

Free State Provincial Treasury

To be appropriated by Vote in 2019/20	R367 624 000
Responsible MEC	MEC of Finance
Administrating Department	Free State Provincial Treasury
Accounting Officer	Head of Department: Free State Provincial Treasury

1. Overview

Provincial Treasury derives its mandate, core functions and responsibilities from the Public Finance Management Act, (Act 1 of 1999), as amended and Municipal Finance Management Act (Act 56 of 2003).

1.1 Vision

You partner in financial resource management excellence, for a better life for all in the Free State Province.

1.2 Mission

To promote sound financial resource management for improved service delivery in the Free State Province.

1.3 Core function and responsibilities

The Department provides support and oversight to all departments, public entities and municipalities in terms of the PFMA and MFMA.

The Sustainable Resource Management programme, amongst other responsible for preparation and implementation of the provincial budget and enhancement of provincial own revenue.

The Financial Governance programme plays a key role in improving the quality and integrity of financial accounting and reporting of provincial departments and public entities.

1.4 Main Services

- Provision of leadership, strategic management in accordance with legislation, regulations and policies as well as to ensure that there is appropriate support service to all other programmes;
- Provision of professional advice and support on provincial economic analysis, fiscal policy, and the management of the annual budget process and the implementation of provincial budgets;
- Provision of policy direction, facilitate the effective and efficient management of assets, liabilities and financial management systems;
- Promotion of accountability through substantive reflection of financial activities of the province as well as compliance with financial norms and standards;
- Provincial Treasury's mandate is broad; hence there was a need to revise Departmental organogram to commensurate with its mandate;

- Municipal Finance Management: This chief Directorate consists of seven (four district and 3 sub-directorates: viz, Program Support, Thabo Mofutsanyane, Fezile Dabi, Lejweleputswa, Xhariep Districts, Municipal Risk Management and Internal Audit and Municipal SCM and Compliance.

1.5 Acts, rules and regulations

The following acts, rules and regulations are considered by the department:

- Constitution Act No. 200 of 1993
- Public Finance Management Act No. 1 of 1999 (as amended)
- Treasury Regulations, May 2005
- Employment Equity Act of 1998
- Public Service Act of 1994
- Public Service Regulations, 2001
- Public Service Coordinating Bargaining Council Collective Agreement
- SITA Act of 1999
- SITA Regulations of 1999
- Archives act of 1962
- Protection of Information Act, Act 84 of 1982
- Access to Information Act of 1998 (as amended)
- Minimum Information Security Standard (MISS)
- Annual Division of Revenue Act
- Municipal Finance Management Act number 56 of 2003
- Municipal Supply chain Regulations of 2005
- Municipal Investment Regulations of 2005
- Municipal PPP Regulations of 2005
- Preferential Procurement Policy Act No. 5 of 2000
- SCM Regulations of 2004
- Borrowing Powers of Provincial Government Act
- Provincial Tax Act
- Promotion of Administrative Justice (PAJA) Act 3 of 2000
- Labour Relations Act 66 of 1995

1.6 Activities and events relevant to budget decisions

The budget is affected by external events such as, women's day, youth day, heritage day celebrations, employment of additional contract workers and claims from other departments for shared events.

1.7 Aligning departmental budgets to achieve government's prescribed outcomes

The Provincial Treasury contributes to outcome 5, outcome 9 and outcome 12. Some of the outputs from these outcomes will be incorporated into the 2018- 2019 Annual Performance plan.

2. Review of the current financial year (2018/19)

The narrowing fiscal space will make it increasingly challenging to improve efficiencies for the period under review. Effective supply chain management is key to the achievement of cost effectiveness and value for money. The implementation of cost containment measures continues to be monitored on a regular basis and to limit the growth of spending on non-core items. Through rigorous, consultative budget processes we have been able to further reduce the budget

for cost containment items for the 2018/19 financial year. One of the strategies is the use of transversal contracts to capitalise on economies of scale.

The Assets and Liability Management programme continue to play an important role in facilitating this process and ensuring effective contract management. The programme is also exploring ways to improve asset management in the province. The programme continue to assist departments and prospective suppliers with the use of the Central Supplier Database, this is done through training sessions with departments and entities and district road shows.

The MFM programme strives to improve financial accountability in the local sphere of government in order to improve financial governance and audit outcomes. The programme implemented a new organisational structure, moving from a functionally based approach to a more integrated, district-based approach, which not only monitors but provides “hands on” technical support to struggling municipalities. Without compromising the integrity or independence of the audit process, a Provincial Audit Intervention Committee has been established to deal with the broader coordination of the provincial and municipal audit process and to intervene where audits do not progress within the envisaged time frames.

The Financial Governance programme plays a key role in improving the quality and integrity of financial accounting and reporting of provincial departments and public entities. The Programme assesses and monitors the compliance to laws and regulations by means of monthly and quarterly Key Control Matrix (KCMs).

The programme is also responsible for promoting and improving risk management and internal audit practices in the province and on a quarterly basis assess compliance of departments and entities with a set of key performance indicators. The Department will continue with its monitoring and capacity building activities to support all departments and entities to improve compliance.

3. Outlook for the coming financial year (2019/20)

The main challenges facing the Free State Provincial Treasury are retaining its own internal efficiencies and positioning it to respond appropriately to the increasing demands of provincial departments and the local government sector. The Department further continues in building capacity in provincial departments, public entities and municipalities as well as inter-departmental collaboration on issues of interventions and general support.

The department is in the process of reviewing the organizational structure to ensure the structure is aligned to the generic structure for treasuries and respond to the revised strategic goals and objectives. New critical components are being created to improve the department’s capability to effectively and efficiently provide oversight, capacity building and support to provincial departments, public entities and municipalities.

Amongst the anticipated changes is the creation of specific units to deal with Municipal finance management Intergovernmental Relations, provincial fraud management, forensic auditing, compensation management and supply chain management. The creation of these units aim to address some of the department’s weaknesses which include a lack of capacity to effectively roll-out and monitor fraud management and anti-corruption programmes in the departments.

There is also a need to intensified, hands-on support to particularly municipalities, within the current financial year constraints, requires that more integrated approach has to be followed to ensure that current capacity and resources are optimally utilized.

4. Reprioritisation

Reprioritised baseline funding for the 2019-20 financial year concludes that approximately 53.7 percent of the additional funding required is for compensation of employees. This includes funding for vacant and contract officials, progression rates calculated for the entire establishment including vacant posts. 46.3 percent for other pressures such as replacement of computer equipment, travelling and subsistence, training, old servers, maintenance and repair of server infrastructure, professional services for upgrade and configuration of new servers and applications, payment of software licenses and provincial research project.

5. Procurement Plan

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

6. Receipts and financing

6.1 Summary of Receipts

Table 4.1: Summary of Receipts

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Equitable share	250 440	292 256	268 733	295 745	298 119	295 745	333 845	306 954	353 236
Conditional grants									
Earmarked Funds									
REA: Ex-employee debt	1 630	62	107						
Municipal Support Programme		30 000	28 800	40 000	40 500	40 000	43 642	34 889	35 058
Provincial Supplier Database	26 309	22 663	4 161						
Transversal Contracts		16 596	22 181	9 996	12 496	9 996	12 960	12 960	12 960
SITA (Internal Audit Tool)			1 000						
Provincial Support Programme		2 712	5 000	11 600	9 500	11 600	5 000	5 000	5 000
Team Mate(Internal Audit& Risk Man Software)				1 000	1 100	1 000			
AGSA (PAG)				5 000	5 000	5 000			
Municipal Support Programme (National Treasury section 139 intervention)							9 642	9 889	10 333
Departmental receipts	17 733	24 108	59 157	52 087	52 087	52 087	33 779	65 739	35 739
Total receipts	268 173	316 364	327 890	347 832	350 206	347 832	367 624	372 693	388 975

Table 4.2 : Summary of departmental receipts collection

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Tax receipts									
Casino taxes									
Motor vehicle licences									
Sales of goods and services other than capital assets	119	134	154	134	134	134	141	149	149
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	17 851	23 745	16 011	11 474	8 474	8 474	12 116	12 782	12 782
Sales of capital assets					3	3			
Transactions in financial assets and liabilities	87	229	126	134	134	134	141	149	149
Total departmental receipts	18 057	24 108	16 291	11 742	8 745	8 745	12 398	13 080	13 080

6.2 Departmental receipts collection

The Free State Provincial Treasury is the custodian for investments in the province and generates income by means of investing allocated funding available in the revenue fund. Due to improved spending of the provincial departments in the last few years the interest generated decreased, but with the implementation of cost containment measures and closely monitoring of the spending within departments the interest to be generated was increased again.

The department only generate small income with the selling of scrap paper or assets owned by the department.

6.3 Donor funding

Table 4.3: Summary of Departmental Donor funding: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Gender Based Budgeting Research (Belgian Development Agency)					2 000	2 000			
Total payments and estimates					2 000	2 000			

7. Payment summary

7.1 Key assumptions

Approximately 53.7 percent of the Free State Provincial Treasury budget is allocated towards the payment of compensation of employees.

The department implemented a calculation on the following basis as outlined in the guideline relating to the compensation of employees over the Medium Term Expenditure Framework:

2019/20	2020/21	2021/22
CPI plus 1 per cent 6.4 per cent	CPI plus 1 per cent 6.6 per cent	CPI plus 1 per cent 6.4 per cent

Progression rates of 1.5 percent will be calculated for pay progression and 2 percent notch increment for all officials.

7.2 Programme summary

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
1. Administration	90 186	90 073	92 926	113 941	110 477	110 836	116 205	122 214	127 416
2. Sustainable Resource Management	32 540	41 614	40 180	43 470	46 642	46 290	49 826	51 762	54 607
3. Asset And Liabilities Management	102 245	98 391	85 372	72 677	74 415	77 337	87 520	88 995	93 226
4. Financial Governance	19 974	21 807	26 623	41 926	42 328	42 181	30 682	32 357	33 859
5. Municipal Finance Management	55 228	64 479	60 948	75 818	76 344	73 562	83 391	77 365	79 867
Total payments and estimates	300 173	316 364	306 049	347 832	350 206	350 206	367 624	372 693	388 975

7.3 Summary of economic classification

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	276 630	263 327	266 668	312 298	305 270	306 608	330 459	344 612	361 000
Compensation of employees	170 553	185 702	192 611	214 037	215 594	215 594	236 936	253 382	265 748
Goods and services	105 298	74 894	74 057	98 261	89 676	91 014	93 523	91 230	95 252
Interest and rent on land	779	2 731							
Transfers and subsidies to:	19 462	25 793	28 592	33 369	42 099	39 594	34 389	25 409	25 156
Provinces and municipalities	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Departmental agencies and accounts									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	622	343	792	369	2 099	2 094	389	409	431
Payments for capital assets	4 067	27 242	10 778	2 165	2 837	4 000	2 776	2 672	2 819
Buildings and other fixed structures	29	60	73						
Machinery and equipment	4 038	4 918	6 544	2 165	2 837	4 000	2 776	2 672	2 819
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets		22 264	4 161						
Payments for financial assets	14	2	11			4			
Total economic classification	300 173	316 364	306 049	347 832	350 206	350 206	367 624	372 693	388 975

Compensation of Employees includes permanent, vacant and temporary officials. Assets mainly consist of finance leases relating the leases of photocopy machines, cellular phone and USB contracts. Transfers and subsidies includes injury on duty, leave gratuity and donations and gifts stemming from the outreach projects within the Office of the MEC and the main portion is relating to assistance to municipalities, via the Municipal Support Programme. Other expenditure includes normal administrative costs for training and the largest expenditure for the department is the transversal systems and transversal commitments within programme 3.

7.4 Infrastructure Payments

Not applicable

7.5 Conditional Grants

Not applicable

7.6 Payment for Non-infrastructure projects

Not applicable

7.7 Payment of priorities

The payment of departmental priorities includes transversal systems (SITA), Audit Fees, bursaries, training and development and finance leases. Earmarked funded priorities includes transversal commitments, software for internal audit, provincial intervention, infrastructure capacity building and the municipal support programme.

Table 4.6: Earmarked funding: Provincial Treasury

Project description	Outcome			main appropriation	Adjusted Appropriation	Revised Estimates	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
R thousand									
Programme 1	1 630	62	107						
Revenue Enhancement Allocation	1 630	62	107						
Programme 2							5 000	5 000	5 000
Infrastructure Development Improvement							5 000	5 000	5 000
Programme 3	26 309	39 259	26 342	9 996	12 496	9 996	15 960	12 960	12 960
Transversal commitment		16 596	22 181	9 996	12 496	9 996	12 960	12 960	12 960
Supply Chain Management Compliance							3 000		
Provincial Supplier Database	26 309	22 663	4 161						
Programme 4		2 712	5 000	17 600	15 600	17 600	5 000	5 000	5 000
SITA (software for internal audit)				1 000	1 100	1 000			
Financial intervention measures		2 712	5 000	11 600	9 500	11 600	5 000	5 000	5 000
AGSA				5 000	5 000	5 000			
Programme 5	23 787	31 137	28 647	40 000	40 500	40 000	43 642	34 889	35 058
Municipal Support Programme	23 787	31 137	28 647	40 000	40 500	40 000	43 642	34 889	35 058
TOTAL	51 726	73 170	60 096	67 596	68 596	67 596	69 602	57 849	58 018

7.8 Departmental Public Private Partnerships (PPP) projects

Not applicable.

7.9 Transfers

Transfers to public entities

Not applicable.

7.9.2 Transfers to other entities

Not applicable.

7.9.3 Transfers to local government

In terms of section 5(3) of the Municipal Finance Management Act (MFMA), 2003, Provincial Treasury has the responsibility to “assist the National Treasury in enforcing compliance with measures established in terms of section 216(1) of the Constitution, including those established in terms of this Act.” Section 216 (1) of the Constitution imposes a responsibility on National Treasury to introduce Generally, Recognised Accounting Practice in each sphere of government.

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Category A									
Category B	18 840	24 750	27 800	32 000	36 500	36 500	28 000	20 000	21 100
Category C				1 000	3 500	1 000		5 000	3 625
Unallocated							6 000		
Total departmental transfers	18 840	24 750	27 800	33 000	40 000	37 500	34 000	25 000	24 725

An amount of R34 million has been earmarked for the MSP for the 2019/20 financial year's budget.

The objectives of the MSP are summarized as follows:

- MSP projects to give technical support to Municipalities with GRAP compliant Asset register and Annual Financial Statements, as well as on-site support. These are to be funded internal Supply Chain Management and direct gazetting processes of Provincial Treasury, and
- Revenue enhancement and asset maintenance through the allocation to fund acquisition of meters and bio-remediation projects in various municipalities.

8. Receipts and retentions

Not applicable.

9. Programme description

Programme 1: Administration

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

Description and objectives

- To provide support to MEC / HOD
- To facilitate towards a skilled, competent and responsive workforce for the Department
- To ensure that allocated funds are planned, managed and spent effectively
- To procure and maintain quality goods and services
- To ensure compliance with practices, norms and standards, independent assessment of the adequacy and effectiveness of internal controls and risk management
- To promote effective corporate communication
- To promote sound stakeholder relations

Table 4.8: Summary of payments and estimates by sub-programme: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
1. Office Of The Mec	6 057	6 013	6 256	7 493	7 185	7 032	8 054	8 457	8 922
2. Management Services	14 836	14 317	13 732	13 836	13 404	13 905	17 113	15 448	16 297
3. Corporate Services	24 402	26 681	24 976	34 308	33 972	33 450	37 482	38 797	41 619
4. Financial Management (Office Of The Cfo)	40 585	38 656	42 981	53 046	50 147	50 813	47 441	51 715	52 353
5. Internal Audit (Departmental)	4 306	4 406	4 981	5 258	5 769	5 636	6 115	7 797	8 225
Total payments and estimates	90 186	90 073	92 926	113 941	110 477	110 836	116 205	122 214	127 416

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	86 285	86 416	88 025	111 547	107 014	106 285	113 204	119 173	124 208
Compensation of employees	61 016	62 853	66 966	79 251	77 235	77 234	83 958	92 865	96 454
Goods and services	25 269	23 563	21 059	32 296	29 779	29 051	29 246	26 308	27 754
Interest and rent on land									
Transfers and subsidies to:	494	277	326	369	849	849	389	409	431
Provinces and municipalities									
Non-profit institutions									
Households	494	277	326	369	849	849	389	409	431
Payments for capital assets	3 399	3 379	4 571	2 025	2 614	3 698	2 612	2 632	2 777
Buildings and other fixed structures	29		73						
Machinery and equipment	3 370	3 379	4 498	2 025	2 614	3 698	2 612	2 632	2 777
Software and other intangible assets									
Payments for financial assets	8	1	4			4			
Total economic classification	90 186	90 073	92 926	113 941	110 477	110 836	116 205	122 214	127 416

Programme 2: Sustainable Resource Management

The role of this programme is to provide professional advice and support on provincial economic analysis, fiscal policy, and the management of the annual budget process and the implementation of provincial budgets. The programme consists of five operational sub-programmes: Economic Analysis, Fiscal Policy, Budget Management, Public Finance and Compensation Directorate.

Description and objectives

- To influence policy development and implementation in line with fiscal framework
- To provide policy advice for development and planning through research
- To provide fiscal policy implementation support
- To allocate financial resources in line with government priorities
- To monitor financial and non-financial performance of provincial government
- Effective management of the provincial revenue fund

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
1. Programme Support	3 175	651	1 666	1 351	1 776	1 726	1 975	1 733	1 828
2. Economic Analysis	6 273	6 692	6 887	7 821	7 790	7 812	7 754	8 748	9 229
3. Fiscal Policy	6 106	7 029	6 695	7 783	7 845	7 805	8 103	8 765	9 247
4. Budget Management	9 411	11 269	11 691	11 900	12 699	12 660	12 589	13 132	13 855
5. Public Finance	7 575	15 799	12 595	13 855	15 427	15 261	18 489	18 141	19 138
6. Compensation Directorate		174	646	760	1 105	1 026	916	1 243	1 310
Total payments and estimates	32 540	41 614	40 180	43 470	46 642	46 290	49 826	51 762	54 607

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	32 328	41 138	39 846	43 458	46 579	46 233	49 786	51 762	54 607
Compensation of employees	28 005	36 214	37 418	39 870	43 051	43 052	43 257	46 096	48 632
Goods and services	4 323	2 193	2 428	3 588	3 528	3 181	6 529	5 666	5 975
Interest and rent on land		2 731							
Transfers and subsidies to:	19		176			6			
Provinces and municipalities									
Public corporations and private enterprises									
Non-profit institutions									
Households	19		176			6			
Payments for capital assets	187	476	157	12	63	51	40		
Buildings and other fixed structures									
Machinery and equipment	187	476	157	12	63	51	40		
Software and other intangible assets									
Payments for financial assets	6		1						
Total economic classification	32 540	41 614	40 180	43 470	46 642	46 290	49 826	51 762	54 607

Programme 3: Asset and Liability Management

The role of this programme is to provide policy direction, facilitate the effective and efficient management of assets, liabilities and financial management systems and procure transversal and cross-cutting goods and services. The programme consists out of two sub-programmes:-Asset Management, Supporting and Interlinked Financial Systems.

Description and objectives

- To provide policy development and implementation support
- Implementation of transversal financial management systems
- Monitoring of movable and immovable assets and liabilities in the provincial departments and entities
- To promote effective supply chain management practices in the provincial departments and entities

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
1. Programme Support	1 302	1 506	1 782	1 943	1 940	1 859	2 030	2 008	2 117
2. Asset Management	55 592	49 906	31 073	21 672	21 892	21 884	29 518	27 752	28 617
3. Supporting And Interlinked Financial Systems	45 351	46 979	52 517	49 062	50 583	53 594	55 972	59 235	62 492
Total payments and estimates	102 245	98 391	85 372	72 677	74 415	77 337	87 520	88 995	93 226

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	101 878	75 318	79 505	72 617	74 284	77 193	87 520	88 995	93 226
Compensation of employees	37 109	34 830	36 332	39 290	38 489	38 489	49 215	49 555	52 331
Goods and services	63 990	40 488	43 173	33 327	35 795	38 704	38 305	39 440	40 895
Interest and rent on land	779								
Transfers and subsidies to:	36	32	50		39	39			
Provinces and municipalities									
Non-profit institutions									
Households	36	32	50		39	39			
Payments for capital assets	331	23 041	5 811	60	92	105			
Buildings and other fixed structures		60							
Machinery and equipment	331	717	1 650	60	92	105			
Software and other intangible assets		22 264	4 161						
Payments for financial assets			6						
Total economic classification	102 245	98 391	85 372	72 677	74 415	77 337	87 520	88 995	93 226

Programme 4: Financial Governance

The role of this programme is to promote accountability through substantive reflection of financial activities of the province as well as compliance with financial norms and standards. The programme consists out of two sub-programmes:- Accounting Services, and Provincial Risk Management and Internal Audit.

Description and objectives

- To promote sound risk management and internal audit practices in the provincial departments and public entities
- To promote sound accounting practices and reporting in provincial departments and public entities
- To facilitate the establishment and reconfiguration of public entities

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
1. Program Support	2 451	2 964	2 948	7 388	8 377	8 405	2 547	2 845	3 000
2. Accounting Services	10 610	12 887	17 117	26 569	24 913	24 770	20 484	21 333	22 232
3. Risk Management And Internal Audit Provincial	6 913	5 956	6 558	7 969	9 038	9 006	7 651	8 179	8 627
Total payments and estimates	19 974	21 807	26 623	41 926	42 328	42 181	30 682	32 357	33 859

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	19 910	21 748	26 592	41 858	41 115	40 965	30 583	32 317	33 817
Compensation of employees	17 108	20 421	22 674	23 024	23 706	23 706	24 356	25 979	27 408
Goods and services	2 802	1 327	3 918	18 834	17 409	17 259	6 227	6 338	6 409
Interest and rent on land									
Transfers and subsidies to:	19	20			1 145	1 141			
Provinces and municipalities									
Non-profit institutions									
Households	19	20			1 145	1 141			
Payments for capital assets	45	39	31	68	68	75	99	40	42
Buildings and other fixed structures									
Machinery and equipment	45	39	31	68	68	75	99	40	42
Software and other intangible assets									
Payments for financial assets									
Total economic classification	19 974	21 807	26 623	41 926	42 328	42 181	30 682	32 357	33 859

Programme 5: Municipal Finance Management

The role of this programme is to improve the state of financial governance and management at local government level. The programme consists of seven sub-programmes:- Programme support, Thabo Mafutsanyana District, Fezile Dabi District, Lejweleputswa District, Xhariep District, SCM Compliance and Municipal Risk Management & Internal Audit relating to Municipal Finance.

Description and objectives

- To monitor and provide guidance on municipal revenue and debt management
- To monitor and enhance budget planning and implementation in municipalities
- To promote implementation of GRAP as well as liability management and reporting in municipalities
- To promote the implementation of supply chain management and procedures in municipalities
- To promote compliance to municipal finance related legislation
- To promote sound risk management and internal audit practices in municipalities

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
1. Program Support	29 268	3 030	3 005	2 021	2 058	2 049	45 864	37 246	37 645
2. Thabo Mafutsanyana District	6 869	6 743	7 287	8 386	7 885	7 736	7 745	8 227	8 679
3. Fezile Dabi District	6 027	4 578	4 537	6 109	6 158	6 148	5 785	6 171	6 510
4. Lejweleputswa District	4 353	6 794	7 246	7 281	8 285	8 281	6 923	7 389	7 795
5. Xhariep District	4 494	4 676	4 076	6 233	4 825	4 549	5 021	5 471	5 772
6. Municipal Risk Management & Internal Audit	4 111	4 490	4 625	4 863	5 321	5 286	5 322	5 642	5 950
7. Municipal Support Program & Igr	106	34 168	30 172	40 925	41 812	39 513			
8. Municipal Scm & Compliance							6 731	7 219	7 516
Total payments and estimates	55 228	64 479	60 948	75 818	76 344	73 562	83 391	77 365	79 867

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	36 229	38 707	32 700	42 818	36 278	35 932	49 366	52 365	55 142
Compensation of employees	27 315	31 384	29 221	32 602	33 113	33 113	36 150	38 887	40 923
Goods and services	8 914	7 323	3 479	10 216	3 165	2 819	13 216	13 478	14 219
Interest and rent on land									
Transfers and subsidies to:	18 894	25 464	28 040	33 000	40 066	37 559	34 000	25 000	24 725
Provinces and municipalities	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Departmental agencies and accounts									
Households	54	14	240		66	59			
Payments for capital assets	105	307	208			71	25		
Buildings and other fixed structures									
Machinery and equipment	105	307	208			71	25		
Software and other intangible assets									
Payments for financial assets		1							
Total economic classification	55 228	64 479	60 948	75 818	76 344	73 562	83 391	77 365	79 867

9.2 Service delivery measures

Departmental goals

- Provision of high quality support services to internal and external stakeholders.
- Yearly adequate resource allocation contributing to the improvement of living standards of the Free State occupants.
- Effective and efficient monitoring of provincial asset and financial systems that will contribute to the realization of clean audit.
- Promotion of financial accountability within the Provincial and Local spheres of government that will contribute to the realization of clean audit.

9.3 Other programme information

9.3.1 Personnel numbers and costs

Table 4.18: Personnel numbers and costs by programme

Personnel numbers	As at 31 March 2016	As at 31 March 2017	As at 31 March 2018	As at 31 March 2019	As at 31 March 2020	As at 31 March 2021	As at 31 March 2022
1. Administration	196	196	196	196	196	196	196
2. Sustainable Resource Management	72	72	72	72	72	72	72
3. Asset And Liabilities Management	86	86	86	86	86	86	86
4. Financial Governance	39	39	39	39	39	39	39
5. Municipal Finance Management	54	54	54	54	54	54	54
Direct charges							
Total provincial personnel numbers	447	447	447	447	447	447	447
Total provincial personnel cost (R thousand)	170 553	185 702	192 611	214 037	237 499	255 160	267 674
Unit cost (R thousand)	382	415	431	479	531	571	599

1. Full-time equivalent

R thousands	Actual						Revised estimate				Medium-term expenditure estimate						Average annual growth over MTEF 2018/19 - 2021/22		
	2015/16		2016/17		2017/18		2018/19				2019/20		2020/21		2021/22				
	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Filled posts	Additional posts	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel growth rate	Costs growth rate	% Costs of Total
Salary level																			
1 – 6	77	10 891	77	12 469	77	13 005	77		77	13 527	77	14 582	77	14 506	77	15 304		4.2%	5.9%
7 – 10	271	91 823	271	99 628	271	102 836	266	4	270	114 080	270	130 912	271	143 134	271	149 487	0.1%	9.4%	55.2%
11 – 12	70	37 825	70	41 040	70	42 805	71		71	48 979	71	52 360	70	55 691	70	58 753	-0.5%	6.3%	22.2%
13 – 16	29	30 014	29	32 565	29	33 965	29		29	37 451	29	39 645	29	41 829	29	44 130		5.6%	16.7%
Other																			
Total	447	170 553	447	185 702	447	192 611	443	4	447	214 037	447	237 499	447	255 160	447	267 674		7.7%	100.0%
Programme																			
1. Administration	196	61 016	196	62 853	196	66 966	194	2	196	79 248	196	83 607	196	93 148	196	95 378		6.4%	36.3%
2. Sustainable Resource Management	72	28 005	72	36 214	72	37 418	70	2	72	40 320	72	43 257	72	47 077	72	51 042		8.2%	18.8%
3. Asset And Liabilities Management	86	37 109	86	34 830	86	36 332	86		86	38 841	86	49 374	86	49 555	86	52 281		10.4%	19.1%
4. Financial Governance	39	17 108	39	20 421	39	22 674	39		39	23 025	39	25 092	39	26 493	39	27 950		6.7%	10.5%
5. Municipal Finance Management	54	27 315	54	31 384	54	29 221	54		54	32 603	54	36 169	54	38 887	54	41 023		8.0%	15.3%
Direct charges																			
Total	447	170 553	447	185 702	447	192 611	443	4	447	214 037	447	237 499	447	255 160	447	267 674		7.7%	100.0%
Employee dispensation classification																			
Public Service Act appointees not covered by OSDs																			
Public Service Act appointees still to be covered by OSDs	1		1		1														
Professional Nurses, Staff Nurses and Nursing Assistants																			
Legal Professionals	2		2		2														
Social Services Professions																			
Engineering Professions and related occupations																			
Medical and related professionals																			
Therapeutic, Diagnostic and other related Allied Health Professionals																			
Educators and related professionals																			
Others such as interns, EPWP, learnerships, etc																			
Total	3		3		3														

9.3.2 Training

Table 4.20 : Payments on training by programme

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
1. Administration	1 530	1 939	2 801	2 207	2 097	1 715	2 213	2 329	2 457
2. Sustainable Resource Management	175	80	82	102	102	213	183	171	181
3. Asset And Liabilities Management	185	83	99	104	104	82	85	89	94
4. Financial Governance	526	153	160	161	54	82	167	176	186
5. Municipal Finance Management	389	602	415	400	400	372	530	557	587
Total payments on training	2 805	2 857	3 557	2 974	2 757	2 464	3 178	3 322	3 505

Table 4.21 : Information on training: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Number of staff	447	447	447	447	447	447	447	447	447
Number of personnel trained	260	378	360	360	360	360	348	368	368
<i>of which</i>									
Male	100	190	154	154	154	154	148	156	156
Female	160	188	206	206	206	206	201	212	212
Number of training opportunities	16	17	17	36	36	36	38	40	40
<i>of which</i>									
Tertiary									
Workshops	2	2	2	2	2	2	2	2	2
Seminars	13	14	15	17	17	17	18	19	19
Other				17	17	17	18	19	19
Number of bursaries offered	26	18	20	25	25	25	30	32	32
Number of interns appointed	33	22	25	28	28	28	30	32	32
Number of learnerships appointed									
Number of days spent on training	107	142	119	121	121	121	128	135	135
Payments on training by programme									
1. Administration	1 530	1 939	2 801	2 207	2 097	1 715	2 213	2 329	2 457
2. Sustainable Resource Management	175	80	82	102	102	213	183	171	181
3. Asset And Liabilities Management	185	83	99	104	104	82	85	89	94
4. Financial Governance	526	153	160	161	54	82	167	176	186
5. Municipal Finance Management	389	602	415	400	400	372	530	557	587
Total payments on training	2 805	2 857	3 557	2 974	2 757	2 464	3 178	3 322	3 505

9.3.3 Reconciliation of structural changes

Changes within Municipal Finance Management for the 2019/20 financial year as communicated to the budget office.

Table 4.22 : Reconciliation of structural changes: Provincial Treasury

2018/19		2019/20	
Programmes	R'000	Programmes	R'000
1. Administration	113 941	1. Administration	116 205
1. Office Of The MEC	7 493	1. Office Of The MEC	8 054
2. Management Services	13 836	2. Management Services	17 113
3. Corporate Services	34 308	3. Corporate Services	37 482
4. Financial Management (Office Of The Cfo)	53 046	4. Financial Management (Office Of The Cfo)	47 441
5. Internal Audit (Departmental)	5 258	5. Internal Audit (Departmental)	6 115
2. Sustainable Resource Management	43 470	2. Sustainable Resource Management	49 826
1. Programme Support	1 351	1. Programme Support	1 975
2. Economic Analysis	7 821	2. Economic Analysis	7 754
3. Fiscal Policy	7 783	3. Fiscal Policy	8 103
4. Budget Management	11 900	4. Budget Management	12 589
5. Public Finance	13 855	5. Public Finance	18 489
6. Compensation Directorate	760	6. Compensation Directorate	916
3. Asset And Liabilities Management	72 677	3. Asset And Liabilities Management	87 520
1. Programme Support	1 943	1. Programme Support	2 030
2. Asset Management	21 672	2. Asset Management	29 518
3. Supporting And Interlinked Financial Systems	49 062	3. Supporting And Interlinked Financial Systems	55 972
4. Financial Governance	41 926	4. Financial Governance	30 682
1. Program Support	7 388	1. Program Support	2 547
2. Accounting Services	26 569	2. Accounting Services	20 484
3. Risk Management And Internal Audit Provincial	7 969	3. Risk Management And Internal Audit Provincial	7 651
5. Municipal Finance Management	75 818	5. Municipal Finance Management	83 391
1. Program Support	2 021	1. Program Support	45 864
2. Thabo Mafutsanyana District	8 386	2. Thabo Mafutsanyana District	7 745
3. Fezile Dabi District	6 109	3. Fezile Dabi District	5 785
4. Lejwelephutswa District	7 281	4. Lejwelephutswa District	6 923
5. Xhariep District	6 233	5. Xhariep District	5 021
6. Municipal Risk Management & Internal Audit	4 863	6. Municipal Risk Management & Internal Audit	5 322
7. Municipal Support Program & Igr	40 925	7. Municipal Support Program & Igr	
		8. Municipal Scm & Compliance	6 731
	347 832		367 624

Annexure to the Estimates of Provincial Revenue & Expenditure

Table B.1: Specifications of receipts

Table B.1: Specification of receipts: Provincial Treasury

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18		2018/19		2019/20	2020/21	2021/22
Tax receipts									
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences									
Sales of goods and services other than capital assets	119	134	154	134	134	134	141	149	149
Sale of goods and services produced by department (excluding capital assets)	119	134	151	134	134	134	141	149	149
Sales by market establishments									
Administrative fees									
Other sales	119	134	151	134	134	134	141	149	149
Of which									
Health patient fees									
Other (Specify)									
Other (Specify)									
Other (Specify)									
Sales of scrap, waste, arms and other used current goods (excluding capital assets)			3						
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	17 851	23 745	16 011	11 474	8 474	8 474	12 116	12 782	12 782
Interest									
Dividends	17 851	23 745	16 011	11 474	8 474	8 474	12 116	12 782	12 782
Rent on land									
Sales of capital assets					3	3			
Land and sub-soil assets									
Other capital assets					3	3			
Transactions in financial assets and liabilities	87	229	126	134	134	134	141	149	149
Total departmental receipts	18 057	24 108	16 291	11 742	8 745	8 745	12 398	13 080	13 080

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	276 630	263 327	266 668	312 298	305 270	306 608	330 459	344 612	361 000
Compensation of employees	170 553	185 702	192 611	214 037	215 594	215 594	236 936	253 382	265 748
Salaries and wages	148 336	161 880	167 647	184 871	187 713	187 695	205 579	220 081	230 666
Social contributions	22 217	23 822	24 964	29 166	27 881	27 899	31 357	33 301	35 082
Goods and services	105 298	74 894	74 057	98 261	89 676	91 014	93 523	91 230	95 252
Administrative fees	230	212	278	364	419	404	466	400	418
Advertising	10 816	11 899	12 149	10 998	12 416	12 489	14 159	13 609	13 645
Minor assets	240	371	153	10 415	3 361	2 583	2 588	35	36
Audit cost: External	12 593	8 776	8 315	9 500	9 500	10 373	4 500	4 734	4 994
Bursaries: Employees	417	358	542	792	792	792	792	833	879
Catering: Departmental activities	614	793	1 067	877	1 372	1 543	980	894	941
Communication (G&S)	469	1 173	910	1 854	3 002	2 784	1 852	1 658	1 750
Computer services	24 796	24 346	23 738	20 745	20 693	25 161	24 282	25 685	27 097
Consultants and professional services: Business and advisory services	33 520	3 586	4 561	19 191	11 346	11 825	16 973	17 005	17 665
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services		110	30	182	182	182	190	200	211
Contractors	739	2 846	1 019	947	3 711	3 538	1 019	1 067	1 124
Agency and support / outsourced services	694	486	90	823	903	536	742	677	713
Entertainment	27	20	25	60	63	77	60	60	61
Fleet services (including government motor transport)	833	627	1 124	900	1 020	1 020	949	998	1 053
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	520	702	403	823	884	696	873	782	826
Consumable: Stationery, printing and office supplies	9 163	10 810	10 322	5 805	5 859	5 064	6 203	5 995	6 325
Operating leases	1 311	1 167	1 213	900	906	968	1 006	1 054	1 112
Property payments									
Transport provided: Departmental activity	227	28	72						
Travel and subsistence	4 975	3 897	5 013	8 930	8 469	6 820	10 809	10 704	11 295
Training and development	2 251	1 620	1 652	2 974	3 322	2 800	3 178	3 322	3 505
Operating payments	294	388	178	402	823	906	965	645	681
Venues and facilities	569	679	1 203	779	633	453	937	873	921
Rental and hiring									
Interest and rent on land	779	2 731							
Interest	779	2 731							
Rent on land									
Transfers and subsidies	19 462	25 793	28 592	33 369	42 099	39 594	34 389	25 409	25 156
Provinces and municipalities	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Municipalities									
Municipal agencies and funds	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	622	343	792	369	2 099	2 094	389	409	431
Social benefits	267	93	567	19	1 510	1 505	20	21	22
Other transfers to households	355	250	225	350	589	589	369	388	409
Payments for capital assets	4 067	27 242	10 778	2 165	2 837	4 000	2 776	2 672	2 819
Buildings and other fixed structures	29	60	73						
Buildings									
Other fixed structures	29	60	73						
Machinery and equipment	4 038	4 918	6 544	2 165	2 837	4 000	2 776	2 672	2 819
Transport equipment									
Other machinery and equipment	4 038	4 918	6 544	2 165	2 837	4 000	2 776	2 672	2 819
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets		22 264	4 161						
Payments for financial assets	14	2	11			4			
Total economic classification	300 173	316 364	306 049	347 832	350 206	350 206	367 624	372 693	388 975

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	86 285	86 416	88 025	111 547	107 014	106 285	113 204	119 173	124 208
Compensation of employees	61 016	62 853	66 966	79 251	77 235	77 234	83 958	92 865	96 454
Salaries and wages	52 986	54 463	58 152	68 106	66 949	66 963	72 307	80 509	83 419
Social contributions	8 030	8 390	8 814	11 145	10 286	10 271	11 651	12 356	13 035
Goods and services	25 269	23 563	21 059	32 296	29 779	29 051	29 246	26 308	27 754
Administrative fees	141	143	172	216	256	254	229	236	249
Advertising	1 416	1 787	1 728	885	145	142	885	555	586
Minor assets	72	175	67	8 671	2 649	2 369	2 004	13	14
Audit cost: External	8 838	5 317	6 812	4 500	4 500	5 373	4 500	4 734	4 994
Bursaries: Employees	417	358	542	792	792	792	792	833	879
Catering: Departmental activities	271	288	646	287	674	709	322	336	353
Communication (G&S)	434	1 123	871	1 803	2 937	2 736	1 827	1 637	1 728
Computer services	3 041	3 084	432	1 338	1 286	1 797	2 666	2 680	2 827
Consultants and professional services: Business and advisory services	1 807	263	215	345	303	316	305	320	337
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services		110	30	182	182	182	190	200	211
Contractors	719	2 836	977	774	3 541	3 440	836	880	928
Agency and support / outsourced services	441	215	85	581	743	511	585	615	649
Entertainment	18	11	22	24	29	50	24	24	25
Fleet services (including government motor transport)	833	627	1 124	900	1 020	1 020	949	998	1 053
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medicines inventory interface									
Inventory: Other supplies									
Consumable supplies	157	421	145	437	509	356	466	386	407
Consumable: Stationery, printing and office supplies	1 683	2 447	2 332	2 825	2 711	2 563	3 042	2 685	2 833
Operating leases	1 311	1 167	1 213	900	906	968	1 006	1 054	1 112
Property payments									
Transport provided: Departmental activity	227	28	72						
Travel and subsistence	1 740	1 274	1 754	4 114	3 704	2 754	5 331	5 137	5 419
Training and development	1 345	1 326	1 324	2 207	2 079	1 834	2 213	2 329	2 457
Operating payments	190	353	144	354	698	770	913	592	625
Venues and facilities	168	210	352	161	115	115	161	64	68
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	494	277	326	369	849	849	389	409	431
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	494	277	326	369	849	849	389	409	431
Social benefits	142	59	101	19	299	299	20	21	22
Other transfers to households	352	218	225	350	550	550	369	388	409
Payments for capital assets	3 399	3 379	4 571	2 025	2 614	3 698	2 612	2 632	2 777
Buildings and other fixed structures	29		73						
Buildings									
Other fixed structures	29		73						
Machinery and equipment	3 370	3 379	4 498	2 025	2 614	3 698	2 612	2 632	2 777
Transport equipment									
Other machinery and equipment	3 370	3 379	4 498	2 025	2 614	3 698	2 612	2 632	2 777
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	8	1	4			4			
Total economic classification	90 186	90 073	92 926	113 941	110 477	110 836	116 205	122 214	127 416

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

R thousand	Outcome			Main	Adjusted	Revised	Medium-term estimates		
	2015/16	2016/17	2017/18	appropriation	appropriation	estimate	2019/20	2020/21	2021/22
				2018/19					
Current payments	32 328	41 138	39 846	43 458	46 579	46 233	49 786	51 762	54 607
Compensation of employees	28 005	36 214	37 418	39 870	43 051	43 052	43 257	46 096	48 632
Salaries and wages	24 510	31 699	32 763	34 430	37 766	37 767	37 263	39 622	41 802
Social contributions	3 495	4 515	4 655	5 440	5 285	5 285	5 994	6 474	6 830
Goods and services	4 323	2 193	2 428	3 588	3 528	3 181	6 529	5 666	5 975
Administrative fees	20	17	31	41	51	50	124	45	47
Advertising	232		256	117	132	208	150	94	99
Minor assets	37	113	13	55	58	59	141	12	12
Audit cost: External	2 000	361							
Bursaries: Employees									
Catering: Departmental activities	45	99	125	128	252	292	210	97	101
Communication (G&S)				10	10				
Computer services		102	133				156		
Consultants and professional services: Business and advisory services	451			246	443	578	2 020	1 796	1 895
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	2			5	5	5	5		
Agency and support / outsourced services		175	1	95	14	5	100	2	2
Entertainment	1	2	1	12	10	9	12	12	12
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Meddas inventory interface									
Inventory: Other supplies									
Consumable supplies	57	44	52	71	68	61	87	73	77
Consumable: Stationery, printing and office supplies	717	528	621	835	635	597	1 043	1 004	1 059
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	639	588	799	1 614	1 519	1 183	2 020	2 073	2 187
Training and development		5		102	174	52	183	171	181
Operating payments									
Venues and facilities	122	159	396	257	157	82	278	287	303
Rental and hiring									
Interest and rent on land		2 731							
Interest		2 731							
Rent on land									
Transfers and subsidies	19	176				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									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	19		176			6			
Social benefits	19		176			6			
Other transfers to households									
Payments for capital assets	187	476	157	12	63	51	40		
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	187	476	157	12	63	51	40		
Transport equipment									
Other machinery and equipment	187	476	157	12	63	51	40		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	6		1						
Total economic classification	32 540	41 614	40 180	43 470	46 642	46 290	49 826	51 762	54 607

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19	2018/19		2019/20	2020/21	2021/22
Current payments	101 878	75 318	79 505	72 617	74 284	77 193	87 520	88 995	93 226
Compensation of employees	37 109	34 830	36 332	39 290	38 489	38 489	49 215	49 555	52 331
Salaries and wages	31 659	29 803	31 119	33 772	32 996	32 963	42 763	42 870	45 278
Social contributions	5 450	5 027	5 213	5 518	5 493	5 526	6 452	6 685	7 053
Goods and services	63 990	40 488	43 173	33 327	35 795	38 704	38 305	39 440	40 895
Administrative fees	29	12	19	32	32	26	34	39	41
Advertising	9 168	10 112	10 165	9 996	12 139	12 139	13 124	12 960	12 960
Minor assets	65	35	27	596	600	145	381	5	5
Audit cost: External	105	911	209						
Bursaries: Employees									
Catering: Departmental activities	35	49	73	83	77	55	106	112	118
Communication (G&S)	32	47	38	35	55	48	20	21	22
Computer services	21 755	21 160	23 173	19 407	19 407	23 364	21 460	23 005	24 270
Consultants and professional services: Business and advisory services	25 223		1 634			331			
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	8	7	40	143	143	79	161	170	179
Agency and support / outsourced services	9	3		129	129	8	9	9	9
Entertainment	3	1	1	6	6	2	6	6	6
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	168	106	85	175	184	182	180	188	199
Consumable: Stationery, printing and office supplies	6 274	7 481	7 009	1 409	1 802	1 403	1 452	1 532	1 616
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	828	457	589	1 113	1 112	802	1 222	1 239	1 308
Training and development	165	11		104	40	40	85	89	94
Operating payments	64	35	34	48	18	29	52	53	56
Venues and facilities	59	61	77	51	51	51	13	12	12
Rental and hiring									
Interest and rent on land	779								
Interest	779								
Rent on land									
Transfers and subsidies	36	32	50	39	39				
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	36	32	50		39	39			
Social benefits	33		50						
Other transfers to households	3	32			39	39			
Payments for capital assets	331	23 041	5 811	60	92	105			
Buildings and other fixed structures		60							
Buildings									
Other fixed structures		60							
Machinery and equipment	331	717	1 650	60	92	105			
Transport equipment									
Other machinery and equipment	331	717	1 650	60	92	105			
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets		22 264	4 161						
Payments for financial assets			6						
Total economic classification	102 245	98 391	85 372	72 677	74 415	77 337	87 520	88 995	93 226

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	19 910	21 748	26 592	41 858	41 115	40 965	30 583	32 317	33 817
Compensation of employees	17 108	20 421	22 674	23 024	23 706	23 706	24 356	25 979	27 408
Salaries and wages	15 068	17 916	19 848	20 173	20 802	20 802	21 399	22 850	24 107
Social contributions	2 040	2 505	2 826	2 851	2 904	2 904	2 957	3 129	3 301
Goods and services	2 802	1 327	3 918	18 834	17 409	17 259	6 227	6 338	6 409
Administrative fees	6	6	19	26	26	24	28	29	29
Advertising									
Minor assets	51	18	14	1 009	7	7	11	2	2
Audit cost: External	450	572	284	5 000	5 000	5 000			
Bursaries: Employees									
Catering: Departmental activities	40	53	47	84	84	202	89	89	93
Communication (G&S)									
Computer services									
Consultants and professional services: Business and advisory services	1 092		2 712	11 600	10 600	10 600	5 000	5 000	5 000
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	4	3	2	4	4		3	3	3
Agency and support / outsourced services	4	7	2	9	9	4	9	10	10
Entertainment	3	4	1	6	6	6	6	6	6
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medcas inventory interface									
Inventory: Other supplies									
Consumable supplies	51	44	40	53	55	39	49	51	54
Consumable: Stationery, printing and office supplies	257	258	276	383	383	323	338	430	454
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	117	112	172	312	312	227	333	338	357
Training and development	498	101	88	161	629	624	167	176	186
Operating payments	40				107	107			
Venues and facilities	189	149	261	187	187	96	194	204	215
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	19	20		1 145	1 141				
Provinces and municipalities									
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities									
Municipalities									
Municipal agencies and funds									
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	19	20		1 145	1 141				
Social benefits	19	20		1 145	1 141				
Other transfers to households									
Payments for capital assets	45	39	31	68	68	75	99	40	42
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	45	39	31	68	68	75	99	40	42
Transport equipment									
Other machinery and equipment	45	39	31	68	68	75	99	40	42
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	19 974	21 807	26 623	41 926	42 328	42 181	30 682	32 357	33 859

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

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	36 229	38 707	32 700	42 818	36 278	35 932	49 366	52 365	55 142
Compensation of employees	27 315	31 384	29 221	32 602	33 113	33 113	36 150	38 887	40 923
Salaries and wages	24 113	27 999	25 765	28 390	29 200	29 200	31 847	34 230	36 060
Social contributions	3 202	3 385	3 456	4 212	3 913	3 913	4 303	4 657	4 863
Goods and services	8 914	7 323	3 479	10 216	3 165	2 819	13 216	13 478	14 219
Administrative fees	34	34	37	49	54	50	51	51	52
Advertising									
Minor assets	15	30	32	84	47	3	51	3	3
Audit cost: External	1 200	1 615	1 010						
Bursaries: Employees									
Catering: Departmental activities	223	304	176	295	285	285	253	260	276
Communication (G&S)	3	3	1	6			5		
Computer services									
Consultants and professional services: Business and advisory services	4 947	3 323		7 000			9 648	9 889	10 433
Infrastructure and planning									
Laboratory services									
Scientific and technological services									
Legal services									
Contractors	6			21	18	14	14	14	14
Agency and support / outsourced services	240	86	2	9	8	8	39	41	43
Entertainment	2	2		12	12	10	12	12	12
Fleet services (including government motor transport)									
Housing									
Inventory: Clothing material and accessories									
Inventory: Farming supplies									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learner and teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Other supplies									
Consumable supplies	87	87	81	87	68	58	91	84	89
Consumable: Stationery, printing and office supplies	232	96	84	353	328	178	328	344	363
Operating leases									
Property payments									
Transport provided: Departmental activity									
Travel and subsistence	1 651	1 466	1 699	1 777	1 822	1 854	1 903	1 917	2 024
Training and development	243	177	240	400	400	250	530	557	587
Operating payments									
Venues and facilities	31	100	117	123	123	109	291	306	323
Rental and hiring									
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies	18 894	25 464	28 040	33 000	40 066	37 559	34 000	25 000	24 725
Provinces and municipalities	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Provinces									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Municipalities									
Municipal agencies and funds	18 840	25 450	27 800	33 000	40 000	37 500	34 000	25 000	24 725
Departmental agencies and accounts									
Social security funds									
Provide list of entities receiving transfers									
Higher education institutions									
Foreign governments and international organisations									
Public corporations and private enterprises									
Public corporations									
Subsidies on production									
Other transfers									
Private enterprises									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	54	14	240		66	59			
Social benefits	54	14	240		66	59			
Other transfers to households									
Payments for capital assets	105	307	208			71	25		
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	105	307	208			71	25		
Transport equipment									
Other machinery and equipment	105	307	208			71	25		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets			1						
Total economic classification	55 228	64 479	60 948	75 818	76 344	73 562	83 391	77 365	79 867

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

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Category A									
Mangaung									
Category B	18 840	24 750	27 800	32 000	36 500	36 500	28 000	20 000	21 100
Letsemeng	490			1 000	1 000	1 000		1 000	1 055
Kopanong				2 000	2 000	2 000		1 000	1 055
Mohokare	500	1 100		1 000	1 000	1 000	2 000	1 000	1 055
Masilonyana	500		6 000	2 000	2 000	2 000		1 000	1 055
Tokologo			1 000	2 000	2 000	2 000	2 000	1 000	1 055
Tswelopele				1 000	1 000	1 000		1 000	1 055
Matjhabeng	500	400							
Nala				1 000	1 000	1 000	4 000	1 000	1 055
Setso									
Dihlabeng	5 000	10 000							
Nketoana				1 000	1 000	1 000		1 000	1 055
Maluti-a-Phofung	1 250	1 250							
Phumelela			1 800	2 000	2 000	2 000	2 000	1 000	1 055
Mantsopa	600	2 000	1 000	1 000	1 000	1 000		1 000	1 055
Moghaka			7 000						
Ngwathe			10 000	18 000	22 500	22 500	18 000	10 000	10 550
Metsimaholo	10 000	10 000							
Mafube			1 000						
Category C				1 000	3 500	1 000	6 000	5 000	3 625
Xhariep District Municipality				1 000	1 000	1 000			
Lejweleputswa District Municipality									
Thabo Mofutsanyana District Municipality									
Fezile Dabi District Municipality					2 500			5 000	3 625
Unallocated							6 000		
Total transfers to municipalities	18 840	24 750	27 800	33 000	40 000	37 500	34 000	25 000	24 725