and accountability in the province. Capacity building interventions were conducted in the SCM components of public sector institutions in order to capacitate them on the implementation of the 2022 Preferential Procurement Regulations, the revised MFMA SCM Regulations, the Contract Management Framework, as well as SCM in general. SCM policy reviews were conducted in order to assist with ensuring alignment with the PPPFA Regulations, MFMA SCM Regulations, as well as the latest Instruction Notes.

The Public Procurement Act, 2024 (Act No. 28 of 2024), assented by the President on 18 July 2024 and published as an Act in the Government Gazette on 23 July 2024, remains unenforced, and its supporting regulations are still under development.

Contract registers for some institutions were reviewed and guidance was provided to ensure compliance with the Contract Management Framework. Site visits were undertaken to some institutions to assess compliance with the Contract Management Framework and necessary guidance was provided. Continued support was provided to departments, municipalities and public entities to ensure effective use of the Central Supplier Database (CSD). CSD helpdesk support was provided at various government events. Furthermore, support was provided on the uploading of annual procurement plans onto the e-Tender portal. The Provincial Bid Appeals Tribunal (BAT) facilitated a number of cases relating to the appeals against bids that were awarded by departments in the province.

Accounting Services: Financial management support was provided to departments and public entities to enhance their financial accounting and asset management reporting to improve audit outcomes. Financial management support included the review of interim and Annual Financial Statements (AFS) for public entities, the deployment of officials to assist departments with asset management, the provision of assistance with updating the supporting working papers of disclosure notes to the AFS, as well as technical guidance. The department continued to play a significant role in the audit readiness support project. Support to suppliers to resolve payment disputes continued, as well as the Condonation of Irregular Expenditure Project.

The department is an accredited South African Institute of Chartered Accountants (SAICA) training office that currently runs a three-year training programme, accepting graduates who were recipients of the Thuthuka Education Upliftment Fund (TEUF), who upon completion will be eligible for registration as Chartered Accountants (CAs). In addition, departmentally funded bursary holders pursuing the SAICA designation are also accommodated in the programme. After completing the training contract, participants are then eligible for entry into the Management Development Programme. Through this initiative, the department has since produced 17 registered CAs, two eligible CA candidates and two candidates awaiting the final qualifying board exam results. Moreover, there are currently nine trainees completing their SAICA training contracts, with two in their third year, four in their second year and three who have recently started their first year of training.

Norms and Standards: Four Provincial Treasury Instruction Notes were reviewed to address changes in legislation and operational environments for departments. Action plans for departments and public entities, based on audit findings relating to financial policies and procedures for 2023/24 and 2024/25, were submitted to departments and served as a basis for the unit's support and monitoring purposes. All

departments and four public entities were supported in reviewing and maintaining a comprehensive and effective financial System of Delegations, which includes training sessions provided to four public entities. Six provincial departments and eight provincial public entities were assessed for compliance with financial norms and standards.

Support and Interlinked Financial Systems: Support continued to be provided for financial systems, such as BAS, PERSAL, LOGIS and HardCat in the province, while the OTP handled the functionality and policy implementation on the side of PERSAL. The Biometrics Access Control System (BACS) is used to protect any malfeasance against BAS and PERSAL.

Internal Audit

Assurance Services: The shared Internal Audit services were implemented across all provincial departments, including the DOH which was brought back to the shared service following PEC's resolution of July 2025 to rescind the 2019 decision wherein the department was to establish its own internal audit function. Risk-based internal audits as approved by the Provincial Audit and Risk Committee (PARC) were conducted across all supported departments on various focus areas, with specific focus on IT audits, financial audits, performance audits (value for money), transversal areas such as transfer payments, SCM, implementation of the cost-cutting Instruction Notes and performance information. Continued focus was given to reviewing audit improvement strategies, and conducting follow up assessments to provide further assurance on the implementation of mitigation actions to address weaknesses identified. This was tracked and reported on through the consolidated audit logs.

Furthermore, specific reviews to respond to the PFRP were implemented. The PARC together with the Cluster Committees were supported with secretariat functions, as well as technical support. There was increased reporting, both by the Internal Audit unit, as well as the Audit Committees to the Executive Authorities to enhance their oversight responsibilities.

Risk and Advisory Services: The department continued to roll-out the combined assurance framework. Departments were provided with the necessary tools and training to embark on setting-up a combined assurance forum and developing a combined assurance plan. The support and guidance on combined assurance will continue in 2026/27 to all departments. All departments were assessed on their state of compliance with the Provincial Risk Management Framework and some departments (for example, the Department of Education) are being assisted to increase their compliance to the Risk Management Framework. In addition, the provincial risk profile was adopted by PARC, and all departments have been requested to assist in implementing the necessary measures to reduce the province's exposure to these risks. Monitoring and evaluation of the provincial risk profile will continue during 2026/27. The department is aiming to obtain approval of the provincial internal Control Framework by the end of 2025/26.

The department also provided crucial support to municipalities, with 19 risk assessments having been facilitated for various municipalities and municipal entities, and internal audit function and audit committee effectiveness reviews having been completed for eight municipalities. The unit also conducted disciplinary boards reviews for municipalities.

Municipal Finance Management

Municipal Budget: Technical support was provided to delegated municipalities on the preparation of both the tabled and approved budgets. The performance of municipal budgets was monitored through the compilation of quarterly MFMA Section 71(7) reports, which included an early warning system to identify municipalities that experience financial problems. Electronic copies of the quarterly reports were published on the departmental website.

Municipal Accounting and Reporting: Technical reviews of the 2024/25 AFS were conducted for seven municipalities. Financial management support projects were implemented at six municipalities to implement the key principles of financial management, in order to implement processes, procedures and controls required to prepare GRAP and MFMA compliant AFS and supporting documentation. The support assisted several municipalities to maintain unqualified audit opinions.

Municipal Support Programme: Seven cash management projects were conducted to assist the targeted municipalities with cash management specifically focused on cost containment and debt management.

Municipal Revenue and Debt Management: Two revenue and debt management projects were implemented at the Ulundi and eMadlangeni Local Municipalities to assess the municipalities' revenue and debt management policies, processes, procedures and controls with suitable recommendations made to address weaknesses identified. The unit assisted the Municipal Support Programme with the debt management aspect of the cash management support initiative. Continued support was provided to four municipalities with the Eskom Debt Relief reporting requirements.

3. Outlook for the 2026/27 financial year

Section 3 looks at the key focus areas of 2026/27, outlining what the department is hoping to achieve, as well as briefly looking at the challenges facing the department, and proposed new developments. The bulk of the department's budget allocation over the 2026/27 MTEF is for financial governance (for general oversight of all departments', municipalities' and public entities' budget processes), internal audit, SCM, as well as support for transversal and interlinked financial systems.

Sustainable Resource Management

Economic Analysis: Economic and public policy research will be undertaken and the unit will participate in various academic conferences and workshops. Various research projects on key areas of interest will be conducted. The *SERO* for 2027/28 will be prepared. In addition, participation in various technical committees will continue in order to discuss and debate provincial economic policy, fiscal models, catalytic infrastructure projects, and the development of strategic partnerships with other non-governmental institutions.

Infrastructure: Infrastructure planning and delivery performance will continue to be monitored. The IRM will be used to track infrastructure progress and expenditure, while institutionalising the IDMS as a means to comprehend the performance of departments in delivering infrastructure. The FIDPM will continue to be the focus area for all provincial departments to institutionalise. Collaboration with the other departments in the implementation of department-specific infrastructure service delivery models cognisant of limited internal technical capacity will also feature prominently in the institutionalisation of the IDMS. In this regard, the deployment of the Infrastructure Crack Team will continue to be key.

The 2027/28 *ECE* will be prepared to provide project lists that complement the *EPRE* for tabling in the Provincial Legislature.

Public Finance: Oversight and monitoring the spending and revenue collection of departments and public entities against the budget will continue in 2026/27 with the aim of keeping provincial spending within budget. In this regard, the Provincial Executive Council and the Finance Portfolio Committee will continue to be kept regularly informed of the province's budget performance so that they can respond speedily if any departments are beginning to show projected over-spending. The 2026/27 *AEPRE* and 2027/28 *EPRE* will be prepared, while work with respect to the budget review and its linkage to the TARS (using the PAM tool) will continue.

Public Private Partnerships: The unit will continue to oversee and provide support at a provincial and municipal level in line with the PPP project cycle. This will be achieved by ensuring that transaction support is provided to departments, public entities, municipalities and their municipal entities to ensure compliance with the PPP legislative processes.

Financial Governance

Asset and Liabilities Management: Support will continue to be offered to departments in respect of the payroll tax and banking functions. Current practices of monitoring all departmental bank balances on a daily basis will be maintained to ensure effective cashflow management, which continues to be a serious challenge, with spending patterns being misaligned to the cash received in tranches from National Treasury. Excess funds will be invested with the SARB to earn maximum interest.

Supply Chain Management: Compliance with all SCM prescripts in departments, municipalities and public entities will continue to be monitored. The unit will coordinate provincial inputs on the Public Procurement Regulations once published for comment. Following the implementation of the Public Procurement Act and promulgation of its Regulations, the unit will lead the roll-out to all relevant stakeholders.

Support and guidance will be provided to provincial institutions in reviewing SCM policies to ensure alignment with the Act and its Regulations. Training and capacity building initiatives on SCM and contract management will be undertaken to institutionalise procurement reforms.

The roll-out of National Treasury procurement systems, including CSD Request for Quotations, e-Submission on e-Tender, and LOGIS, will be piloted in three departments. The automation of the procure-to-pay process will reduce turnaround times and strengthen compliance with SCM prescripts.

Support on the uploading of annual procurement plans, contracts and procurement transaction reports onto the e-Tender portal will be provided to minimise irregular expenditure and enhance transparency. The unit will continue to provide support in the hearing and facilitation of Provincial BAT matters.

Furthermore, the unit will monitor municipal progress in implementing the Unauthorised, Irregular, Fruitless, and Wasteful Expenditure (UIFWE) Reduction Strategy and provide additional support where necessary.

Accounting Services: Continued focus will be on hands-on engagement and support to departments and public entities to enhance their financial accounting practices, as well as continued staff development and training programmes to develop and retain the requisite financial management skills and expertise as part of the pillars to improve audit outcomes. There will also be continued focus on the provincial audit improvement plan, ensuring enhanced financial management by departments and public entities. The Condonation of Irregular Expenditure Project will continue to be a priority. The SAICA programme will continue providing work exposure and opportunities to the trainees to develop their professional competence (including behaviours and acumens expected of them as professionals) while applying their technical knowledge in a practical work environment.

Norms and Standards: The unit will continue to focus on identifying areas of financial management weaknesses arising out of inadequate understanding and implementation of KZN Provincial Treasury Instruction Notes by departments, based on the outcome of the 2024/25 and 2025/26 audit outcomes. The unit will also assess departments and public entities to monitor compliance with legislation. The implementation of training programmes will be further augmented to address and mitigate identified weaknesses in departments and public entities.

Support and Interlinked Financial Systems: The department will continue to monitor systems monthly and will constantly upgrade BACS to include Ransomware and improved cybersecurity.

Internal Audit

Assurance Services: Internal audit services will continue to be undertaken in all departments. The unit will continue to implement the Global Internal Audit Standards (GIAS) that came into effect in January 2025, with greater focus on ensuring that the unit's strategic plan is aligned to that of departments, aiding in creating added value in the work of internal audit. In addition to the risk-based audits with specific focus on governance, risk management and control processes, special reviews will also be conducted to determine value for money, the implementation of the cost-cutting Instruction Notes and the mainstreaming of vulnerable groups. Departments will be assisted in enhancing and improving the adequacy and effectiveness of controls' processes. The unit will also continue to align its audit work to the PFRP, as well as focus on IT audit reviews, financial audits, as well as transversal reviews of SCM, transfer payments and performance information, with the mainstreaming of vulnerable groups included as part of the scope for some of these transversal audits. In order to ensure sustainability of audit efforts, the unit will continue to conduct follow-ups of previous audit findings to determine if management actions were successfully implemented and to provide additional recommendations for improvements. The department will continue with technical support to the PARC. The unit will also continue implementing the internal quality reviews through the technical office in response to requirements of GIAS as they relate to the Quality Assurance Improvement Programme. Furthermore, the unit will continue implementing the professionalisation as part of the professional development of staff as required by the GIAS.

Risk and Advisory Services: The unit will continue to roll out the provincial combined assurance by assisting departments to comply with the Provincial Combined Assurance Framework. The unit will focus on the updating of the provincial risk profile, through identification of emerging risks, following up on progress of risk response plans, re-rating of the risk exposures and identifying any opportunities that arise.

The unit will roll out the Provincial Internal Control Framework during the latter part of 2026/27. Municipalities will continue to be assisted with risk assessments and assessments of internal audit, and audit committees and disciplinary board reviews.

Municipal Finance Management

Municipal Budget: Continued technical support will be provided to delegated municipalities on the preparation of multi-year budgets. The MFMA Section 71(7) reports, which include an early warning system to identify municipalities that experience financial problems will be compiled on a quarterly basis. Support to municipalities will be provided in order to adopt funded budgets, monitor in-year reports including statutory returns, as well as the preparation of monthly and quarterly reports. Furthermore, the unit will continue with the assessment of the MFMA Section 72 mid-year budget and performance assessment reports to influence the adjustments budget process.

Municipal Accounting and Reporting: The department assists municipalities by supporting and monitoring financial management and compliance with GRAP and relevant legislation. This will be achieved by promoting an understanding of GRAP, monitoring compliance with reporting requirements, providing accounting services and support. Targeted delegated municipalities will be supported to implement processes, procedures and controls required to prepare GRAP and MFMA compliant AFS and supporting documentation. The reviews are aimed at improving the quality of the AFS prior to submission to the A-G. Municipalities will also be provided with technical guidance and support during the audit cycle by the A-G. Transferring of skills is a key element of the support initiatives.

Municipal Support Programme: The department will continue to support municipalities and provide technical support to delegated municipalities to promote sound financial management and sustainability with specific focus on providing support on the cash management initiative. The objective of the cash management initiative is to assist the targeted municipalities with cash management with the specific focus on cost containment and debt management.

Municipal Revenue and Debt Management: The department will continue to provide targeted municipalities with technical revenue and debt management support, as well as assisting delegated municipalities with the implementation of revenue management tools, such as the valuation roll to billing system reconciliation tool, the tariff setting tool and grant management. Continued assistance will be provided to the relevant municipalities with the implementation of the National Treasury Debt Relief Programme and related reporting. The Municipal Revenue and Debt Management sub-programme will also support the Municipal Support Programme with the debt management aspect of the cash management support initiative.

4. Reprioritisation

In preparation of the 2026/27 MTEF budget, the department undertook reprioritisation affecting programmes and economic classification categories as summarised below:

- Programme 3: Financial Governance was increased by R1.929 million in 2026/27 and R1.057 million in 2027/28 against *Compensation of employees* (R354 000 in 2027/28) to cater for pressures relating to the carry-through costs of the cost of living adjustments, *Goods and services* (R1.644 million in 2026/27 and R633 000 in 2027/28) largely to cater for pressures against administrative fees in respect of transversal bank charges as this item has historically been under-budgeted for and to a lesser extent inflationary increases in relation to items such as communication and consumables, as well as *Machinery and equipment* (R285 000 in 2026/27 and R70 000 in 2027/28) to cater for shortfalls in respect of finance leases for routers and the replacement of old tools of trade. These savings were moved from the following programmes:
 - R1.263 million in 2026/27 and R261 000 in 2027/28 was moved from Programme 1: Administration against *Compensation of employees* mainly due to savings realised from the reduction of the staff complement within the Office of the MEC.
 - R321 000 in 2026/27 and R341 000 in 2027/28 was moved from Programme 2: Sustainable Resource Management against *Compensation of employees* (R321 000 in 2026/27 and R13 000 in 2027/28) due to savings realised from the reduction under the PPP unit, *Goods and services*

(R166 000 in 2027/28) due to savings realised as a result of cost containment measures in relation to training and development costs, and *Machinery and equipment* (R162 000 in 2027/28) due to savings realised from the reduction in the budget for the replacement of tools of trade.

- o R345 000 in 2026/27 and R455 000 in 2027/28 was moved from Programme 4: Internal Audit against *Compensation of employees* due to the reduction of the learner intake in respect of the Internal Auditor Trainee (IAT) learnership programme.

At economic classification level, the reprioritisation can be summarised as follows:

- *Compensation of employees* was reduced by a total of R5.232 million in 2026/27 and R2.995 million in 2027/28 due to savings realised mainly from the reduction of the staff complement within the Office of the MEC and the reduction of learner intake in respect of the IAT learnership programme. These savings were moved as follows:
 - o *Goods and services* was increased by R3.193 million in 2026/27 and R2.081 million in 2027/28 largely to cater for pressures against administrative fees in respect of transversal bank charges as this item has historically been under-budgeted for and to a lesser extent inflationary increases under Programme 3, as well as to cater for shortfalls against communication in respect of data and airtime due to the implementation of the hybrid working policy within the department, consultants: business and advisory services in respect of the audit committee fees which were increased from 2025/26 onwards and audit fees which were inadequately budgeted for.
 - o *Interest and rent on land* was increased by R4 000 in both 2026/27 and 2027/28 to make provision for interest and penalties charged by the South African Revenue Services (SARS) relating to the EMP201 payment declaration. This is in relation to prior year payments, such as salary back-payments, due to the re-opening of closed tax years. These should have been included in a declaration in the previous year but, because payments are made in the current year, the declaration is done in the current year. This then results in the department being penalised. The EMP201 is a payment declaration in which the employer declares the total payment together with the allocations for Pay As You Earn (PAYE). The department is making this provision as this appears to be a recurring issue.
 - o *Transfers and subsidies to: Provinces and municipalities* was decreased by R2 000 in both 2026/27 and 2027/28 within Programme 1 as this was over-provided for.
 - o *Transfers and subsidies to: Non-profit institutions* was increased by R906 000 in 2026/27 and R999 000 in 2027/28 within Programme 1 to cater for shortfalls in respect of the new contract with the TEUF which was inadequately budgeted for.
 - o *Transfers and subsidies to: Households* was increased by R45 000 in 2026/27 to cater for shortfalls in respect of staff exit costs.
 - o In 2026/27, *Machinery and equipment* was increased by R1.087 million to cater for shortfalls in respect of finance leases for routers and rate increases in respect of the new contract for the photocopier machines. In 2027/28, *Machinery and equipment* was decreased by R86 000 due to savings realised from the reduction in the budget for the replacement of tools of trade.

5. Procurement

The department will continue to operate a procurement system that is fair, equitable, transparent, competitive and cost effective, allowing for economic transformation. Furthermore, the department will continue to strengthen the wider participation by all targeted groups in the various categories of procurement. This will be attained through the implementation of effective sourcing strategies, stakeholder and supplier management, risk and performance management, adherence to appropriate procurement rules, and focused capacity building. These interventions will enable the timely appointment of capable service providers through targeted tender processes, directly supporting improved service delivery outcomes and operational efficiency.

Over the 2026/27 MTEF, the department will procure numerous services that will be required to support the delivery of services by the department. Major procurement that will be undertaken by the department over the MTEF includes various equipment and tools of trade such as desktops, laptops and furniture,

among others. The department is also planning the procurement of an eProcurement system as part of the PFRP, the procurement of a security system, as well as Internal Audit and Risk Management systems to aid the performance of services within the department.

6. Receipts and financing

6.1 Summary of receipts and financing

Table 6.1 shows the sources of funding for Vote 6 over the seven-year period from 2022/23 to 2028/29.

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.

Table 6.1 : Summary of receipts and financing

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
Equitable share	621 178	649 310	678 341	707 630	707 630	707 630	739 511	768 774	792 358
Conditional grants	-	-	-	-	-	-	-	-	-
Total receipts	621 178	649 310	678 341	707 630	707 630	707 630	739 511	768 774	792 358
Total payments	612 802	652 990	634 303	710 190	710 978	710 978	756 071	768 774	792 358
Surplus/(Deficit) before financing	8 376	(3 680)	44 038	(2 560)	(3 348)	(3 348)	(16 560)	-	-
Financing									
of which:									
Provincial roll-overs	-	-	-	-	-	-	-	-	-
Provincial cash resources	-	-	2 560	2 560	(2 829)	(2 829)	2 560	-	-
Suspension to future year	1 331	14 600	(20 177)	-	6 177	6 177	14 000	-	-
Surplus/(Deficit) after financing	9 707	10 920	26 421	-	-	-	-	-	-

In 2022/23, the department was allocated R15.931 million of the R16.952 million that was suspended from 2021/22 from savings identified against *Compensation of employees* (R12.132 million), as well as *Goods and services* (R4.820 million) in Programmes 2, 4 and 5. A further R14.600 million was suspended from the department's budget as a result of savings identified during the Adjustments Estimate process. This resulted in the balance of R1.331 million shown against *Suspension to future year*. These funds were allocated against *Goods and services* in Programmes 1, 4 and 5 in respect of consultants' costs and property payments.

In 2022/23, during the Second Adjustments Estimates process, the department surrendered R47 million towards the provincial reprioritisation exercise that was conducted due to severe fiscal pressures in the province. These funds were suspended from *Compensation of employees* (R23.700 million) due to the non-filling of budgeted critical vacant posts and *Goods and services* (R23.300 million) from savings realised from travel and subsistence, property payments and communication, proportionately from all programmes.

The 2022/23 budget was under-spent by R9.707 million across all programmes, mainly as a result of the following:

- *Compensation of employees* was under-spent by R1.153 million due to delays in filling posts.
- *Goods and services* was under-spent by R3.746 million, mainly against items such as training and development, operating payments and travel and subsistence due to less travel as most meetings were held virtually. The under-expenditure was also due to non-receipt of some invoices from DOPWI in relation to lease payments with respect to the buildings occupied by the department. In addition, there was also under-expenditure due to delays in the appointment of consultants who undertook audits at various departments.
- *Machinery and equipment* was under-spent by R4.361 million due to delays in the receipt of office equipment ordered for staff, as well as the department not purchasing tools of trade as a result of not filling budgeted vacant posts.

In 2023/24, the department was allocated R14.600 million suspended from the department's 2022/23 budget as a result of savings identified in the 2022/23 Adjustments Estimate process. These funds were allocated back to the department in the 2023/24 Main Appropriation, against *Compensation of employees*

for filling vacant posts and against *Goods and services* for the costs of the department's security system under Programme 1, as well as various internal audit projects that were carried out in 2023/24 under Programme 4.

The 2023/24 budget was under-spent by R10.920 million across all programmes, mainly as a result of the following:

- *Compensation of employees* was under-spent due to internal delays in filling vacant funded posts, because of lengthy recruitment processes, resignations and the impact of internal promotions, as well as the freezing of some posts following the 2024/25 fiscal consolidation budget cuts effected against this category, as the department was being prudent to avoid these posts becoming unfunded from 2024/25 onwards.
- *Goods and services* was under-spent against various items, such as agency and support services as a result of incomplete projects, travel and subsistence costs due to less travel to clients as most meetings were held virtually, as well as training and development costs which were lower than budgeted for due to the non-filling of posts.
- *Machinery and equipment* was under-spent due to delays in the procurement process for the department's printing and photocopier machines contract and the non-purchase of tools of trade in relation to the vacant funded posts.

Over the 2024/25 MTEF, the department received provincial cash resources of R2.560 million in 2024/25, R2.560 million in 2025/26 and R2.560 million in 2026/27 relating to the costs of upgrading the BACS to strengthen its security and ransomware features. These funds were allocated to Programme 3 against *Goods and services*.

The department's budget was reduced by R27.880 million, R27.549 million and R29.486 million from 2024/25 to 2026/27, respectively, with carry-through, as a result of the fiscal consolidation budget cuts made against the equitable share over the 2024/25 MTEF. The department effected these budget cuts against *Compensation of employees* and *Goods and services* across all programmes.

During the 2024/25 Second Adjustments Estimate process, the department suspended R20.177 million from their 2024/25 baseline to be allocated back to the department in the 2025/26 Adjustments Estimate. These funds were suspended from Programme 1 (R11 million), Programme 3 (R2.625 million) and Programme 4 (R6.552 million). At economic classification level, the funds were suspended from *Compensation of employees* (R11.052 million) due to the non-filling of budgeted critical vacant posts and *Goods and services* (R9.125 million) from savings realised from travel and subsistence, property payments and communication. These funds were to be utilised for the new office configuration project (open plan) and security system and the Ilembe Organic Farming project under Programme 1, internal audit projects under Programme 4, as well as the PFRP project across all programmes.

The department under-spent its 2024/25 Final Appropriation by R26.421 million across all programmes largely against *Compensation of employees* due to internal delays in filling vacant posts, and *Goods and services* due to savings in various items such as advertising, agency and support services, computer services, operating leases and travel and subsistence, among others.

In 2025/26, the department's budget was increased by a net amount of R788 000 in the Adjustments Estimate process, as follows:

- The department's budget was increased by an amount of R20.177 million which was suspended from the department's budget in the 2024/25 Second Adjustments Estimate. The funds were suspended from Programme 1 (R11 million), Programme 3 (R2.625 million) and Programme 4 (R6.552 million). At economic classification level, the funds were suspended from *Compensation of employees* (R11.052 million) due to the non-filling of budgeted critical vacant posts and *Goods and services* (R9.125 million) from savings realised from travel and subsistence, property payments and communication. These funds were allocated back to the department in the 2025/26 Adjustments Estimate, as follows:
 - R16.625 million was allocated under Programme 1 against *Goods and services* (R14.725 million) to cater for the activities related to the implementation of the PFRP, *Transfers and subsidies to: Provinces and municipalities* (R1 million) to cater for the iLembe Organic

Farming project where the department is providing funding to the municipality to implement the project as part of the Operation Sukuma Sakhe (OSS)/ District Development Model (DDM) responsibilities, and *Machinery and equipment* (R900 000) to cater for costs related to the procurement of a security access system.

- o R3.552 million was allocated under Programme 4 against *Compensation of employees* to cater for additional capacity required for the implementation of projects under the PFRP which were undertaken in 2025/26.
- Offsetting the above increase was a total reduction of R19.389 million, as follows:
 - o The department surrendered funds from the 2025/26 budget towards budget pressures in Vote 7: Health after the Provincial Executive Council resolved that all departments and public entities should make contributions from their budgets towards offsetting the budget pressures shown by DOH. In this regard, the department's 2025/26 budget was reduced by R5.389 million in line with the amount pledged by the department. These savings were realised from Programme 1 against *Compensation of employees* (R3.773 million) due to delays in filling vacant funded posts and *Goods and services* (R1.616 million) due to lower than anticipated operational costs.
 - o Furthermore, funds amounting to R14 million were suspended from the department's 2025/26 budget to be allocated back to the department in the 2026/27 main budget. These funds were suspended from Programme 1 (R11 million) against *Goods and services* (R9 million) and *Machinery and equipment* (R2 million). These funds mainly relate to the implementation of projects under the PFRP which were planned for 2025/26 but experienced several delays and are not anticipated to be completed by the end of 2025/26, including the procurement of the eProcurement system and the procurement of a security access system. The balance of R3 million was suspended from Programme 4 from savings realised against *Compensation of employees* (R1.631 million) due to internal delays in filling vacant funded posts and *Goods and services* (R1.369 million) due to savings realised from operational costs which were over-provided for. These funds were suspended from the 2025/26 budget to be allocated back to the department in the 2026/27 main budget for the completion of the above-mentioned projects under Programme 1, as well as the procurement of Audit and Risk Management systems under Programme 4.

Based on the November 2025 IYM, the 2025/26 Revised Estimate shows that the department is anticipating to fully spend its 2025/26 annual budget.

Over the 2026/27 MTEF, the department's baseline reflects high growth of 6.3 per cent in 2026/27, low growth of 1.7 per cent in 2027/28 and inflationary growth of 3.1 per cent in 2028/29 in line with the National Treasury guidelines. The high growth in 2026/27 is mainly due to the once-off allocation of R14 million in respect of the funds suspended from the department's budget in 2025/26. This once-off allocation mainly accounts for the low growth of 1.7 per cent in 2027/28. Furthermore, the low growth in 2027/28 is partly due to the fact that the funding of R2.560 million relating to the costs of upgrading the BACS is allocated only until 2026/27. The growth over the 2026/27 MTEF is also affected by the budget cuts of R4.015 million in 2027/28 and R4.387 million in 2028/29 implemented by National Treasury against the Provincial Equitable Share (PES) as a result of updates to the data that informs the PES formula, as well as the amended inflation expectations as announced by the Minister of Finance when he delivered his Medium-Term Budget Policy Statement (MTBPS) in Parliament on 12 November 2025.

6.2 Departmental receipts collection

Table 6.2 gives a summary of the departmental receipts for Vote 6. The details are presented in the *Annexure – Vote 6: Provincial Treasury*.

Table 6.2 : Summary of departmental receipts collection

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	914	291	439	327	327	335	342	358	373
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	342 569	542 617	318 290	340 000	340 000	328 474	357 000	374 900	391 021
Sale of capital assets	1 723	12	639	161	161	148	168	176	184
Transactions in financial assets and liabilities	2 728	1 013	3 535	532	532	1 329	556	582	607
Total	347 934	543 933	322 903	341 020	341 020	330 286	358 066	376 016	392 185

Sale of goods and services other than capital assets is derived from parking fees, game licences, commission on PERSAL deductions such as insurance premiums and garnishees, tender fees, etc. The 2022/23 collection is attributed to inter-departmental invoices issued to DARD and DOH for the purchase of biometric scanners. Inflationary growth is expected over the MTEF.

Interest, dividends and rent on land mainly relates to interest earned on the Paymaster General (PMG) and inter-governmental cash co-ordination (IGCC) accounts. The fluctuating revenue collection in prior years was due to the collective implementation of cost-cutting measures by provincial departments and prudent cash management by Provincial Treasury, as well as the prevailing interest rate paid on the positive cash balance in the bank account. The revenue collection fluctuates from 2022/23 to the 2025/26 Revised Estimate depending on the cash position in the bank account. Inflationary growth is anticipated over the MTEF.

Sale of capital assets relates to the disposal of redundant motor vehicles and office equipment. The high collection in 2022/23 relates to the sale of motor vehicles and office equipment. The low revenue collection in 2023/24 emanated from a directive issued by the Office of the Premier to all departments to halt the processes of disposing of state vehicles that have reached their life span. This initiative was part of the provincial plan to fight crime, building safe and secure communities. Low budget growth is anticipated over the MTEF, as the department budgets conservatively for this revenue stream.

Transactions in financial assets and liabilities comprises recoveries from previous years' expenditure such as inter-departmental claims, overpaid suppliers, and staff debts such as breached bursary contracts. The collection in 2022/23 is attributed to the inter-departmental claims invoiced to the DOT, DOPWI and the Zululand District Municipality for SCM support related to prior years. The high collection in 2024/25 is mainly attributed to the recovery of Inter-Departmental Accounts (IDA) raised with DOT for SCM support. The revenue growth over the MTEF is in line with inflation.

6.3 Donor and agency funding – Nil

7. Payment summary

This section provides information pertaining to the Vote as a whole at an aggregated level, including payments and budgeted estimates in terms of programmes and economic classification.

Further details are given in Section 8 below, as well as in the *Annexure – Vote 6: Provincial Treasury*.

7.1 Key assumptions

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

- All inflation related increases are based on CPI projections. Note that National Treasury revised the CPI projection from 4.5 per cent to 3.1 per cent for the outer year of the MTEF, namely for 2028/29.
- The department has provided for *Compensation of employees* to increase by 12.3 per cent in 2026/27 (as based on the Revised Estimate) to cater for the carry-through costs of filling critical vacant posts.

There is growth of 5 per cent in 2027/28 and 3.4 per cent in the outer year of the MTEF. The growth over the 2026/27 MTEF is sufficient to cater for the carry-through costs of the 2025 wage agreement, the filling of 37 vacant posts, 1.5 per cent pay progression, as well as the anticipated 2026 wage agreement. The growth over the MTEF will be reviewed in the next budget process.

7.2 Amendments to provincial and equitable share funding: 2024/25 to 2026/27 MTEF

Table 6.3 shows amendments to provincial and equitable share funding received by the department over the 2024/25, 2025/26 and 2026/27 MTEF periods, and excludes conditional grant funding.

The carry-through allocations for the outer year (i.e. 2028/29) are based on the incremental percentage used in the 2026/27 MTEF.

Table 6.3 : Summary of amendments to provincial and equitable share allocations for the 2024/25 to 2026/27 MTEF

R thousand	2024/25	2025/26	2026/27	2027/28	2028/29
2024/25 MTEF period	(25 320)	(24 989)	(26 926)	(30 813)	(31 768)
Fiscal consolidation reduction by National Treasury	(27 880)	(27 549)	(29 486)	(30 813)	(31 768)
Bank charges returned to be used for BACS upgrades	2 560	2 560	2 560	-	-
2025/26 MTEF period		-	-	-	-
2026/27 MTEF period			14 000	(4 015)	(4 387)
Funds suspended from Vote 6's budget in 2025/26			14 000	-	-
Budget cut due to data updates of PES formula and inflation adjustment			-	(4 015)	(4 387)
Total	(25 320)	(24 989)	(12 926)	(34 828)	(36 155)

With regard to the 2024/25 MTEF:

- The department received provincial cash resources of R2.560 million in each year of the 2024/25 MTEF relating to the costs of upgrading the BACS to strengthen its security and ransomware features. The funds were allocated to Programme 3 against *Goods and services*.
- The department's budget was reduced by R27.880 million, R27.549 million and R29.486 million from 2024/25 to 2026/27, respectively, as a result of the fiscal consolidation budget cuts made against the PES over the 2024/25 MTEF. The department effected these budget cuts against *Compensation of employees* and *Goods and services* across all programmes.

With regard to the 2025/26 MTEF, no changes were made to the department's allocation.

With regard to the 2026/27 MTEF:

- The department is allocated back R14 million that was suspended from the department's 2025/26 budget, as explained in Section 6.1.
- The department's budget was reduced by R4.015 million in 2027/28 and R4.387 million in 2028/29, with carry-through, in respect of budget cuts implemented by National Treasury as a result of updates to the data that informs the PES formula, as well as the amended inflation expectations. The department effected these cuts against *Goods and services* proportionately against all programmes. The department reports that these budget cuts are likely to result in reduced interventions to departments and municipalities, as well as increased turnaround times for programme implementation. These cuts may also constrain the department's ability to support day-to-day operations and may thus result in delays in service delivery outputs, fewer training and development opportunities which will negatively affect the personnel capabilities and morale due to limited operational support. The possible impact will be monitored and addressed over the MTEF.

7.3 Summary by programme and economic classification

Tables 6.4 and 6.5 provide a summary of the Vote's payments and budgeted estimates by programme and by economic classification, respectively, for the seven-year period. The services rendered by the department are categorised under five programmes, which are largely aligned to the generic programme structure of the sector, with approval to deviate received from National Treasury where the budget is not aligned.

Table 6.4 : Summary of payments and estimates by programme: Provincial Treasury

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
1. Administration	192 675	221 167	201 132	228 693	222 113	225 888	248 814	248 275	255 893
2. Sustainable Resource Management	45 636	50 399	43 994	53 270	50 435	50 223	55 282	57 463	59 273
3. Financial Governance	201 373	213 075	228 312	241 176	251 862	251 452	253 866	260 302	268 237
4. Internal Audit	99 979	99 759	94 043	112 715	114 632	112 148	120 515	122 069	125 818
5. Municipal Finance Management	73 139	68 590	66 822	74 336	71 936	71 267	77 594	80 665	83 137
Total	612 802	652 990	634 303	710 190	710 978	710 978	756 071	768 774	792 358

Table 6.5 : Summary of provincial payments and estimates by economic classification: Provincial Treasury

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
Current payments	594 246	634 146	618 261	698 469	695 420	695 301	727 711	754 982	778 501
Compensation of employees	312 363	345 398	361 765	439 855	417 699	409 194	459 622	482 775	499 164
Goods and services	281 871	288 748	256 493	258 480	277 585	285 969	267 945	272 057	279 182
Interest and rent on land	12	-	3	134	136	138	144	150	155
Transfers and subsidies to:	7 356	4 513	4 595	1 905	3 517	3 596	2 885	3 020	3 113
Provinces and municipalities	29	31	1 021	31	1 027	1 027	30	31	32
Departmental agencies and accounts	-	-	-	3	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	343	43	48	-	3	3	3	3	3
Non-profit institutions	1 361	1 506	1 117	625	596	596	1 503	1 623	1 673
Households	5 623	2 933	2 409	1 246	1 891	1 970	1 349	1 363	1 405
Payments for capital assets	11 044	14 161	9 466	9 816	12 014	12 054	25 475	10 772	10 744
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	11 044	14 079	9 466	9 816	12 014	12 054	25 475	10 772	10 744
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	82	-	-	-	-	-	-	-
Payments for financial assets	156	170	1 981	-	27	27	-	-	-
Total	612 802	652 990	634 303	710 190	710 978	710 978	756 071	768 774	792 358

Programme 1 shows a fluctuating trend from 2022/23 to 2024/25. The decrease from the 2025/26 Main Appropriation to Adjusted Appropriation was due to virement of funds from this programme as a result of savings realised from the reduction of the staff complement within the Office of the MEC, vacant posts, reduced spending on Community Outreach Programmes, as well as the cancellation of the lease agreement in respect of the Marine Office Building in Durban. Furthermore, a portion of these savings were surrendered to DOH to address budget pressures experienced by the department, while the balance was approved to be suspended from the department's budget in 2025/26 for re-allocation in 2026/27. There is a slight increase in the 2025/26 Revised Estimate and this was due to projected year-end over-expenditure as additional resources are required to assist departments that are experiencing pressures as part of the PFRP. This accounts for the high increase in 2026/27 as the allocation in 2026/27 includes once-off additional funding of R11 million, being a portion of the funds suspended from the department's budget in 2025/26. These funds are re-allocated back to the department against *Machinery and equipment* for the procurement of an eProcurement system as part of the PFRP, and the procurement of a security system. This mainly accounts for the decrease in 2027/28. The growth over the MTEF is also affected by the budget cuts of R1.300 million in 2027/28 and R1.420 million in 2028/29 effected against this programme entirely against *Goods and services*. The increase in the outer year of the 2026/27 MTEF is largely inflationary.

Programme 2 shows a fluctuating trend from 2022/23 to 2025/26. The high growth in 2023/24 is attributable to additional funding of R10 million, received in 2023/24 only, being a portion of the funds that were suspended from the department's budget in 2022/23. These funds were allocated against *Goods and services* for the EPWP job creation programme, as mentioned. This partly explains the decrease in 2024/25. The decrease in 2024/25 was also due to fiscal consolidation budget cuts and low spending due to delays in filling vacant funded posts. The decrease from the 2025/26 Main to Adjusted Appropriation was due to a virement undertaken from this programme as a result of savings realised from delays in filling vacant posts. This mainly accounts for the high increase of 10.1 per cent in 2026/27. The below inflation growth of 3.9 per cent in 2027/28 is mainly due to the budget cuts effected against this programme. The outer year of the MTEF grows in line with inflation. The 2026/27 MTEF allocations are also affected by the carry-through impact of historic budget cuts. The MTEF makes provision for salaries

of the Technical Advisors (TAs) in relation to the Infrastructure Crack Team responsible for infrastructure support delivery in the province, the filling of critical vacant posts, as well as costs relating to the preparation and printing of the *EPRE*, the *AEPRE*, the *ECE*, and the *SERO*, etc.

Programme 3 shows an overall increasing trend over the seven-year period, with a minor decrease in the 2025/26 Revised Estimate due to savings realised from delays in filling vacant posts. The 2026/27 MTEF shows low growth of 1 per cent in 2026/27, 2.5 per cent in 2027/28 and inflationary growth of 3 per cent in 2028/29. The low growth over the MTEF is mainly attributed to the low allocation towards transversal bank charges. The low growth in 2027/28 is attributed to the 2026/27 MTEF budget cuts against this programme amounting to R1.354 million in 2027/28 and R1.482 million in 2028/29, as well as the fact that the allocation of R2.560 million for upgrading the BACS is allocated until 2026/27, with no carry-through beyond 2026/27. The MTEF allocations provide mainly for transversal systems, administrative fees, support to departments in respect of financial management to achieve improved audit outcomes, preparation of the AFS for the Provincial Revenue Fund and consolidated AFS of departments and public entities, the provision of training and support to departments and SCM support to municipalities, as well as the filling of critical vacant posts and related carry-through costs.

Programme 4 shows a decrease from 2022/23 to 2024/25, mainly due to the high base in 2022/23 as a result of additional funding of R3.501 million in 2022/23 only, being a portion of the funds that were suspended from the department's budget in 2021/22. These funds were allocated against *Goods and services* in respect of consultants' costs. Also contributing to the decrease in 2024/25 was low spending in relation to delays in filling vacant posts and staff exits. The high increase in the 2025/26 Main Appropriation was due to low spending in 2024/25 as a result of delays in filling vacant posts. The further increase in the 2025/26 Adjusted Appropriation was partly due to the once-off additional funding of R3.552 million (partly offset by the suspension of R3 million to 2026/27) allocated to this programme from funds suspended from the 2024/25 budget, to cater for additional capacity required for the implementation of projects under the PFRP which were undertaken in 2025/26. Furthermore, the Adjusted Appropriation was increased through virements from Programme 1 to cater for shortfalls against various projects under the PFRP including DSD: Verification of Non-profit Organisations (NPOs), DOE: School municipal bills and expenditure management, DOT: Performance information, and DOH: Financial reporting processes, among others. The programme shows growth of 7.5 per cent in 2026/27, 1.3 per cent in 2027/28 and inflationary growth of 3.1 per cent in 2028/29. The low growth in 2027/28 is mainly due to the once-off additional funding of R3 million included in the 2026/27 allocation in relation to funds suspended from 2025/26, to cater for the procurement of the Internal Audit and Risk Management systems. The growth over the MTEF was also affected by the carry-through impact of historic budget cuts, as well as the 2026/27 MTEF budget cuts of R640 000 in 2027/28 and R695 000 in 2028/29 effected against this programme. The 2026/27 MTEF makes provision for assessments, workshops and training on risk/governance management and internal audit capacity building within departments and municipalities, Certified Internal Auditor qualification fees, ongoing audits such as IT, financial and governance audits, provision for the Cluster Audit and Risk Committee (CARC), the audit of predetermined objectives of departments and some municipalities, as well as the filling of Internal Audit and Risk Management Specialists posts.

Programme 5: Municipal Finance Management decreases from 2022/23 to 2024/25, mainly due to the once-off additional funding of R9.007 million allocated to this programme in 2022/23 only, being a portion of the funds that were suspended from the department's budget in 2021/22. These funds were allocated against *Goods and services* in respect of consultants' costs. The decrease from the 2025/26 Main to Adjusted Appropriation was due to the virement from this programme due to savings from vacant posts and operational costs, to Programmes 1 and 3. The minor decrease from the 2025/26 Adjusted Appropriation to the Revised Estimate is due to the projected year-end under-expenditure from further savings on vacant posts and operational costs. The budget over the MTEF grows by 8.9 per cent in 2026/27, 4 per cent in 2027/28 and 3.1 per cent in 2028/29. The growth over the MTEF is affected by the budget cuts of R420 000 in 2027/28 and R460 000 in 2028/29 effected against this programme against *Goods and services*. The low growth in 2027/28 and 2028/29 will be reviewed in the next budget process. The 2026/27 MTEF makes provision for the monitoring of tabled and approved budgets, the preparation of quarterly MFMA Section 71(7) reports, assisting, supporting and monitoring municipalities with financial management and compliance with the annual reporting framework.

Compensation of employees shows a largely increasing trend over the seven-year period, in line with the fluctuations in the number of filled posts. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate is due to savings realised from vacant posts. The department has catered for *Compensation of employees* to increase by 12.3 per cent in 2026/27, 5 per cent in 2027/28 and 3.4 per cent in 2028/29 over the 2026/27 MTEF. The increase over the MTEF caters for the filling of vacant posts, 1.5 per cent pay progression, the carry-through costs of the 2025 wage agreement, the 2026 wage agreement increases, as well as other possible increases over the MTEF. The department currently has 37 vacant posts that will be filled in a phased-in approach over the MTEF, considering availability of funds. The recruitment processes for some of these posts are underway and are anticipated to be finalised in 2026/27.

Goods and services shows negative growth of 6.3 per cent in 2026/27, low growth of 1.5 per cent in 2027/28 and 2.6 per cent in 2028/29. The negative growth in 2026/27 is mainly attributed to the high Adjusted Appropriation and Revised Estimate in 2025/26 as a result of the additional capacity catered for through agency and support services in respect of the PFRP, as well as the higher than anticipated transversal bank charges. These costs are not catered for in the 2026/27 budget hence, the decrease. The low growth in the two outer years of the MTEF is mainly attributable to the 2026/27 budget cuts of R4.015 million in 2027/28 and R4.387 million in 2028/29 effected entirely against this category. Further affecting the growth in 2027/28 is the fact that the allocation of R2.560 million for upgrading the BACS is allocated until 2026/27, with no carry-through to the outer year, as mentioned. The allocations over the MTEF cater for operational costs, such as telephone, printing, stationery, administrative fees, computer services, and expenditure relating to various ongoing projects undertaken by Provincial Treasury to assist departments, such as the Infrastructure Crack Team and Operation Clean Audit.

Interest and rent on land shows steady growth over the 2026/27 MTEF. The bulk of the allocation against this category is strictly a provision for any interest payments that would need to be made if the provincial bank account were to go into overdraft. The 2026/27 MTEF also includes an allocation for interest and penalties charged by SARS relating to the EMP201 payment declaration, as explained.

Transfers and subsidies to: Provinces and municipalities caters mainly for motor vehicle licence fees. The significant increase in 2024/25 and the 2025/26 Adjusted Appropriation relates to the iLembe Organic Farming project where the department provided funding to the municipality to implement the project as part of the OSS responsibilities. This project is not catered for over the MTEF as the funding for the agreed milestones is anticipated to cease in 2025/26.

Transfers and subsidies to: Public corporations and private enterprises provides for the payment of SABC TV licences. Note that the SABC TV licences were previously provided for under *Transfers and subsidies to: Departmental agencies and accounts*. In the 2025/26 Adjustments Estimate, the department undertook a shift to this category due to the reclassification of TV licences, which is a change implemented by National Treasury with the introduction of BAS version 6. In this regard, the prior year figures were also restated. Also, 2022/23 to 2024/25 include payments in respect of claims against the state.

Transfers and subsidies to: Non-profit institutions caters for the provision of donations as part of the department's OSS/DDM champion responsibilities, as well as the transfer to the TEUF. The transfer to the TEUF is in line with the amounts stipulated in the agreement between the department and the TEUF. The fluctuations against this category are informed by the number of students admitted into TEUF and those who graduate, and the increase over the 2026/27 MTEF is in line with this agreement.

Transfers and subsidies to: Households mainly caters for staff exit costs and external bursaries for non-employees. The significant decrease in 2024/25 is due to a portion of the fiscal consolidation budget cuts implemented against this category in respect of external bursaries. The fluctuating trend against this category depends on the number of bursary intakes and exits from the programme. The increases in the two outer years of the MTEF are largely inflationary.

Machinery and equipment provides for the procurement of state vehicles and tools of trade, which occurs on a cyclical basis, hence the fluctuating trend against this category. The high growth in the 2025/26 Adjusted Appropriation relates to the virements undertaken to this category to cater for the procurement of

a departmental vehicle to accommodate employees with disabilities and pressures in relation to the finance lease for photocopier machines and routers which was inadequately budgeted for. The significant increase in 2026/27 is attributed to the once-off additional funding of R14 million, being the funds suspended from the department's budget in 2025/26 for re-allocation in 2026/27. These funds are re-allocated to the department for the procurement of an eProcurement system as part of the PFRP, the procurement of a security system, as well as Audit and Risk Management systems. This mainly accounts for the significant decrease over the MTEF.

Software and other intangible assets relates to the purchase of computer software. The amount in 2023/24 was to cater for the purchase of new software for equipment procured for a visually impaired Director: Legal Services and specialised software purchased for the speechwriter for the Office of the MEC. There is no budget over the MTEF due to the department no longer purchasing software above R5 000. The department will upgrade and renew existing software and this cost is allocated against computer services in terms of the SCOA classifications, hence this is budgeted for under *Goods and services*.

Payments for financial assets relates to the write-off of staff debts, such as breached bursary contracts and lost and stolen computers. There is no budget over the MTEF due to the uncertain nature in this category.

7.4 Summary of conditional grant payments and estimates – Nil

7.5 Summary of infrastructure payments and estimates

Table 6.6 summarises the infrastructure payments and estimates relating to the department. The infrastructure budget of the department is placed against *Maintenance and repair: Current* and *Infrastructure: Leases*.

Table 6.6 : Summary of provincial infrastructure payments and estimates by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Existing infrastructure assets	308	294	36	300	300	300	313	327	337
Maintenance and repair: Current	308	294	36	300	300	300	313	327	337
Upgrades and additions: Capital	-	-	-	-	-	-	-	-	-
Refurbishment and rehabilitation: Capital	-	-	-	-	-	-	-	-	-
New infrastructure assets: Capital	-	-	-	-	-	-	-	-	-
Infrastructure transfers	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital	-	-	-	-	-	-	-	-	-
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	17 701	23 249	22 690	26 433	21 616	21 171	24 616	25 479	26 269
Non infrastructure¹	-	-	-	-	-	-	-	-	-
Total	18 009	23 543	22 726	26 733	21 916	21 471	24 929	25 806	26 606
Capital infrastructure	-	-	-	-	-	-	-	-	-
Current infrastructure	18 009	23 543	22 726	26 733	21 916	21 471	24 929	25 806	26 606

1. Non infrastructure is a stand-alone item, and is therefore excluded from Capital infrastructure and Current infrastructure, but is included in the overall total

The infrastructure items that the department budgets for are lease payments and maintenance and repairs relating to its office buildings such as Treasury House, Natalia, Nomalanga Buildings and the Giltime car parking. The trends in these two categories are summarised as follows:

- *Maintenance and repair: Current* relates to property maintenance of the leased buildings which is not covered by the lease agreement, such as air conditioners, elevators and the maintenance of gardens and grounds. This category shows growth over the 2026/27 MTEF in line with inflation. It is noted that the maintenance undertaken by the department is reactive and is done on a needs basis, therefore it is difficult to accurately budget for.
- *Infrastructure: Leases* shows a fluctuating trend over the seven-year period and relates to the leasing of office buildings through the DOPWI. The decrease in the 2025/26 Adjusted Appropriation and Revised Estimate is mainly attributable to the savings realised from the cancellation of the lease agreement for the Marine Building Office in Durban. It is noted that some reprioritisation was undertaken from this category over the MTEF as a result of savings from the cancellation of the above-mentioned lease agreement, and these savings were moved to cater for pressures in Programme 3 and 4, as mentioned.

The increase of 2026/27 remains high and will be reviewed in the next budget process. The growth in the two outer years of the 2026/27 MTEF is largely inflationary.

7.6 Summary of Public Private Partnerships – Nil

7.7 Transfers to public entities (listed i.t.o. Schedule 3 of the PFMA) and other entities

Table 6.7 gives a summary of departmental transfers to other entities, details of which are given below. Various donations are made in terms of the department's community outreach responsibility, with these made to co-operatives, old age homes, schools and NPOs. It is noted that donations include those made by the MEC in line with the OSS responsibilities. These donations are categorised into two types, i.e. cash donations and tangible inventory items. Non-cash donations are classified under *Goods and services*.

Table 6.7 : Summary of departmental transfers to public entities (listed i.t.o. Schedule 3 of the PMFA) and other entities

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
	Transfer to public entities	-	-	-	-	-	-	-	-	-
	Transfers to other entities	1 361	1 506	1 117	625	596	596	1 503	1 623	1 673
	Donations - Siyasindisa Academy	-	-	23	-	-	-	-	-	-
	Donations - ABASA	17	-	-	-	-	-	-	-	-
	Donations - Valhalla Arts	-	-	10	-	-	-	-	-	-
	Thuthuka Ed. Upliftment Fund	1 344	1 479	1 084	625	596	596	1 503	1 623	1 673
	Donations - SAICA	-	27	-	-	-	-	-	-	-
Total		1 361	1 506	1 117	625	596	596	1 503	1 623	1 673

In 2022/23, the department made a donation of R17 000 to the Association for the Advancement of Black Accountants of Southern Africa (ABASA) toward their annual dinner.

In 2024/25, the department made a cash donation of R23 000 to Siyasindisa Academy in respect of swimming lessons for deaf and blind young people as part of their Deaf Awareness Campaign programme as part of the MEC's OSS/DDM responsibilities.

The spending in 2024/25 also included a cash donation of R10 000 to Valhalla Arts (a non-profit organisation) for the Disability Economic Empowerment Programme hosted by the organisation. This donation was made under the Corporate Services sub-programme.

Transfers to TEUF show a fluctuating trend over the MTEF. The transfers to the TEUF are made in line with the stipulated amounts and the number of students being funded in the agreement between the department and TEUF. The budget provided over the 2026/27 MTEF is in line with this agreement.

The amount of R27 000 in 2023/24 against *Donations – SAICA* relates to the donation made by the department in respect of the SAICA gala dinner.

7.8 Transfers to local government – Nil

7.9 Transfers and subsidies

Table 6.8 is a summary of *Transfers and subsidies* by programme and main category. *Transfers and subsidies* fluctuates and increases over the MTEF as explained before and after Table 6.8.

- *Provinces and municipalities* in Programme 1 relates mainly to motor vehicle licence fees. The significant increase in 2024/25 and the 2025/26 Adjusted Appropriation relates to the iLembe Organic Farming project where the department is providing funding to the municipality to implement the project as part of the OSS responsibilities. This project is not catered for over the MTEF as the funding for the agreed milestones is anticipated to cease in 2025/26.
- *Public corporations and private enterprises* provides for the payment of SABC TV licences. Note that the SABC TV licences were previously provided for under *Transfers and subsidies to: Departmental agencies and accounts*, as explained.

Table 6.8 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2022/23	2023/24	2024/25	Appropriation	Appropriation	Estimate	2026/27	2027/28	2028/29
1. Administration	6 049	3 911	3 569	1 749	3 143	3 162	2 677	2 850	2 938
Provinces and municipalities	29	31	1 021	31	1 027	1 027	30	31	32
Motor vehicle licences	29	31	21	31	27	27	30	31	32
Ilembe Organic Farming Project	-	-	1 000	-	1 000	1 000	-	-	-
Departmental agencies and accounts	-	-	-	3	-	-	-	-	-
SABC TV Licences	-	-	-	3	-	-	-	-	-
Public corporations and private enterprises	343	43	48	-	3	3	3	3	3
Claims against the state	343	40	45	-	-	-	-	-	-
SABC TV Licences	-	3	3	-	3	3	3	3	3
Non-profit institutions	1 361	1 479	1 117	625	596	596	1 503	1 623	1 673
Donations - ABASA	17	-	-	-	-	-	-	-	-
Donations - Siyasindisa Academy	-	-	23	-	-	-	-	-	-
Donations - Valhalla Arts (Thisability Deep Expo)	-	-	10	-	-	-	-	-	-
Thuthuka Education Upliftment Fund	1 344	1 479	1 084	625	596	596	1 503	1 623	1 673
Households	4 316	2 358	1 383	1 090	1 517	1 536	1 141	1 193	1 230
Staff exit costs	3 216	441	598	34	327	346	36	38	39
Act of grace	-	-	56	-	-	-	-	-	-
External bursary	1 100	1 000	637	1 056	1 056	1 056	1 105	1 155	1 191
Claims against the state	-	-	28	-	-	-	-	-	-
Service Excellence Awards Claim	-	917	-	-	-	-	-	-	-
Injury on duty	-	-	64	-	134	134	-	-	-
2. Sustainable Resource Management	94	27	45	-	2	6	-	-	-
Households	94	27	45	-	2	6	-	-	-
Staff exit costs	94	-	29	-	-	-	-	-	-
Act of grace	-	-	12	-	-	-	-	-	-
Injury on duty	-	27	4	-	2	6	-	-	-
3. Financial Governance	1 085	487	916	156	250	250	208	170	175
Non-profit institutions	-	27	-	-	-	-	-	-	-
Donations: SAICA	-	27	-	-	-	-	-	-	-
Households	1 085	460	916	156	250	250	208	170	175
Staff exit costs	1 085	460	880	156	244	244	208	170	175
Injury on duty	-	-	34	-	6	6	-	-	-
Gift	-	-	2	-	-	-	-	-	-
4. Internal Audit	128	58	56	-	101	157	-	-	-
Households	128	58	56	-	101	157	-	-	-
Staff exit costs	128	58	56	-	101	157	-	-	-
5. Municipal Finance Management	-	30	9	-	21	21	-	-	-
Households	-	30	9	-	21	21	-	-	-
Staff exit costs	-	30	9	-	21	21	-	-	-
Total	7 356	4 513	4 595	1 905	3 517	3 596	2 885	3 020	3 113

- *Non-profit institutions* caters for the provision of donations as part of the department's OSS/DDM champion responsibilities, as well as the transfer to the TEUF. The transfer to the TEUF is in line with the amounts stipulated in the agreement between the department and the TEUF. The fluctuations against this category are informed by the number of students admitted into TEUF and those who graduate, and the increase over the 2026/27 MTEF is in line with this agreement. In 2022/23, the department made a donation of R17 000 to ABASA toward their annual dinner, as mentioned. In 2024/25, the department made donations to the Siyasindisa Academy and Valhalla Arts, as explained.
- *Households* mainly caters for staff exit costs and external bursaries for non-employees. The significant decrease in 2024/25 is due to a portion of the fiscal consolidation budget cuts implemented against this category in respect of external bursaries. The fluctuating trend against this category depends on the number of bursary intakes and exits from the programme. The increases on the two outer years of the MTEF are largely inflationary.

8. Programme description

The services rendered by the department are categorised under five programmes, which are discussed below. The expenditure and budgeted estimates for each programme are summarised in terms of sub-programmes and economic classification. Details are given in *Annexure – Vote 6: Provincial Treasury*.

8.1 Programme 1: Administration

The purpose of this programme is to provide strategic leadership and administration support to the department. The programme is largely in line with the generic structure apart from the exclusion of the

Internal Audit sub-programme which is a stand-alone programme in this province. The following services are rendered by the unit:

- Political oversight and policy direction.
- Advisory, secretarial and administrative support, and public relations, communication, and parliamentary support.
- Policy formulation, overall leadership, management and administration support of the department and the respective districts and institutions within the department.
- To provide effective management of departmental finances in line with statutory requirements.
- To provide optimal Human Resource, IT, communications, legal services, strategic planning support, as well as monitoring and evaluations function to the department.

Tables 6.9 and 6.10 provide a summary of payments and budgeted estimates pertaining to the programme over the seven-year period from 2022/23 to 2028/29.

Table 6.9 : Summary of payments and estimates by sub-programme: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
1. Office of the MEC	29 208	35 876	24 732	31 041	23 640	20 635	28 900	30 036	30 926
2. Management Services (HOD)	9 973	12 371	13 756	14 709	18 818	27 629	20 317	16 133	16 643
3. Financial Management (CFO)	30 582	32 837	32 833	35 498	36 411	36 412	38 519	41 501	43 063
4. Corporate Services	122 912	140 083	129 811	147 445	143 244	141 212	161 078	160 605	165 261
Total	192 675	221 167	201 132	228 693	222 113	225 888	248 814	248 275	255 893

Table 6.10 : Summary of payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
Current payments	179 462	208 077	191 708	221 245	210 248	213 579	227 763	237 919	245 602
Compensation of employees	91 438	102 347	98 983	120 698	113 992	111 622	126 061	132 866	137 642
Goods and services	88 012	105 730	92 722	100 547	96 254	101 955	101 698	105 049	107 956
Interest and rent on land	12	-	3	-	2	2	4	4	4
Transfers and subsidies to:	6 049	3 911	3 569	1 749	3 143	3 162	2 677	2 850	2 938
Provinces and municipalities	29	31	1 021	31	1 027	1 027	30	31	32
Departmental agencies and accounts	-	-	-	3	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	343	43	48	-	3	3	3	3	3
Non-profit institutions	1 361	1 479	1 117	625	596	596	1 503	1 623	1 673
Households	4 316	2 358	1 383	1 090	1 517	1 536	1 141	1 193	1 230
Payments for capital assets	7 102	9 106	4 675	5 699	8 701	9 126	18 374	7 506	7 353
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	7 102	9 024	4 675	5 699	8 701	9 126	18 374	7 506	7 353
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	82	-	-	-	-	-	-	-
Payments for financial assets	62	73	1 180	-	21	21	-	-	-
Total	192 675	221 167	201 132	228 693	222 113	225 888	248 814	248 275	255 893

The sub-programme: Office of the MEC, which includes parliamentary liaison, shows a fluctuating trend from 2022/23 to 2024/25. The decrease from the 2025/26 Main to Adjusted Appropriation was due to virement of funds from this sub-programme as a result of savings realised from the reduction of the staff complement within the unit and reduced spending on Community Outreach Programmes. Furthermore, a portion of these savings were surrendered to DOH to address budget pressures experienced by the department, while the balance was approved to be suspended from the department's budget in 2025/26 for re-allocation in 2026/27. The further decrease in the 2025/26 Revised Estimate was due to a projected year-end under-expenditure as further savings were realised. This accounts for the significant increase in 2026/27. The growth in the two outer years is largely inflationary, at 3.9 per cent in 2027/28 and 3 per cent in 2028/29. The MTEF allocations provide for the operational costs for the running of the Office of the MEC, as well as the MEC's Community Outreach Programme such as post-budget roadshows and 16 Days of Activism campaigns, among others.

The sub-programme: Management Services (HOD) provides for the operational costs of running the HOD's office. The risk function for the department is also included under this sub-programme. The sub-programme shows steady growth from 2022/23 to 2024/25. The significant increase in the 2025/26 Adjusted Appropriation relates to the once-off net additional funding of R4.109 million (net of funds surrendered to DOH and funds suspended in 2025/26 for re-allocation in 2026/27), being a portion of the funds suspended in 2024/25. These funds were allocated to the HOD's office under *Goods and services* for activities related to the PFRP. The further increase in the Revised Estimate was due to the anticipated year-end over-expenditure in this sub-programme as additional resources are required to assist departments that are experiencing pressures as part of the PFRP activities. This partly accounts for the significant decrease in 2026/27, as 2025/26 was a high base. The allocation in 2026/27 includes a once-off additional funding of R5 million, being a portion of the funds suspended from the department's budget in 2025/26. These funds are re-allocated back to the department against *Machinery and equipment* for the procurement of an eProcurement system as part of the PFRP. This accounts for the decrease in 2027/28. The increase in the outer year of the 2026/27 MTEF is largely inflationary.

The sub-programme: Financial Management (CFO) is responsible for various functions such as budget control, internal SCM, asset management, loss control, etc., and reflects an increasing trend over the seven-year period. The growth over the 2026/27 MTEF is largely inflationary and provides for the operational costs for the running of the Office of the CFO, including external audit fees.

The sub-programme: Corporate Services fluctuates from 2022/23 to 2024/25, and over the 2026/27 MTEF. The significant growth of 14.1 per cent in 2026/27 is due to the once-off additional funding of R6 million, being a portion of the funds suspended from the department's budget in 2025/26. These funds are re-allocated back to the department against *Machinery and equipment* for the procurement of a security system. This mainly accounts for the decrease in 2027/28. The growth in 2027/28 is also affected by the 2026/27 MTEF budget cuts effected largely against this sub-programme against *Goods and services*. The department reports that these cuts are likely to constrain the department's ability to support day-to-day operations, support staff needs and may result in delays in service delivery outputs. The increase on the outer year of the 2026/27 MTEF is largely inflationary. The allocations over the 2026/27 MTEF provides for HR, legal services, strategic management and auxiliary services. This includes provision for centralised costs such as operating leases for office accommodation, fleet services, fuel price escalations, bursaries for employees and non-employees, as well as legal fees. The 2026/27 MTEF allocations are also affected by the carry-through effects of historic budget cuts.

Compensation of employees shows a fluctuating trend from 2022/23 to 2024/25. The decrease from the 2025/26 Main Appropriation to the Adjusted Appropriation was due to reprioritisation of funds due to delays in filling posts, as well as a reduction in the staff compliment for the Office of the MEC. This category increases by 12.9 per cent in 2026/27, 5.4 per cent in 2027/28 and 3.6 per cent in 2028/29. The increase over the 2026/27 MTEF is sufficient to cater for the carry-through costs of the 2025 wage agreement, the 1.5 per cent pay progression, the 2026 wage agreement, other possible wage increases, as well as the filling of 12 funded vacant posts within the programme.

Goods and services shows a fluctuating trend over the seven-year period. The decrease in 2026/27 is due to the projected year-end over-expenditure in 2025/26 in respect of the additional capacity required for the implementation of the PFRP. The growth in the two outer years of the MTEF is largely inflationary. The 2026/27 MTEF caters for advertising, contractors, venues and facilities and travel and subsistence in respect of the Community Outreach Programmes and OSS projects, audit costs in respect of the external audit costs, communication in respect of departmental cellphones and data contracts, computer services in respect of the department's IT management, operating leases for the leasing of office buildings, as well as property payments for municipal, cleaning and security services, among others. The growth over the MTEF is also affected by the budget cuts of R1.300 million in 2027/28 and R1.420 million in 2028/29 effected against this category.

Interest and rent on land makes provision for interest and penalties charged by SARS relating to the EMP201 payment declaration, as explained.

Transfers and subsidies to: Provinces and municipalities largely caters for motor vehicle licence fees, with 2024/25 and the 2025/26 Adjusted Appropriation including transfers made with respect to the iLembe Organic Farming project, as explained.

Transfers and subsidies to: Public corporations and private enterprises provides for the payment of SABC TV licences. Note that the SABC TV licences were previously provided for under *Transfers and subsidies to: Departmental agencies and accounts*, as explained in Section 7.9. The 2022/23 to 2024/25 Audited Outcomes also include payments in respect of claims against the state.

Transfers and subsidies to: Non-profit institutions mainly relates to provision made for the TEUF, as explained.

Transfers and subsidies to: Households caters for staff exit costs and external bursaries, as explained in Section 7.9.

Machinery and equipment provides for the procurement of state vehicles and tools of trade, which occurs on a cyclical basis, hence the fluctuating trend against this category. The high increase in the 2025/26 Adjusted Appropriation relates to the virements undertaken to this category to cater for the procurement of a departmental vehicle to accommodate employees with disabilities and pressures in relation to the finance lease for photocopier machines which was inadequately budgeted for. The significant increase in 2026/27 is attributed to the once-off additional funding of R11 million, being the funds suspended from the department's budget in 2025/26 for re-allocation in 2026/27. These funds are re-allocated to the department for the procurement of an eProcurement system as part of the PFRP, as well as the procurement of a security system. This mainly accounts for the significant decrease over the MTEF.

Software and other intangible assets relates to the purchase of computer software, as explained in Section 7.3.

Payments for financial assets relates to provision for staff debts written-off.

Service delivery measures: Administration

Table 6.11 illustrates the service delivery measures pertaining to Programme 1.

Table 6.11 : Service delivery measures: Administration

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2025/26	2026/27	2027/28	2028/29
1	Financial Management (CFO)				
1.1	Improved sound financial management in the province	Unqualified audit opinion	Unqualified audit opinion	Unqualified audit opinion	Unqualified audit opinion
	• Unqualified audit opinion received				
	• % of suppliers' valid invoices paid within 30 days	100%	100%	100%	100%
1.2	Improved participation of targeted groups in the economy of the province	80%	80%	80%	80%
	• % of procurement awarded to targeted groups				
2	Human Resource Management				
2.1	Improved participation of targeted groups in the province	50%	50%	50%	50%
	• % of SMS posts filled by females				
	• % of employees with disabilities employed	2%	2%	2%	2%
	• % of youth enrolled in youth development programmes	5%	5%	5%	5%

8.2 Programme 2: Sustainable Resource Management

The programme is largely in line with the generic structure with the exception that the Fiscal Policy sub-programme is not being utilised in this province. The main purpose of the programme is to manage, maintain, and monitor the fiscal sustainability of the province, and support improved and sustainable infrastructure delivery. The following services are rendered by the unit:

- Determine and evaluate economic parameters and socio-economic imperatives that inform provincial and local resource allocation.
- Provide infrastructure support through the IDMS.
- Promote effective and optimal financial resource allocation for provincial government (including public entities).

- Ensure the province remains financially viable through effective budget management, monitoring and reporting.
- Provide substantial technical, financial and legal advice in support of all provincial PPP projects in line with the PPP project cycles as regulated by National Treasury guidelines.

Tables 6.12 and 6.13 provide a summary of payments and budgeted estimates pertaining to this programme for the period 2022/23 to 2028/29.

Table 6.12 : Summary of payments and estimates by sub-programme: Sustainable Resource Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Programme Support	3 138	3 271	3 545	3 769	3 702	3 701	3 970	4 182	4 312
2. Economic Analysis	19 654	26 323	20 286	22 413	22 275	22 217	23 255	23 885	24 624
3. Public Finance	18 030	16 652	15 990	22 129	21 283	21 137	24 580	25 631	26 407
4. Public Private Partnerships	4 814	4 153	4 173	4 959	3 175	3 168	3 477	3 765	3 930
Total	45 636	50 399	43 994	53 270	50 435	50 223	55 282	57 463	59 273

Table 6.13 : Summary of payments and estimates by economic classification: Sustainable Resource Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	44 860	49 846	43 314	52 690	50 026	49 833	54 851	57 037	58 803
Compensation of employees	37 065	36 756	39 127	47 874	44 991	44 825	50 429	53 073	54 718
Goods and services	7 795	13 090	4 187	4 816	5 035	5 008	4 422	3 964	4 085
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	94	27	45	-	2	6	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	94	27	45	-	2	6	-	-	-
Payments for capital assets	682	526	635	580	407	384	431	426	470
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	682	526	635	580	407	384	431	426	470
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	45 636	50 399	43 994	53 270	50 435	50 223	55 282	57 463	59 273

The sub-programme: Programme Support reflects a fluctuating trend from 2022/23 to 2025/26. The growth over the 2026/27 MTEF is steady and provides for the operational costs for the office of the DDG: Sustainable Resource Management, as well as the office support team who provide administration and financial support to the programme as a whole.

The sub-programme: Economic Analysis includes funding for the Infrastructure Crack Team to assist departments, public entities and municipalities in the delivery of infrastructure projects, as well as funding for the TAs, which is mainly allocated against *Compensation of employees*. The 2026/27 MTEF also provides for infrastructure site visits, the publication of the *ECE*, research to be undertaken by the Economic Analysis unit, and the production of the *SERO*. In addition, the allocations over the MTEF cater for the filling of vacant posts such as Assistant Director: Infrastructure and Spatial Planning, among others.

The sub-programme: Public Finance shows a decreasing trend from 2022/23 to 2024/25 mainly due to savings realised from delays in filling vacant posts. The 2026/27 MTEF provides for costs relating to the preparation and printing of the *EPRE* and the *AEPRE*, as well as oversight over the provincial budget and provincial spending. The allocations over the MTEF also cater for the filling of critical vacant posts, such as Director: Provincial Budget Management, among others.

The sub-programme: Public, Private Partnerships shows a fluctuating trend over the seven-year period, with a steady increase over the 2026/27 MTEF. The MTEF provides for ongoing support to departments, municipalities and public entities in terms of conducting feasibility studies and technical support for PPP contracts.

Compensation of employees increases by 12.5 per cent in 2026/27 from the 2025/26 Revised Estimate, 5.2 per cent in 2027/28 and 3.1 per cent in 2028/29. The increase over the 2026/27 MTEF is sufficient to cater for the filling of vacant posts, the carry-through impact of the 2025 wage agreement, the 1.5 per cent pay progression, as well as wage increases over the MTEF period.

Goods and services shows a fluctuating trend over the seven-year period. The MTEF allocations include funding for the TAs, the Infrastructure Crack Team, as well as provision for the printing of the *EPRE*, *AEPRE*, *ECE* and *SERO*, etc. The negative growth over the MTEF relates to the decreasing trend in operational costs in line with the implementation of the remote working policy within the programme. The growth over the MTEF is also affected by the budget cuts of R301 000 in 2027/28 and R330 000 in 2028/29 effected against this category, mainly in relation to agency and support services and operating payments. In this regard, the department reports that these cuts may lead to reduced scope of service delivery interventions or support projects conducted for municipalities and departments, especially on infrastructure programmes, limited participation in research activities, as well as limited operational support.

Transfers and subsidies to: Households caters mainly for staff exit costs. The payments in 2024/25 include an act of grace payment made in respect of financial assistance provided to an intern within the Infrastructure Support unit in respect of a site visit on a project sponsored by the World Bank. The 2025/26 Adjusted Appropriation and Revised Estimate include an injury on duty payment in relation to follow up doctor visits for an employee who sustained an injury while participating in games as part of the department's wellness day event in 2023.

Machinery and equipment provides mainly for the purchase of laptops and desktops, and shows a fluctuating trend over the seven-year period due to the cyclical nature of this category. The 2026/27 MTEF allocations provide for the finance leases in respect of departmental cellphones and routers, as well as the purchase of new and replacement laptops for new and existing staff.

Service delivery measures: Sustainable Resource Management

Table 6.14 illustrates the service delivery measures pertaining to Programme 2. The department largely follows the measures used in previous years, with some of the outputs and performance indicator descriptions having changed to ensure alignment with the department's 2026/27 APP.

Table 6.14 : Service delivery measures: Sustainable Resource Management

Outputs	Performance indicators	Estimated performance			
		2025/26	2026/27	2027/28	2028/29
1	Infrastructure Management and Economic Analysis				
1.1.	Socio-economic report	1	1	1	1
	Value for money assessment reports	1	1	1	1
	Research reports produced	1	1	1	1
1.2.	ECE Plan	1	1	1	1
1.3.	ECE expenditure monitoring reports of departments produced	1	1	1	1
	No. of close-out reports of previous financial year capital expenditure produced	1	1	1	1
	No. of expenditure reports produced	4	4	4	4
	No. of monitoring reports produced on departments' IDMS compliance	4	4	4	4
1.4.	Infrastructure capacity building interventions provided to support KZN public institutions	8	10	10	12
2.	Public Finance				
2.1.	Optimal provincial budgets allocation	1 EPRE	1 EPRE	1 EPRE	1 EPRE
	Adjustments provincial budget allocations produced	1 AEPRE	1 AEPRE	1 AEPRE	1 AEPRE
2.2.	Early warning system reports	20	20	20	20
3.	Public, Private Partnerships				
3.1.	Report on the PPPFA compliance requirements in PPP projects	2	2	2	2

8.3 Programme 3: Financial Governance

The main purpose of this programme is to provide:

- Audit readiness support to provincial departments and public entities with the objective of achieving improved audit outcomes in the province.
- Economic and effective management of Assets and Liabilities, Supply Chain Management processes, reliable Financial Management Information Systems and ensure compliance with applicable Norms and Standards in the public sector.

The main services undertaken by this programme are:

- To develop, facilitate implementation, and monitor compliance with financial norms and standards in public sector institutions.
- To support and monitor adherence of departments, public entities and municipalities to SCM prescripts and to ensure Radical Economic Transformation (RET) initiatives are implemented in the province.
- To provide financial management, asset management and audit readiness support to departments and public entities in the attainment of improved audit outcomes in the province.
- To provide reliable, efficient, and effective financial systems in the province.
- To develop, facilitate implementation, and monitor compliance with financial norms and standards in provincial departments, and entities.

Tables 6.15 and 6.16 provide a summary of payments and budgeted estimates pertaining to Programme 3 for the period 2022/23 to 2028/29.

Table 6.15 : Summary of payments and estimates by sub-programme: Financial Governance

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Programme Support	5 416	5 624	6 064	6 881	6 625	6 632	6 826	7 219	7 443
2. Asset and Liabilities Management	18 532	22 523	26 548	21 664	35 187	35 121	24 850	24 898	25 670
3. Support and Interlinked Financial Systems	117 101	118 862	117 096	126 276	126 276	126 277	131 929	134 087	138 137
4. Supply Chain Management	39 873	40 412	42 246	46 453	46 453	46 740	48 551	50 536	52 083
5. Accounting Services	15 238	18 939	29 448	32 364	29 055	28 466	33 047	34 442	35 501
6. Norms and Standards	5 213	6 715	6 910	7 538	8 266	8 216	8 663	9 120	9 403
Total	201 373	213 075	228 312	241 176	251 862	251 452	253 866	260 302	268 237

Table 6.16 : Summary of payments and estimates by economic classification: Financial Governance

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	198 160	210 372	225 133	239 567	250 121	249 829	252 049	258 678	266 757
Compensation of employees	70 033	79 693	94 342	104 922	102 466	101 472	110 359	116 086	120 110
Goods and services	128 127	130 679	130 791	134 511	147 521	148 223	141 550	142 446	146 496
Interest and rent on land	-	-	-	134	134	134	140	146	151
Transfers and subsidies to:	1 085	487	916	156	250	250	208	170	175
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	27	-	-	-	-	-	-	-
Households	1 085	460	916	156	250	250	208	170	175
Payments for capital assets	2 124	2 155	1 462	1 453	1 485	1 367	1 609	1 454	1 305
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 124	2 155	1 462	1 453	1 485	1 367	1 609	1 454	1 305
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	4	61	801	-	6	6	-	-	-
Total	201 373	213 075	228 312	241 176	251 862	251 452	253 866	260 302	268 237

The sub-programme: Programme Support is responsible for providing strategic leadership support to the Financial Governance programme. The growth over the 2026/27 MTEF is largely inflationary and the MTEF allocations provide for the operational costs for the Office of the Provincial Accountant-General (PAG), as well as the office support team who provide administration and financial support to the programme as a whole.

The sub-programme: Asset and Liabilities Management shows a fluctuating trend over the seven-year period. The significant increase in the 2025/26 Adjusted Appropriation was due to in-year reprioritisation undertaken to cater for spending pressures in relation to higher than anticipated transversal bank charges. This accounts for the decrease in 2026/27. The 2026/27 MTEF caters for various operational costs of the unit, including bank charges for the IGCC account, provision for interest should the IGCC account go into overdraft, provision for conducting an annual tax information seminar with all departments and entities, as well as ensuring compliance with tax legislation, among others. The 2026/27 MTEF provides for very low growth and this will be reviewed in the next budget process.

The sub-programme: Support and Interlinked Financial Systems includes costs relating to all transversal systems, such as BAS, PERSAL and HardCat for the entire province. The allocations over the MTEF include provision for personnel costs and increases, as well as the budget for the costs of upgrading the BACS to strengthen its security and ransomware features, up to 2026/27. The sub-programme reflects an increasing trend over the 2026/27 MTEF, largely in line with inflation. The low growth in 2027/28 is attributed to the 2026/27 MTEF budget cuts effected mainly against this sub-programme, and the fact that the allocation of R2.560 million for upgrading the BACS is allocated until 2026/27, with no carry-through beyond that.

The sub-programme: Supply Chain Management shows an increasing trend over the seven-year period. The growth over the 2026/27 MTEF is largely in line with inflation and caters for the operational costs of the SCM unit, as well as Municipal Bids Appeal Tribunal (MBAT) and SCM support and interventions in departments and municipalities. These interventions are provided to all departments and municipalities on a needs basis and include pre-order assessments, as well as contract management. The MTEF allocations further cater for the filling of various critical vacant posts.

With regards to the sub-programme: Accounting Services, the MTEF allocations cater for various projects including the financial management support to departments and public entities to achieve improved audit outcomes, preparation of the AFS for the Provincial Revenue Fund and consolidated financial statements for the province and public entities, providing the required training to departments and public entities, among others. The significant increase in 2026/27 is largely due to the low Revised Estimate in 2025/26 due to savings realised from delays in filling vacant funded posts. The growth over the two outer years of the 2026/27 MTEF is largely inflationary.

The sub-programme: Norms and Standards shows an overall steady increase over the seven-year period. The growth over the 2026/27 MTEF is largely in line with inflation. The allocation over the MTEF provides for personnel costs, various operational costs of the unit, as well as the review of Instruction Notes and standard operating procedures for departments and public entities, among others.

Compensation of employees shows an overall increase over the seven-year period, except for a minor decrease in the 2025/26 Adjusted Appropriation and Revised Estimate due to savings realised from delays in filling vacant posts. The category grows by 8.8 per cent in 2026/27, 5.2 per cent in 2027/28 and 3.5 per cent in 2027/28. The increase over the 2026/27 MTEF is sufficient to cater for the carry-through costs of the 2025 wage agreement, the filling of critical vacant posts, the 1.5 per cent pay progression, as well as the 2026 wage agreement increases and other possible increases over the MTEF.

Goods and services over the MTEF caters for MBAT, support to departments in respect of financial management support, preparation of the AFS for the Provincial Revenue Fund, consolidated AFS for the province and public entities, training, financial management support to departments, as well as SCM support to departments, public entities and municipalities. The MTEF allocations include the budget for transversal bank charges, costs relating to all transversal systems, such as BAS, PERSAL and HardCat for the entire province, as well as the budget for the costs of upgrading the BACS to strengthen its security and ransomware features, up to 2026/27. The negative growth in 2026/27 is largely attributable to the high 2025/26 Revised Estimate in respect of higher than anticipated transversal bank charges. The low growth in 2027/28 is partly due to the fact that the allocation of R2.560 million for upgrading the BACS is allocated until 2026/27, with no carry-through to 2027/28. The growth over the MTEF is also affected by the 2026/27 MTEF budget cuts of R1.354 million in 2027/28 and R1.482 million in 2028/29 effected against this category, on items such as computer services, travel and subsistence, as well as training and development. This will likely lead to reduced training and skills development programmes which will negatively affect personnel capabilities and morale due to limited operational support, constrain the

department’s ability to support day-to-day operations which may lead to delays in service delivery outputs, reduced service delivery interventions in departments and municipalities, as well as increased turnaround times for programme implementation.

Interest and rent on land makes provision for the event that the province goes into overdraft.

Transfers and subsidies to: Households provides mainly for staff exit costs. Also catered for in 2024/25 and 2025/26 are injury on duty payments in respect of an employee who sustained an injury during a fire drill in the department.

Machinery and equipment is purchased on a cyclical basis, hence the fluctuating trend against this category. The MTEF allocations cater for the purchase of new and replacement desktops and laptops.

Payments for financial assets pertains to the write-off of irrecoverable staff debts.

Service delivery measures: Financial Governance

Table 6.17 shows the main service delivery measures for Programme 3. Note that there are no sector measures for this sector. The department largely follows measures used in previous years, and some of the outputs and performance indicators have changed to ensure alignment with the 2026/27 APP.

Table 6.17 : Service delivery measures: Financial Governance

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2025/26	2026/27	2027/28	2028/29
1. Supply Chain Management					
1.1 SCM policies reviewed	• No. of SCM policies reviewed	16	16	16	16
1.2 Contract registers reviewed	• No. of contract registers reviewed	24	24	24	24
2. Accounting Practices					
2.1 Report on financial management support provided to provincial departments	• No. of reports produced on financial management support provided to provincial departments	8	8	8	8
2.2 Report on financial management support provided to public entities	• No. of reports produced on financial management support provided to public entities	5	8	8	8
2.3 Report on asset management support provided to public sector institutions	• No. of reports produced on asset management support rendered to public sector institutions	13	13	13	13
3. Financial Information Management Systems (FIMS)					
3.1 Financial transversal systems available	• % availability of financial transversal systems	97%	98%	98%	98%
	• Mean time to resolve calls for transversal systems	6 Hours	6 Hours	6 Hours	6 Hours

8.4 Programme 4: Internal Audit

The main purpose of the programme is to promote good governance by providing Internal Audit services to provincial departments and Risk Advisory services to provincial departments and municipalities. This programme is not as per sector structure as it is a sub-programme of Programme 1 in the generic structure of provincial treasuries. The following services are rendered by the unit:

- Promote good governance through the provision of internal audit services and recommend internal control system improvement to departments.
- Promote and enhance a culture of good governance through effective risk management.

Tables 6.18 and 6.19 provide a summary of payments and budgeted estimates pertaining to Programme 4 over the seven-year period from 2022/23 to 2028/29.

Table 6.18 : Summary of payments and estimates by sub-programme: Internal Audit

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2022/23	2023/24	2024/25	Appropriation	Appropriation	Estimate	2026/27	2027/28	2028/29
				2025/26					
1. Programme Support	2 373	3 886	5 414	8 498	7 115	6 927	7 896	8 351	8 610
2. Assurance Services	77 757	71 359	66 644	78 299	83 099	81 431	84 355	86 024	88 680
3. Risk Management	19 849	24 514	21 985	25 918	24 418	23 790	28 264	27 694	28 528
Total	99 979	99 759	94 043	112 715	114 632	112 148	120 515	122 069	125 818

Table 6.19 : Summary of payments and estimates by economic classification: Internal Audit

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25	2025/26			2026/27	2027/28	2028/29
Current payments	98 745	97 826	91 896	111 548	113 841	111 475	117 095	121 611	125 346
Compensation of employees	71 740	75 333	72 526	103 492	95 526	90 761	107 535	112 921	116 423
Goods and services	27 005	22 493	19 370	8 056	18 315	20 712	9 560	8 690	8 923
Interest and rent on land	-	-	-	-	-	2	-	-	-
Transfers and subsidies to:	128	58	56	-	101	157	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	128	58	56	-	101	157	-	-	-
Payments for capital assets	1 016	1 839	2 091	1 167	690	516	3 420	458	472
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 016	1 839	2 091	1 167	690	516	3 420	458	472
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	90	36	-	-	-	-	-	-	-
Total	99 979	99 759	94 043	112 715	114 632	112 148	120 515	122 069	125 818

The sub-programme: Programme Support is responsible for providing strategic leadership support to the Internal Audit unit. The steady increase over the 2026/27 MTEF provides for the support staff and running costs of the office of the DDG: Internal Audit. The MTEF allocations also cater for the filling of a Personal Assistant post.

The sub-programme: Assurance Services shows a decrease from 2022/23 to 2024/25, mainly due to the high base in 2022/23 as a result of the once-off allocation from funds suspended from the department's budget in 2021/22, as mentioned. Also contributing to the decrease in 2023/24 and 2024/25 was low spending in relation to delays in filling vacant posts and staff exits. The high increase in the 2025/26 Main Appropriation was due to low spending in 2024/25 as a result of delays in filling vacant posts. The further increase in the 2025/26 Adjusted Appropriation was partly due to the once-off additional funding of R3.552 million allocated to this sub-programme from funds suspended from the 2024/25 budget, to cater for additional capacity required for the implementation of projects under the PFRP which were undertaken in 2025/26. Furthermore, the Adjusted Appropriation was increased through virements to cater for shortfalls against various projects under the PFRP including the DSD: Verification of NPOs, DOE: School municipal bills and expenditure management, DOT: Performance information, and DOH: Financial reporting processes, among others. This partly accounts for the low growth in 2026/27, as 2025/26 is a high base. The MTEF provides for various operational costs of the unit, provision for learners towards the CIA qualification fees, ongoing audits such as IT, financial and governance audits, provision for CARC members, as well as the audit of predetermined objectives of departments and municipalities. The MTEF also caters for the procurement of an audit system from funds suspended from the 2025/26 budget, as well as the filling of vacant posts such as Assistant Director: Financial Audits and two Internal Auditor posts, among others. The MTEF allocations were affected by the carry-through impact of historic budget cuts, as well as the 2026/27 MTEF budget cuts effected against this sub-programme.

The sub-programme: Risk Management shows a fluctuating trend over the seven-year period. The significant growth in 2026/27 is due to the once-off additional funding of R1.500 million allocated to this sub-programme from funds suspended in 2025/26, as well as the low 2025/26 Revised Estimate due to the projected year-end under-expenditure in relation to vacant posts. This mainly accounts for the negative growth in 2027/28. The growth in 2027/28 was also affected by the 2026/27 MTEF budget cuts effected against this sub-programme in 2027/28 and 2028/29. The growth in the outer year of the MTEF is inflationary. The MTEF allocations make provision for assessments, workshops and training on risk/governance management and internal audit capacity building within departments and municipalities. The allocations over the MTEF also cater for the filling of two Deputy Director: Risk Management Services posts.

Compensation of employees shows an increasing trend over the 2026/27 MTEF. There is high growth of 18.5 per cent in 2026/27, as well as growth of 5 per cent in 2027/28 and 3.1 per cent in 2028/29 largely in

line with inflation. The increase over the 2026/27 MTEF is sufficient to cater for the carry-through costs of the 2025 wage agreement, the filling of critical vacant posts, the 1.5 per cent pay progression, as well as the 2026 wage agreement and possible increases over the MTEF. The MTEF caters for the filling of critical vacant posts such as Assistant Director: Financial Audits, two Internal Auditor posts, and two Deputy Director: Risk Management Services posts, among others. The 2026/27 MTEF allocations are affected by historical budget cuts which led to some posts being frozen.

Goods and services shows negative growth from 2022/23 to 2024/25, and over the 2026/27 MTEF with lower than inflation growth in the outer year of the MTEF. The significant decrease in the 2025/26 Main Appropriation relates to the reprioritisation made by the department from agency and support services to *Compensation of employees* to fill posts in line with the approved organisational structure and thus reducing reliance on consultants. In the same year, the Adjusted Appropriation was significantly increased with funds moved from *Compensation of employees* due to delays in filling vacant posts to agency and support services to cater for shortfalls against various projects under the PFRP which were not budgeted for including the DSD: Verification of NPOs, DOE: School municipal bills and expenditure management, DOT: Performance information, and DOH: Financial reporting processes, among others. The significant decrease in 2026/27 is partly attributed to the high base in 2025/26, as well as the planned reduced reliance on consultants as the unit fills posts over the MTEF. The growth over the MTEF is affected by the budget cuts of R640 000 in 2027/28 and R695 000 in 2028/29 effected against this category. These cuts were implemented mainly against travel and subsistence, therefore travelling to clients will be reduced and the programme will adopt a hybrid approach to engagements with clients. The MTEF allocations relate to performance audits, fraud risk assessments, municipal financial capability assessments, capacity building workshops/ training on risk management and internal control, training and development programmes including learnerships and IT risk assessments on the BAS application system.

Transfers and subsidies to: Households caters mainly for staff exit costs.

Machinery and equipment is purchased on a cyclical basis, hence the fluctuating trend against this category. The significant growth in 2026/27 is mainly due to the once-off allocation of R3 million from funds suspended from the department’s budget in 2025/26, to cater for the procurement of the Internal Audit and Risk Management systems. The 2026/27 MTEF caters for the procurement of the above-mentioned systems, as well as equipment for new staff appointments.

Payments for financial assets pertains to the write-off of irrecoverable staff debts.

Service delivery measures: Internal Audit

Table 6.20 illustrates the main service delivery measures for Programme 4. The department largely follows the measures used in previous years, with some outputs and performance indicator descriptions having changed to ensure alignment with the department’s 2026/27 APP.

Table 6.20 : Service delivery measures: Internal Audit

Outputs	Performance indicators	Estimated performance				
		2025/26	2026/27	2027/28	2028/29	
1. Assurance Services						
1.1	Internal audit reviews conducted	• No. of internal audit reviews conducted	118	128	128	128
1.2	Oversight reports issued	• No. of oversight reports issued to MECs of provincial departments	56	56	56	56
2. Risk Management						
2.1	Risk assessments conducted	• No. of risk assessments conducted for municipalities	20	20	20	20
2.2	Internal audit function reviews conducted	• No. of internal audit function reviews conducted for municipalities	8	8	8	10
2.3	Risk register analysis Conducted	• No. of risk register analysis conducted for provincial departments	26	26	26	26

8.5 Programme 5: Municipal Finance Management

The main purpose of the programme is to provide oversight, technical support and guidance to delegated municipalities. This programme aligns to the generic structure for provincial treasuries. The following services are rendered by the unit:

- Promote optimal and sustainable municipal budgets, as well as promote optimal implementation of budgets by municipalities and reporting on related compliance.
- Assist, support and monitor municipalities with financial management and compliance with the GRAP and relevant legislation.
- Assist and provide technical support to delegated municipalities to promote sound financial management and sustainability.
- Assist and provide technical support to delegated municipalities on revenue and debt management.

Tables 6.21 and 6.22 illustrate the payments and budgeted estimates pertaining to Programme 5 over the seven-year period from 2022/23 to 2028/29.

Table 6.21 : Summary of payments and estimates by sub-programme: Municipal Finance Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
1. Programme Support	4 472	5 727	5 852	6 408	6 317	6 301	6 738	7 092	7 326
2. Municipal Budget	25 037	27 885	29 435	31 723	31 264	30 964	33 560	35 036	36 160
3. Municipal Accounting and Reporting	10 736	10 681	12 604	15 749	14 183	14 041	15 555	14 908	15 216
4. Municipal Support Programme	25 756	15 922	12 524	12 762	12 868	12 836	13 641	15 301	15 640
5. Municipal Revenue and Debt Management	7 138	8 375	6 407	7 694	7 304	7 125	8 100	8 328	8 795
Total	73 139	68 590	66 822	74 336	71 936	71 267	77 594	80 665	83 137

Table 6.22 : Summary of payments and estimates by economic classification: Municipal Finance Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	73 019	68 025	66 210	73 419	71 184	70 585	75 953	79 737	81 993
Compensation of employees	42 087	51 269	56 787	62 869	60 724	60 514	65 238	67 829	70 271
Goods and services	30 932	16 756	9 423	10 550	10 460	10 071	10 715	11 908	11 722
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	30	9	-	21	21	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	30	9	-	21	21	-	-	-
Payments for capital assets	120	535	603	917	731	661	1 641	928	1 144
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	120	535	603	917	731	661	1 641	928	1 144
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	73 139	68 590	66 822	74 336	71 936	71 267	77 594	80 665	83 137

The sub-programme: Programme Support is responsible for providing strategic leadership and administrative support to the Municipal Finance Management unit. The sub-programme caters for the Programme Manager, the Secretaries and Strategic Executive Support, as well as their running costs. The growth over the 2026/27 MTEF is largely inflationary.

The sub-programme: Municipal Budget reflects an increase from 2022/23 to 2024/25, and steady growth over the MTEF. The allocations over the 2026/27 MTEF cater for providing technical support to delegated municipalities. The allocation of this sub-programme is affected by historical budget cuts, as well as a portion of the 2026/27 MTEF budget cuts. The growth over the 2026/27 MTEF is largely inflationary. The 2026/27 MTEF makes provision for the monitoring of tabled and approved budgets and the preparation of quarterly MFMA Section 71(7) reports, among others.

The sub-programme: Municipal Accounting and Reporting shows a fluctuating trend over the 2026/27 MTEF. The decrease in 2027/28 is partly attributed to the 2026/27 MTEF budget cuts effected against the sub-programme. The MTEF allocation makes provision for assisting, supporting and monitoring municipalities with financial management and compliance with the annual reporting framework. This is achieved by promoting an understanding of accounting standards, monitoring compliance with reporting requirements, providing accounting services and support, implementing systems and processes to improve sound financial management, reviewing the quality of AFS, as well as monitoring, evaluating and reporting on municipal asset management. The allocation of this sub-programme is also affected by the carry-through impact of historic budget cuts.

The sub-programme: Municipal Support Programme shows steady growth over the 2026/27 MTEF, despite the impact of the 2026/27 MTEF budget cuts effected against this sub-programme. The MTEF allocations cater for the implementation of specialised projects through the provision of technical support to delegated municipalities.

The sub-programme: Municipal Revenue and Debt Management shows a fluctuating trend from 2022/23 to 2024/25, and steady growth over the 2026/27 MTEF. The budget over the MTEF caters for establishing and formulating support strategies to address weaknesses within the revenue and debt management processes of delegated municipalities.

Compensation of employees shows a largely increasing trend over the seven-year period, with a decrease in the 2025/26 Adjusted Appropriation and Revised Estimate as a result of savings from vacant posts. The category grows by 7.8 per cent in 2026/27, 4 per cent in 2027/28 and 3.6 per cent in 2028/29, despite the carry-through impact of the 2024/25 MTEF fiscal consolidation budget cuts effected against this category. The increase in 2026/27 is sufficient to cater for the carry-through costs of the 2025 wage agreement, the filling of vacant posts within the programme, the 1.5 per cent pay progression, as well as the 2026 wage agreement increases. The low growth in 2027/28 and 2028/29 will be reviewed in the next budget process.

Goods and services decreases from 2022/23 to 2024/25, mainly due to the once-off additional funding of R9.007 million allocated against this category in 2022/23 only, being a portion of the funds that were suspended from the department's budget in 2021/22. Furthermore, the programme has reduced reliance on consultants in line with progress made in filling posts. The growth over the MTEF is affected by the budget cuts of R420 000 in 2027/28 and R460 000 in 2028/29 effected against this category. These cuts were made mainly on items such as travel and subsistence and agency and support services, and thus may lead to reduced scope of service delivery interventions or support projects for municipalities and increased turnaround times for programme implementation. Also, traveling to clients will be reduced and the programme will implement a hybrid approach to engaging with clients. The low growth in 2028/29 will be reviewed in the next budget process.

Transfers and subsidies to: Households relates to staff exit costs and there is no provision over the 2026/27 MTEF as this category is difficult to budget for. This will be reviewed in-year.

Machinery and equipment is purchased on a cyclical basis, hence the fluctuating trend against this category. The 2026/27 MTEF allocation caters for the purchase of office equipment and tools of trade for new appointments, as well as the replacement and upgrading of existing equipment.

Service delivery measures: Municipal Finance Management

Table 6.23 reflects the main service delivery measures pertaining to Programme 5. The department largely follows the measures used in previous years, with some of the outputs and performance indicator descriptions having changed to ensure alignment with the department's 2026/27 APP.

Table 6.23 : Service delivery measures: Municipal Finance Management

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2025/26	2026/27	2027/28	2028/29
1. Municipal Budget					
1.1 Municipal budgets evaluated	<ul style="list-style-type: none"> No. of tabled budgets evaluated 	51	51	51	51
	<ul style="list-style-type: none"> No. of approved budgets evaluated 	51	51	51	51
1.2 Report on municipal budget performance	<ul style="list-style-type: none"> No. of Section 71(7) quarterly budget performance reports produced 	4	4	4	4

Table 6.23 : Service delivery measures: Municipal Finance Management

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2025/26	2026/27	2027/28	2028/29
2. Municipal Accounting and Reporting					
2.1 Financial statements reviewed	• No. of financial statements reviewed	7	7	7	7
2.2 Financial management support projects implemented at targeted municipalities	• No. of financial management support projects implemented	5	6	6	6
3. Municipal Support Programme					
3.1 Specialised projects implemented at targeted municipalities	• No. of specialised support projects implemented	7	7	7	7
4. Municipal Revenue and Debt Management					
4.1 Revenue and debt management projects implemented	• No. of revenue and debt management projects implemented	2	2	2	2

9. Other programme information

9.1 Personnel numbers and costs

Table 6.24 provides detail of the department's approved establishment and personnel numbers, per level and programme. The table also gives a breakdown of employees' dispensation classification.

The total personnel number for the department is 424 employees in 2025/26, and increases to 595 in 2026/27 as a result of the phased implementation of the newly approved organisational structure. The 113 additional posts indicated in Table 6.24 include 76 existing contract posts and 37 posts to be filled over the MTEF.

The budget includes provision for salaries for contract personnel that will be working on certain departmental projects, such as TAs working on IDMS, the Contract Management Project, etc.

Table 6.24 : Summary of departmental personnel numbers and costs by component

	Audited Outcome						Revised Estimate				Medium-term Estimates						Average annual growth over MTEF			
	2022/23		2023/24		2024/25		2025/26				2026/27		2027/28		2028/29		2025/26 - 2028/29			
	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Filled posts	Addit. posts	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. Nos. ¹	Costs	Pers. growth rate	Costs growth rate	% of Total	
R thousand																				
Salary level																				
1 – 7	166	46 136	166	44 733	131	43 369	76	60	136	44 758	148	50 042	146	52 368	146	53 991	2.4%	6.5%	10.9%	
8 – 10	189	85 071	189	90 699	139	83 926	162	12	174	112 165	198	129 669	198	137 154	198	142 488	4.4%	8.3%	28.2%	
11 – 12	154	98 874	154	119 172	133	127 218	121	12	133	142 789	146	159 341	146	168 107	146	173 658	3.2%	6.7%	34.8%	
13 – 16	72	80 215	72	88 504	73	98 540	51	14	65	95 443	67	105 165	67	111 104	67	114 550	1.0%	6.3%	23.1%	
Other	1	2 067	1	2 290	30	8 712	14	15	29	14 039	36	15 405	25	14 042	25	14 477	(4.8%)	1.0%	3.1%	
Total	582	312 363	582	345 398	506	361 765	424	113	537	409 194	595	459 622	582	482 775	582	499 164	2.7%	6.8%	100.0%	
Programme																				
1. Administration	204	91 438	204	102 347	180	98 983	131	51	182	111 622	215	126 061	212	132 866	212	137 642	5.2%	7.2%	27.5%	
2. Sustainable Resource Management	50	37 065	50	36 756	36	39 127	36	6	42	44 825	46	50 429	44	53 073	44	54 718	1.6%	6.9%	11.0%	
3. Financial Governance	133	70 033	133	79 693	124	94 342	100	32	132	101 472	144	110 359	143	116 086	143	120 110	2.7%	5.8%	24.3%	
4. Internal Audit	126	71 740	126	75 333	106	72 526	105	15	120	90 761	127	107 535	121	112 921	121	116 423	0.3%	8.7%	23.0%	
5. Municipal Finance Management	69	42 087	69	51 269	60	56 787	52	9	61	60 514	63	65 238	62	67 829	62	70 271	0.5%	5.1%	14.3%	
Total	582	312 363	582	345 398	506	361 765	424	113	537	409 194	595	459 622	582	482 775	582	499 164	2.7%	6.8%	100.0%	
Employee dispensation classification																				
Public Service Act appointees not covered by OSDs	581	310 296	581	343 108	475	350 763	409	98	507	393 888	557	442 162	555	466 612	555	482 500	3.1%	7.0%	96.5%	
Legal Professionals	-	-	-	-	1	2 290	1	-	1	1 267	2	2 055	2	2 121	2	2 187	26.0%	20.0%	0.4%	
Others such as interns, learnerships, etc	1	2 067	1	2 290	30	8 712	14	15	29	14 039	36	15 405	25	14 042	25	14 477	(4.8%)	1.0%	3.1%	
Total	582	312 363	582	345 398	506	361 765	424	113	537	409 194	595	459 622	582	482 775	582	499 164	2.7%	6.8%	100.0%	

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

Employees such as interns and in-service trainees employed by the department are provided for under Programme 1 and the SAICA trainee accountants are provided for under Programme 3. The number of personnel reflects a steady increase, and the budget shows steady growth from 2022/23 to 2028/29, with a decrease in 2024/25 due to staff exits. The budget allocation includes provision for the carry-through of the 2025 wage agreement, the filling of 37 critical vacant posts, the 1.5 per cent pay progression and the anticipated 2026 wage agreement, as well as possible wage increases over the MTEF period.

9.2 Training

Table 6.25 shows the department's actual spending and estimates on training per programme. The department complies largely with the Skills Development Act – i.e. it budgets for approximately 1 per cent of its salary expense going toward staff training.

Estimates of Provincial Revenue and Expenditure

The type of training is determined by requests from staff on their annual personal development plans, and includes, Microsoft Excel and Word courses, Ethics in the Public Service, Emotional Intelligence, Leadership and Public Speaking training, as well as the Leading Change Programme for Senior Managers, among others.

The budget for training aligns with the allocation under the *Training and development* item under *Goods and services* in *Annexure 6.B – Provincial Treasury*.

Table 6.25 : Information on training: Provincial Treasury

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Number of staff	582	582	506	537	537	537	595	582	582
Number of personnel trained	448	448	448	448	448	159	448	448	448
of which:									
Male	199	199	199	199	199	64	199	199	199
Female	249	249	249	249	249	95	249	249	249
Number of training opportunities	1 019	1 019	1 019	436	436	263	436	436	436
of which:									
Tertiary	46	46	46	47	47	37	47	47	47
Workshops	909	909	909	325	325	196	325	325	325
Seminars	64	64	64	64	64	30	64	64	64
Other	-	-	-	-	-	-	-	-	-
Number of bursaries offered	20	20	20	6	6	6	6	6	6
Number of interns appointed	25	25	25	25	25	39	25	25	25
Number of learnerships appointed	25	25	25	-	-	-	-	-	-
Number of days spent on training	462	462	462	462	462	37	462	462	462
Payments on training by programme									
1. Administration	379	904	320	670	1 077	1 528	854	887	904
2. Sustainable Resource Management	283	1 203	512	212	198	170	151	130	134
3. Financial Governance	161	277	318	684	750	660	511	448	443
4. Internal Audit	695	441	1 390	749	1 521	1 800	760	745	768
5. Municipal Finance Management	18	202	79	195	255	216	224	209	213
Total	1 536	3 027	2 619	2 510	3 801	4 374	2 500	2 419	2 462

ANNEXURE – VOTE 6: PROVINCIAL TREASURY

Table 6.A : Details of departmental receipts: Provincial Treasury

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2022/23	2023/24	2024/25	Appropriation	Appropriation	Estimate	2026/27	2027/28	2028/29
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	914	291	439	327	327	335	342	358	373
Sale of goods and services produced by department (excluding capital assets)	914	291	439	327	327	335	342	358	373
Sale by market establishments	117	141	138	123	123	146	129	135	141
Administrative fees	66	68	48	67	67	63	70	73	76
Other sales	731	82	253	137	137	126	143	150	156
<i>Of which</i>									
<i>Commission Insurance</i>	75	78	84	98	98	84	100	105	109
<i>Tender documents</i>	3	1	-	2	2	2	1	1	1
<i>Sale:Assets<R5000</i>	652	2	168	36	36	39	41	43	45
<i>Replacement lost office property</i>	1	1	1	1	1	1	1	1	1
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	-	-	-	-	-	-	-	-	-
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	342 569	542 617	318 290	340 000	340 000	328 474	357 000	374 900	391 021
Interest	342 569	542 617	318 290	340 000	340 000	328 474	357 000	374 900	391 021
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Sale of capital assets	1 723	12	639	161	161	148	168	176	184
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	1 723	12	639	161	161	148	168	176	184
Transactions in financial assets and liabilities	2 728	1 013	3 535	532	532	1 329	556	582	607
Total	347 934	543 933	322 903	341 020	341 020	330 286	358 066	376 016	392 185

Estimates of Provincial Revenue and Expenditure

Table 6.B : Payments and estimates by economic classification: Provincial Treasury

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2022/23	2023/24	2024/25	Appropriation	Appropriation	Estimate	2026/27	2027/28	2028/29
Current payments	594 246	634 146	618 261	698 469	695 420	695 301	727 711	754 982	778 501
Compensation of employees	312 363	345 398	361 765	439 855	417 699	409 194	459 622	482 775	499 164
Salaries and wages	279 465	307 231	320 823	389 345	368 853	361 244	405 255	426 434	441 107
Social contributions	32 898	38 167	40 942	50 510	48 846	47 950	54 367	56 341	58 057
Goods and services	281 871	288 748	256 493	258 480	277 585	285 969	267 945	272 057	279 182
Administrative fees	12 735	16 310	18 233	14 485	26 450	26 334	17 056	16 788	17 327
Advertising	4 382	3 277	1 257	3 558	2 013	1 346	3 561	2 077	2 329
Minor assets	346	405	368	653	551	388	343	342	390
Audit costs: External	6 002	6 156	5 824	4 420	6 024	6 423	5 011	5 532	5 321
Bursaries: Employees	364	1 147	388	725	725	725	507	503	519
Catering: Departmental activities	910	936	2 174	1 006	884	827	929	923	1 016
Communication (G&S)	1 175	1 810	4 362	3 215	4 297	4 209	4 594	4 705	4 873
Computer services	128 142	131 816	126 823	132 855	134 582	136 052	138 442	142 054	146 351
Cons & prof serv: Business and advisory services	8 781	6 777	7 484	5 435	6 448	7 348	7 023	6 364	6 561
Infrastructure and planning services	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	2 019	1 125	-	1 646	3 195	3 180	1 675	1 765	1 820
Science and technological services	-	-	3 128	-	-	-	-	-	-
Contractors	8 400	10 466	5 651	5 886	4 158	3 475	5 338	5 629	5 855
Agency and support/outourced services	55 363	40 576	19 218	12 762	25 825	35 927	12 169	12 552	12 289
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	2 395	3 293	2 534	2 083	2 359	2 304	2 758	2 780	2 863
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	586	-	225	300	301	302	524	528	338
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	248	298	3	805	505	305	677	1 032	466
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	114	248	393	-	286	281	125	100	103
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	996	2 457	181	1 021	865	738	1 195	1 343	1 175
Consumable supplies	793	1 136	2 739	1 904	885	772	2 742	2 188	2 250
Consumables: Stationery, printing and office supplies	1 776	1 711	1 421	2 441	1 984	1 765	1 965	2 042	2 097
Operating leases	17 701	23 249	22 690	26 433	21 616	21 169	24 616	25 479	26 269
Rental and hiring	-	18 142	-	-	-	-	-	-	-
Property payments	16 742	1 762	17 373	19 051	17 406	17 366	20 411	21 630	22 301
Transport provided: Departmental activity	105	10 196	2 006	1 090	971	771	1 118	1 169	1 804
Travel and subsistence	7 739	2 421	7 046	8 967	7 710	6 896	8 174	7 598	7 652
Training and development	1 536	3 027	2 619	2 510	3 801	4 374	2 500	2 419	2 462
Operating payments	2 504	7	2 280	3 015	2 645	2 284	2 361	2 354	2 430
Venues and facilities	17	-	73	2 214	1 099	408	2 141	2 161	2 321
Interest and rent on land	12	-	3	134	136	138	144	150	155
Interest	12	-	3	134	136	138	144	150	155
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	7 356	4 513	4 595	1 905	3 517	3 596	2 885	3 020	3 113
Provinces and municipalities	29	31	1 021	31	1 027	1 027	30	31	32
Provinces	29	31	21	31	27	27	30	31	32
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	29	31	21	31	27	27	30	31	32
Municipalities	-	-	1 000	-	1 000	1 000	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	1 000	-	1 000	1 000	-	-	-
Departmental agencies and accounts	-	-	-	3	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	3	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	343	43	48	-	3	3	3	3	3
Public corporations	295	3	3	-	3	3	3	3	3
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	295	3	3	-	3	3	3	3	3
Private enterprises	48	40	45	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	48	40	45	-	-	-	-	-	-
Non-profit institutions	1 361	1 506	1 117	625	596	596	1 503	1 623	1 673
Households	5 623	2 933	2 409	1 246	1 891	1 970	1 349	1 363	1 405
Social benefits	4 523	1 016	1 675	190	835	914	244	208	214
Other transfers to households	1 100	1 917	734	1 056	1 056	1 056	1 105	1 155	1 191
Payments for capital assets	11 044	14 161	9 466	9 816	12 014	12 054	25 475	10 772	10 744
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	11 044	14 079	9 466	9 816	12 014	12 054	25 475	10 772	10 744
Transport equipment	1 324	-	-	1 200	2 050	2 050	1 300	1 359	1 237
Other machinery and equipment	9 720	14 079	9 466	8 616	9 964	10 004	24 175	9 413	9 507
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	82	-	-	-	-	-	-	-
Payments for financial assets	156	170	1 981	-	27	27	-	-	-
Total	612 802	652 990	634 303	710 190	710 978	710 978	756 071	768 774	792 358

Table 6.C: Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2022/23	2023/24	2024/25	Appropriation	Appropriation	Estimate	2026/27	2027/28	2028/29
Current payments	179 462	208 077	191 708	221 245	210 248	213 579	227 763	237 919	245 602
Compensation of employees	91 438	102 347	98 983	120 698	113 992	111 622	126 061	132 866	137 642
Salaries and wages	80 612	90 192	86 064	104 474	99 118	97 085	109 748	115 800	120 047
Social contributions	10 826	12 155	12 919	16 224	14 874	14 537	16 313	17 066	17 595
Goods and services	88 012	105 730	92 722	100 547	96 254	101 955	101 698	105 049	107 956
Administrative fees	225	425	183	283	184	113	182	237	295
Advertising	3 796	2 895	1 207	3 504	1 934	1 267	3 498	2 016	2 266
Minor assets	83	212	149	348	349	315	247	245	291
Audit costs: External	6 002	6 156	5 824	4 420	6 024	6 423	5 011	5 532	5 321
Bursaries: Employees	364	1 147	388	725	725	725	507	503	519
Catering: Departmental activities	408	689	1 964	857	716	707	842	870	962
Communication (G&S)	956	1 368	2 377	1 799	2 084	2 021	2 397	2 534	2 666
Computer services	20 037	21 859	19 677	18 981	20 025	19 655	19 702	20 714	21 356
Cons. & prof serv: Business and advisory services	231	159	526	633	281	282	380	385	397
Infrastructure and planning services	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	1 904	1 125	-	1 646	3 195	3 180	1 675	1 765	1 820
Science and technological services	-	-	3 128	-	-	-	-	-	-
Contractors	8 352	10 354	5 628	5 871	4 148	3 467	5 321	5 611	5 836
Agency and support/outourced services	916	277	461	820	4 669	13 797	993	656	676
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	2 395	3 293	2 534	2 083	2 359	2 304	2 758	2 780	2 863
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	586	-	225	300	301	302	524	528	338
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	248	298	3	805	505	305	677	1 032	466
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	114	248	393	-	286	281	125	100	103
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medasas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	996	2 457	181	1 021	865	738	1 195	1 343	1 175
Consumable supplies	562	990	704	889	714	602	952	1 012	1 050
Consumables: Stationery, printing and office supplies	1 371	1 071	1 069	1 572	1 281	1 098	1 341	1 413	1 459
Operating leases	17 701	23 249	22 690	26 433	21 616	21 169	24 616	25 479	26 269
Rental and hiring	-	18 142	-	-	-	-	-	-	-
Property payments	16 742	1 762	17 373	19 051	17 401	17 361	20 411	21 630	22 301
Transport provided: Departmental activity	105	6 182	2 006	1 090	971	771	1 118	1 169	1 804
Travel and subsistence	2 468	461	3 238	3 770	2 914	2 696	3 569	3 744	3 784
Training and development	379	904	320	670	1 077	1 528	854	887	904
Operating payments	1 054	7	401	778	531	440	662	703	714
Venues and facilities	17	-	73	2 198	1 099	408	2 141	2 161	2 321
Interest and rent on land	12	-	3	-	2	2	4	4	4
Interest	12	-	3	-	2	2	4	4	4
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	6 049	3 911	3 569	1 749	3 143	3 162	2 677	2 850	2 938
Provinces and municipalities	29	31	1 021	31	1 027	1 027	30	31	32
Provinces	29	31	21	31	27	27	30	31	32
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	29	31	21	31	27	27	30	31	32
Municipalities	-	-	1 000	-	1 000	1 000	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	1 000	-	1 000	1 000	-	-	-
Departmental agencies and accounts	-	-	-	3	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	3	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	343	43	48	-	3	3	3	3	3
Public corporations	295	3	3	-	3	3	3	3	3
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	295	3	3	-	3	3	3	3	3
Private enterprises	48	40	45	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	48	40	45	-	-	-	-	-	-
Non-profit institutions	1 361	1 479	1 117	625	596	596	1 503	1 623	1 673
Households	4 316	2 358	1 383	1 090	1 517	1 536	1 141	1 193	1 230
Social benefits	3 216	441	663	34	461	480	36	38	39
Other transfers to households	1 100	1 917	720	1 056	1 056	1 056	1 105	1 155	1 191
Payments for capital assets	7 102	9 106	4 675	5 699	8 701	9 126	18 374	7 506	7 353
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	7 102	9 024	4 675	5 699	8 701	9 126	18 374	7 506	7 353
Transport equipment	1 324	-	-	1 200	2 050	2 050	1 300	1 359	1 237
Other machinery and equipment	5 778	9 024	4 675	4 499	6 651	7 076	17 074	6 147	6 116
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	82	-	-	-	-	-	-	-
Payments for financial assets	62	73	1 180	-	21	21	-	-	-
Total	192 675	221 167	201 132	228 693	222 113	225 888	248 814	248 275	255 893

Estimates of Provincial Revenue and Expenditure

Table 6.D : Payments and estimates by economic classification: Sustainable Resource Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	44 860	49 846	43 314	52 690	50 026	49 833	54 851	57 037	58 803
Compensation of employees	37 065	36 756	39 127	47 874	44 991	44 825	50 429	53 073	54 718
Salaries and wages	33 629	33 173	35 438	42 774	40 605	40 591	45 141	47 474	48 946
Social contributions	3 436	3 583	3 689	5 100	4 386	4 234	5 288	5 599	5 772
Goods and services	7 795	13 090	4 187	4 816	5 035	5 008	4 422	3 964	4 085
Administrative fees	13	12	9	35	21	20	36	37	38
Advertising	64	131	-	-	-	-	-	-	-
Minor assets	34	38	10	35	19	13	29	37	38
Audit costs: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	4	25	37	26	35	35	-	-	-
Communication (G&S)	39	92	297	70	307	305	310	299	308
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning services	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Science and technological services	-	-	-	-	-	-	-	-	-
Contractors	-	-	4	-	1	-	-	-	-
Agency and support/outourced services	6 194	11 120	1 897	2 743	3 068	3 062	2 471	2 018	2 079
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt 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	32	30	60	45	20	23	78	81	68
Consumables: Stationery, printing and office supplies	117	114	36	154	70	61	112	118	155
Operating leases	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	253	-	-	-	-	-	-	-
Travel and subsistence	418	72	317	420	274	308	405	425	439
Training and development	283	1 203	512	212	198	170	151	130	134
Operating payments	597	-	1 008	1 076	1 022	1 011	830	819	826
Venues and facilities	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	94	27	45	-	2	6	-	-	-
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	94	27	45	-	2	6	-	-	-
Social benefits	94	27	33	-	2	6	-	-	-
Other transfers to households	-	-	12	-	-	-	-	-	-
Payments for capital assets	682	526	635	580	407	384	431	426	470
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	682	526	635	580	407	384	431	426	470
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	682	526	635	580	407	384	431	426	470
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	45 636	50 399	43 994	53 270	50 435	50 223	55 282	57 463	59 273

Table 6.E : Payments and estimates by economic classification: Financial Governance

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2026/27	2027/28	2028/29
Current payments	198 160	210 372	225 133	239 567	250 121	249 829	252 049	258 678	266 757
Compensation of employees	70 033	79 693	94 342	104 922	102 466	101 472	110 359	116 086	120 110
Salaries and wages	61 826	69 551	82 852	92 738	89 573	88 744	96 529	101 534	105 177
Social contributions	8 207	10 142	11 490	12 184	12 893	12 728	13 830	14 552	14 933
Goods and services	128 127	130 679	130 791	134 511	147 521	148 223	141 550	142 446	146 496
Administrative fees	12 400	15 799	17 977	14 055	26 114	26 108	16 768	16 439	16 906
Advertising	369	94	37	54	66	66	63	46	47
Minor assets	195	81	196	180	102	16	37	50	51
Audit costs: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	413	199	86	16	23	21	47	8	8
Communication (G&S)	23	160	766	678	830	839	771	725	657
Computer services	107 338	109 659	105 745	113 005	114 557	115 469	117 688	120 241	123 862
Cons. & prof serv: Business and advisory services	3 772	2 519	1 861	2 157	2 427	2 426	1 752	1 319	1 360
Infrastructure and planning services	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	115	-	-	-	-	-	-	-	-
Science and technological services	-	-	-	-	-	-	-	-	-
Contractors	10	34	15	15	9	8	17	18	19
Agency and support/outourced services	730	69	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt 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	154	77	1 796	924	93	98	1 683	1 065	1 098
Consumables: Stationery, printing and office supplies	185	216	203	288	288	264	251	232	237
Operating leases	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	5	5	-	-	-
Transport provided: Departmental activity	-	1 257	-	-	-	-	-	-	-
Travel and subsistence	2 017	238	1 482	2 120	2 032	2 019	1 702	1 600	1 518
Training and development	161	277	318	684	750	660	511	448	443
Operating payments	245	-	309	319	225	224	260	255	290
Venues and facilities	-	-	-	16	-	-	-	-	-
Interest and rent on land	-	-	-	134	134	134	140	146	151
Interest	-	-	-	134	134	134	140	146	151
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	1 085	487	916	156	250	250	208	170	175
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	-	27	-	-	-	-	-	-	-
Households	1 085	460	916	156	250	250	208	170	175
Social benefits	1 085	460	914	156	250	250	208	170	175
Other transfers to households	-	-	2	-	-	-	-	-	-
Payments for capital assets	2 124	2 155	1 462	1 453	1 485	1 367	1 609	1 454	1 305
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 124	2 155	1 462	1 453	1 485	1 367	1 609	1 454	1 305
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	2 124	2 155	1 462	1 453	1 485	1 367	1 609	1 454	1 305
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	4	61	801	-	6	6	-	-	-
Total	201 373	213 075	228 312	241 176	251 862	251 452	253 866	260 302	268 237

Estimates of Provincial Revenue and Expenditure

Table 6.F : Payments and estimates by economic classification: Internal Audit

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2025/26	2026/27	2027/28
Current payments	98 745	97 826	91 896	111 548	113 841	111 475	117 095	121 611	125 346
Compensation of employees	71 740	75 333	72 526	103 492	95 526	90 761	107 535	112 921	116 423
Salaries and wages	65 004	68 315	65 483	92 927	85 076	80 533	95 378	100 936	104 066
Social contributions	6 736	7 018	7 043	10 565	10 450	10 228	12 157	11 985	12 357
Goods and services	27 005	22 493	19 370	8 056	18 315	20 712	9 560	8 690	8 923
Administrative fees	63	54	46	86	119	81	53	58	59
Advertising	153	157	-	-	-	-	-	-	-
Minor assets	34	4	7	90	81	44	30	10	10
Audit costs: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	21	22	40	107	102	56	40	45	46
Communication (G&S)	80	51	487	98	533	497	538	567	585
Computer services	767	298	1 401	869	-	928	1 052	1 099	1 133
Cons. & prof serv: Business and advisory services	4 778	4 099	5 097	2 645	3 740	4 640	4 891	4 660	4 804
Infrastructure and planning services	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Science and technological services	-	-	-	-	-	-	-	-	-
Contractors	-	42	4	-	-	-	-	-	-
Agency and support/outourced services	18 206	13 798	8 958	739	9 870	10 924	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt 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	-	-	-	-	-	-	-	-	-
Medas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	37	23	148	34	46	36	21	22	22
Consumables: Stationery, printing and office supplies	42	43	53	176	170	134	51	55	57
Operating leases	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	1 888	-	-	-	-	-	-	-
Travel and subsistence	1 765	1 573	1 374	1 944	1 463	1 161	1 726	1 072	1 071
Training and development	695	441	1 390	749	1 521	1 800	760	745	768
Operating payments	364	-	365	519	670	411	398	357	368
Venues and facilities	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	2	-	-	-
Interest	-	-	-	-	-	2	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	128	58	56	-	101	157	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
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	128	58	56	-	101	157	-	-	-
Social benefits	128	58	56	-	101	157	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	1 016	1 839	2 091	1 167	690	516	3 420	458	472
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	1 016	1 839	2 091	1 167	690	516	3 420	458	472
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	1 016	1 839	2 091	1 167	690	516	3 420	458	472
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	90	36	-	-	-	-	-	-	-
Total	99 979	99 759	94 043	112 715	114 632	112 148	120 515	122 069	125 818

Table 6.G : Payments and estimates by economic classification: Municipal Finance Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2025/26	Revised Estimate	Medium-term Estimates		
	2022/23	2023/24	2024/25				2026/27	2027/28	2028/29
Current payments	73 019	68 025	66 210	73 419	71 184	70 585	75 953	79 737	81 993
Compensation of employees	42 087	51 269	56 787	62 869	60 724	60 514	65 238	67 829	70 271
Salaries and wages	38 394	46 000	50 986	56 432	54 481	54 291	58 459	60 690	62 871
Social contributions	3 693	5 269	5 801	6 437	6 243	6 223	6 779	7 139	7 400
Goods and services	30 932	16 756	9 423	10 550	10 460	10 071	10 715	11 908	11 722
Administrative fees	34	20	18	26	12	12	17	17	29
Advertising	-	-	13	-	13	13	-	15	16
Minor assets	-	70	6	-	-	-	-	-	-
Audit costs: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	64	1	47	-	8	8	-	-	-
Communication (G&S)	77	139	435	570	543	547	568	580	657
Computer services	-	-	-	-	-	-	-	-	-
Cons. & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning services	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Science and technological services	-	-	-	-	-	-	-	-	-
Contractors	38	36	-	-	-	-	-	-	-
Agency and support/outsource services	29 317	15 312	7 902	8 460	8 218	8 144	8 705	9 878	9 534
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt 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	8	16	31	12	12	13	8	8	12
Consumables: Stationery, printing and office supplies	61	267	60	251	175	208	210	224	189
Operating leases	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	616	-	-	-	-	-	-	-
Travel and subsistence	1 071	77	635	713	1 027	712	772	757	840
Training and development	18	202	79	195	255	216	224	209	213
Operating payments	244	-	197	323	197	198	211	220	232
Venues and facilities	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	30	9	-	21	21	-	-	-
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	-	30	9	-	21	21	-	-	-
Social benefits	-	30	9	-	21	21	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	120	535	603	917	731	661	1 641	928	1 144
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	120	535	603	917	731	661	1 641	928	1 144
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	120	535	603	917	731	661	1 641	928	1 144
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	73 139	68 590	66 822	74 336	71 936	71 267	77 594	80 665	83 137

