

Vote 5

Education

R thousand	2019/20			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Operational budget	54 019 537	54 086 374		66 837
MEC remuneration ¹	1 978	1 978		
Total amount to be appropriated	54 021 515	54 088 352		66 837
<i>of which:</i>				
Current payments	49 913 988	50 153 824		239 836
Transfers and subsidies	2 039 860	1 866 819	(173 041)	
Payments for capital assets	2 067 667	2 067 709		42
Payments for financial assets	-	-		
Responsible MEC	MEC for Education			
Administering department	Education			
Accounting Officer	Head: Education			

1. Vision and mission

Vision

The vision of the Department of Education (DOE) is: *A well-educated, skilled and highly developed citizenry.*

Mission

The department's mission is: *To provide equitable access to quality education for the people of KZN.*

2. Strategic objectives

Strategic policy directions: These are directly linked to the 14 national outcomes, which also inform the department's strategic goals and objectives, as listed below:

- Quality basic education.
- Skilled and capable workforce to support an inclusive growth path.

In line with the new strategic plan, the strategic goals encapsulate the department's contribution toward the achievement of national and provincial goals, and all other international mandates within the context of MTSF 2019-2024 for the current electoral cycle, and national and provincial action plans. It should be noted that the strategic goals were revised in line with the tabled 2019/20 APP. Hereunder are the revised strategic goals:

- Develop schools into centres of community focus, care and support in promoting national identity and social cohesion.
- Develop human capacity and achieve excellent levels of performance.
- Broaden access, strengthen good corporate governance, management and promote an efficient, effective and result-driven administration.
- Develop offices and schools into centres of excellence and improve learner performance in all grades.

¹ At the time of going to print, the proclamation determining the 2019 salary adjustment relating to public office bearers had not been signed, hence this amount remains unchanged from the 2019/20 EPRE.

3. Summary of adjusted estimates for the 2019/20 financial year

The main appropriation of the DOE was R54.022 billion in 2019/20. During the year, the department received an additional allocation totalling R66.837 million, increasing the budget to R54.088 billion. The main reasons for this increase, as well as other adjustments, are summarised below, and explained in detail in Section 4:

- *Roll-overs*: An amount of R25.646 million from 2018/19 was approved by National Treasury, comprising the following conditional grants:
 - R336 000 was rolled over in respect of the Maths, Science and Technology (MST) grant against *Goods and services* in Programme 2: Public Ordinary School Education. This relates to management fees for the delivery, installation and commissioning of ICT resources and infrastructure to MST focus schools.
 - R16.890 million was rolled over in respect of the National School Nutrition Programme (NSNP) grant against *Goods and services* in Programme 2. This relates to the late supply and delivery of cooking equipment and utensils.
 - R5.338 million was rolled over in respect of the Learners with Profound Intellectual Disabilities (LPID) grant against *Goods and services* in Programme 4: Public Special School Education. This relates to management fees for the delivery of inventory: learner teacher support material (LTSM) for learners with intellectual disabilities.
 - R3.082 million was rolled over in respect of the HIV and AIDS (Life-Skills Education) grant against *Goods and services* in Programme 7: Examination and Education Related Services. This relates to invoices which were received late for travel and subsistence and printing costs.
- *Virement between programmes*: The department undertook various virements across programmes. This also affected various economic classifications and sub-programmes, as detailed in Section 4:
 - Programme 1: Administration was increased by a net amount of R84.539 million as follows:
 - An amount of R10 million was moved from Programme 3: Independent School Subsidies as a result of the non-increase of the per learner allocation for transfers to independent schools. These funds were moved to offset pressures against *Goods and services* in respect of higher than budgeted costs for advertising of departmental programmes, external audit costs, communication through radio and telephone and fax costs, fleet services for fluctuating fuel costs, as well as travel and subsistence and resettlement costs.
 - Savings of R25.980 million were realised against *Compensation of employees* in Programme 2. This was due to the in-year fluctuating educator headcount numbers including the appointment of temporary or substitute educators, as well as effective management of surplus educators. This was utilised to defray excess spending in *Goods and services* for under-budgeted external audit costs, travel and subsistence, communication costs, etc.
 - Savings of R49.911 million were realised against *Compensation of employees* in Programme 7 due to non-filling of vacant posts. These savings were utilised to offset pressures related to *Goods and services* for fleet services, external audit costs, etc., as well as *Transfers and subsidies to: Provinces and municipalities* for the annual increase of motor vehicle licence renewals which was under-budgeted for. The balance was utilised to offset pressures against *Transfers and subsidies to: Households* for claims against the state, as well as *Machinery and equipment* to replace obsolete tools of trade, and also to replace IT equipment and office furniture destroyed in a fire at the uMgungundlovu district office.
 - The increase to the programme was offset by a reduction of R1.352 million against *Transfers and subsidies to: Households* towards Programme 2 in the same category to provide for the projected shortfall in respect of staff exit costs.
 - The net reduction of R68.128 million against Programme 2 was mainly due to savings realised against *Compensation of employees* because of fluctuating educator numbers, and this was allocated as follows:

- Savings of R25.980 million were redirected to *Goods and services* in Programme 1 for higher than budgeted costs for advertising of departmental programmes, external audit costs, communication in radio, fleet services for fluctuating fuel costs, as well as travel and subsistence and resettlement costs, etc.
- Savings of R32 million were moved to Programme 4 in respect of *Compensation of employees* (R28.200 million) for higher than budgeted salary costs for Therapists. These costs were under-budgeted for in the Main Budget. The balance of R3.800 million was moved to *Transfers and subsidies to: Households* for staff exit costs.
- An amount of R12.400 million was moved to Programme 5: Early Childhood Development against *Compensation of employees* (R10.900 million) to provide for the shortfall in respect of the payment of stipends to ECD Practitioners which was inadequately budgeted for. The balance of R1.500 million was utilised to offset pressures in respect of *Transfers and subsidies to: Households* for staff exit costs.
- Offsetting the above reductions was an increase of R2.252 million from *Transfers and subsidies to: Households* in Programme 1 (R1.352 million) and Programme 7 (R900 000) to offset pressures in the same category in respect of staff exits costs.
- o Programme 7 was reduced by R50.811 million from savings realised against *Compensation of employees* due to unfilled vacant funded posts, such as Subject Advisors and Office Based Educators, as well as *Transfers and subsidies to: Households* due to over-budgeted costs for staff exits. These savings were utilised to offset previously mentioned pressures against *Goods and services*, *Transfers and subsidies to: Households* and *Machinery and equipment* in Programmes 1 and 2.

These virements are permissible in terms of the PFMA and Treasury Regulations. In addition to the above virements, the department undertook virements across sub-programmes and economic categories within programmes and these are discussed in more detail in Section 4. Some of the virements undertaken at programme level require Legislature approval, and this is highlighted in grey shading under the relevant programmes.

Legislature approval is required for the reduction in *Transfers and subsidies to: Non-profit institutions* relating to transfers to schools (that were not gazetted to any particular school, though), as well as the decrease in Programme 3, as it exceeds 8 per cent of the main appropriation. This is further detailed in Section 4.

- *Shifts*: The department undertook no shifting of funds across programmes, however, funds were shifted across economic categories and sub-programmes within Programmes 1, 2, 4, 5 and 6 as detailed in Section 4.
- *Other adjustments*: The department's budget allocation was increased by an amount of R41.191 million, as explained below:
 - o Additional funding of R41.191 million related to school security was allocated to provide for school safety volunteers in view of recent violence and criminal activities taking place in schools. The department reported that they have adopted a 3-phase approach to security, with the first phase entailing the deployment of 1 500 volunteers already recruited by the Department of Community Safety and Liaison (DCSL) into schools. In the second and third phases, the department plans to recruit additional volunteers, with the DCSL assisting with the training and vetting of the new cohort. The start date for this 3-phase security intervention was 1 September 2019. The 1 500 volunteers were costed at R45.414 million for a full year, with the *pro rata* amount for seven months of 2019/20 being R27.429 million (inclusive of a once-off R2.250 million for tools of trade). The second phase, where 1 422 schools will be provided with volunteers, is set to commence on 1 January 2020. The total *pro rata* amount approved for the first and second phases in 2019/20 is R41.191 million. The department allocated this to Programme 2 against *Compensation of employees* to pay the volunteers and *Goods and services* for tools of trade such as scanners, beepers, batons, anorak jackets and handcuffs.

Vote 5: Education

Tables 5.1 and 5.2 reflect a summary of the 2019/20 adjusted appropriation of the department, summarised according to programme and economic classification. Note that further details of adjustments at economic classification level are provided in *Annexure – Vote 5: Education*.

Table 5.1 : Summary by programmes

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	1 852 867	-	-	84 539	-	-	84 539	1 937 406
2. Public Ordinary School Education	45 311 690	17 226	-	(68 128)	-	41 191	(9 711)	45 301 979
3. Independent School Subsidies	96 125	-	-	(10 000)	-	-	(10 000)	86 125
4. Public Special School Education	1 267 272	5 338	-	32 000	-	-	37 338	1 304 610
5. Early Childhood Development	1 329 386	-	-	12 400	-	-	12 400	1 341 786
6. Infrastructure Development	2 546 372	-	-	-	-	-	-	2 546 372
7. Examination and Education Related Services	1 617 803	3 082	-	(50 811)	-	-	(47 729)	1 570 074
Total	54 021 515	25 646	-	-	-	41 191	66 837	54 088 352
Amount to be voted								66 837

Table 5.2 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	49 913 988	25 646	-	(101 405)	274 404	41 191	239 836	50 153 824
Compensation of employees	45 543 414	-	-	(335 905)	169 466	32 386	(134 053)	45 409 361
Goods and services	4 370 574	25 646	-	234 500	104 938	8 805	373 889	4 744 463
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to:	2 039 860	-	-	89 021	(262 062)	-	(173 041)	1 866 819
Provinces and municipalities	1 359	-	-	741	-	-	741	2 100
Departmental agencies and accounts	34 169	-	-	-	-	-	-	34 169
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	1 899 598	-	-	(19 448)	(271 362)	-	(290 810)	1 608 788
Households	104 734	-	-	107 728	9 300	-	117 028	221 762
Payments for capital assets	2 067 667	-	-	12 384	(12 342)	-	42	2 067 709
Buildings and other fixed structures	2 024 650	-	-	-	-	-	-	2 024 650
Machinery and equipment	42 517	-	-	884	(17 589)	-	(16 705)	25 812
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	500	-	-	11 500	5 247	-	16 747	17 247
Payments for financial assets	-	-	-	-	-	-	-	-
Total	54 021 515	25 646	-	-	-	41 191	66 837	54 088 352
Amount to be voted								66 837

4. Changes to programme purposes and service delivery measures

The department has changed the purpose of some of its programmes, which conform to the sector specific programme and budget structure for the Education sector for 2019/20. The non financial information currently reflected in the 2019/20 EPRE largely corresponds to the department's 2019/20 APP with a few discrepancies between the EPRE and the APP. According to the department, when the EPRE was finalised, it was still in the process of finalising the APP. As such, a few of the targets were amended and these changes were not brought into the EPRE. The department is now aligning the non financial information in the 2019/20 EPRE to the information in the APP.

4.1 Programme 1: Administration

The main objective of Programme 1 is to provide overall management of the education system in accordance with the National Education Policy Act, the Public Finance Management Act, and other policies.

Tables 5.3 and 5.4 reflect a summary of the 2019/20 adjusted appropriation of Programme 1, summarised according to sub-programme and economic classification.

Details of the main adjustments, which resulted in a net increase of R84.539 million, are provided in the paragraphs following the tables.

Table 5.3 : Programme 1: Administration

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts		
1. Office of the MEC	17 509			2 660		2 660	20 169
2. Corporate Services	1 052 696			61 511		61 511	1 114 207
3. Education Management	714 658			40 068		40 068	754 726
4. Human Resource Development	5 612					-	5 612
5. Education Management Information System (EMIS)	62 392			(19 700)		(19 700)	42 692
Total	1 852 867	-	-	84 539	-	84 539	1 937 406
Amount to be voted							84 539

Table 5.4 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts		
Current payments	1 823 701	-	-	67 931	(14 547)	-	1 877 085
Compensation of employees	1 342 230			(88 000)		(88 000)	1 254 230
Goods and services	481 471			155 931	(14 547)	141 384	622 855
Interest and rent on land						-	-
Transfers and subsidies to:	23 211	-	-	9 239	9 300	-	41 750
Provinces and municipalities	1 359			741		741	2 100
Departmental agencies and accounts						-	-
Higher education institutions						-	-
Foreign governments and international organisations						-	-
Public corporations and private enterprises						-	-
Non-profit institutions						-	-
Households	21 852			8 498	9 300	17 798	39 650
Payments for capital assets	5 955	-	-	7 369	5 247	-	18 571
Buildings and other fixed structures						-	-
Machinery and equipment	5 955			7 369		7 369	13 324
Heritage assets						-	-
Specialised military assets						-	-
Biological assets						-	-
Land and subsoil assets						-	-
Software and other intangible assets					5 247	5 247	5 247
Payments for financial assets							
Total	1 852 867	-	-	84 539	-	84 539	1 937 406
Amount to be voted							84 539

Virement – Programme 1: Administration: R84.539 million

The main appropriation of Programme 1 was increased by a net amount of R84.539 million as a result of the following virements:

- Savings of R25.980 million were realised against *Compensation of employees* in Programme 2. This was due to the in-year fluctuating educator headcount numbers, including the appointment of temporary or substitute educators, as well as effective management of surplus educators. This was used to offset pressures against *Goods and services* in the sub-programme: Corporate Services for higher than budgeted costs for advertising of departmental programmes, external audit costs, communication *via* radio, fleet services due to fluctuating fuel costs, as well as travel and subsistence and resettlement costs, as previously mentioned.
- Savings of R10 million were identified under *Transfers and subsidies to: Non-profit institutions* in Programme 3 due to the non-increase of the per learner allocation for transfers to independent schools. These funds were moved to offset pressures in *Goods and services* in the sub-programme: Corporate Services in respect of higher than budgeted costs for advertising of departmental programmes, external audit costs, communication *via* radio, fleet services for fluctuating fuel costs, as well as travel and subsistence and resettlement costs, as previously mentioned.
- Savings of R49.911 million were realised against *Compensation of employees* in Programme 7 due to non-filling of vacant posts. These savings were utilised to offset pressures largely against the sub-programmes: Education Management and Corporate Services as follows:
 - *Goods and services* (R31.951 million) was increased to cater for under-budgeted operating leases in respect of office buildings at head and district offices against the sub-programmes: Education Management and Corporate Services.

Vote 5: Education

- o *Transfers and subsidies to: Provinces and municipalities* (R741 000) was increased to cater for the annual increase in motor vehicle licences which was under-budgeted for, and *Transfers and subsidies to: Households* (R9.850 million) was increased for claims against the state in respect of court orders against the department in the sub-programme: Corporate Services.
- o *Machinery and equipment* was increased to replace obsolete tools of trade in the sub-programme: Corporate Services (R6.253 million), as well as the sub-programme: Education Management (R1.116 million) to replace IT equipment and office furniture destroyed in a fire at the uMgungundlovu district office.
- The increase to the programme was offset by a reduction of R1.352 million against *Transfers and subsidies to: Households* under the Education Management sub-programme toward Programme 2 in the same category to provide for the projected shortfall in respect of staff exit costs.
- Further net savings of R88 million were identified in Programme 1 from *Compensation of employees* due to unfilled vacant funded posts and this affected all sub-programmes, except for the Human Resource Development sub-programme. This was moved both within and across sub-programmes to *Goods and services* to fund higher than budgeted maintenance of motor vehicles, operating leases for office buildings and property payments for domestic accounts, cleaning and security services.

These virements are permissible in terms of the PFMA and Treasury Regulations.

Shifts – Programme 1: Administration

The following shifts were undertaken within Programme 1, for which the original purpose of the funds remains unchanged. These shifts were undertaken across economic categories:

- R9.300 million was shifted from *Goods and services* within the sub-programme: Corporate Services in respect of bursaries for non-employees which were inadvertently budgeted for against *Goods and services* instead of *Transfers and subsidies to: Households*. This relates to bursaries awarded to non-employees in respect of the youth empowerment programme to assist students from disadvantaged backgrounds to study towards an education-related qualification in Maths and Science. The shift relates to students already on the programme and no new bursaries were awarded.
- R5.247 million was shifted to *Software and other intangible assets* and relates to the budget for purchases of Microsoft licences and software. This was inadvertently budgeted for against payments to SITA under computer services in *Goods and services*. The shift is therefore undertaken to correctly align the budget and expenditure within the sub-programme: Corporate Services.

Service delivery measures – Programme 1: Administration

Table 5.5 shows the main service delivery measures relevant to Programme 1. It must be noted that two of the performance indicators are reported on annually rather than quarterly, due to a decision taken by the Education sector. This is indicated by “Annual” in the table. The service delivery measures reflected in the 2019/20 EPRE were not fully aligned to those in the department’s 2019/20 APP. The department revised the wording for one performance indicator to align with the APP, and this is indicated by bold italics, and changes to targets are indicated in the 2019/10 Revised target column.

Table 5.5 : Service delivery measures – Programme 1: Administration

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
To bring effective management to all levels of the system	• No. of public schools that use the <i>South African Schools Administration and Management Systems</i> to electronically provide data	5 957	4 396	
	• No. of public schools that can be contacted electronically (e-mail)	5 957	5 340	5 340
	• % of education expenditure going towards non-personnel items	8.05%	Annual	
	• <i>Teacher absenteeism rate</i>	0.2%	-	2.5%
	• % of schools visited at least twice a year by district officials for monitoring and support purposes	100%	Annual	90%

4.2 Programme 2: Public Ordinary School Education

This programme houses the core functions of the department, and its aim is the provision of public ordinary schools from Grades 1 to 12, in accordance with the South African Schools Act and White Paper 6 on Inclusive Education, including e-learning. The wording of some of the objectives changed from the *EPRE*. Tables 5.6 and 5.7 summarise the 2019/20 adjusted appropriation of Programme 2 according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall decrease of R9.711 million, are given in the paragraphs after the tables.

Table 5.6 : Programme 2: Public School Education

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
1. Public Primary Level	25 839 771			(472 528)			(472 528)	25 367 243
2. Public Secondary Level	17 605 540			409 800		41 191	450 991	18 056 531
3. Human Resource Development	107 888			10 600			10 600	118 488
4. School Sport, Culture and Media Services	45 720			(16 000)			(16 000)	29 720
5. Conditional grants	1 712 771	17 226	-	-	-	-	17 226	1 729 997
<i>National School Nutrition Programme (NSNP) grant</i>	1 621 291	16 890					16 890	1 638 181
<i>EPWP Integrated Grant for Provinces</i>	2 028						-	2 028
<i>Social Sector EPWP Incentive Grant for Provinces</i>	24 814						-	24 814
<i>Maths, Science and Technology (MST) grant</i>	64 638	336					336	64 974
Total	45 311 690	17 226	-	(68 128)	-	41 191	(9 711)	45 301 979
Amount to be voted							(9 711)	

Table 5.7 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
Current payments	43 597 815	17 226	-	(174 181)	279 773	41 191	164 009	43 761 824
Compensation of employees	40 769 303			(201 804)	169 466	32 386	48	40 769 351
Goods and services	2 828 512	17 226		27 623	110 307	8 805	163 961	2 992 473
Interest and rent on land							-	-
Transfers and subsidies to:	1 692 293	-	-	94 700	(262 691)	-	(167 991)	1 524 302
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	1 616 338				(262 691)		(262 691)	1 353 647
Households	75 955			94 700			94 700	170 655
Payments for capital assets	21 582	-	-	11 353	(17 082)	-	(5 729)	15 853
Buildings and other fixed structures							-	-
Machinery and equipment	21 082			(147)	(17 082)		(17 229)	3 853
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets	500			11 500			11 500	12 000
Payments for financial assets							-	-
Total	45 311 690	17 226	-	(68 128)	-	41 191	(9 711)	45 301 979
Amount to be voted							(9 711)	

Roll-overs – Programme 2: Public Ordinary School Education: R17.226 million

The main appropriation of Programme 2 increased by R17.226 million due to roll-overs from 2018/19, which increased the sub-programme: Conditional grants and *Goods and services*, as follows:

- A roll-over of R16.890 million was approved by National Treasury for the NSNP grant. This relates to the late supply and delivery of cooking equipment and utensils.
- A roll-over of R336 000 was approved for the MST grant, relating to management fees for the delivery, installation and commissioning of ICT resources and infrastructure at MST focus schools.

Virement – Programme 2: Public Ordinary School Education: (R68.128 million)

The main appropriation of Programme 2 was decreased by a net amount of R68.128 million mainly against *Compensation of employees* largely affecting the sub-programme: Public Primary Level ascribed

to fluctuating headcount numbers for educators including temporary and substitute educators, as well as the effective management of surplus educators. These were moved to other programmes as follows:

- Savings of R25.980 million were realised against *Compensation of employees* and were redirected to Programme 1 to offset higher than budgeted external audit costs, travel and subsistence, communication costs, etc., as previously mentioned.
- Savings of R32 million were realised against *Compensation of employees* and were moved to Programme 4 to offset pressures against the same economic category (R28.200 million) to cater for higher than budgeted salary costs in respect of Therapists, as mentioned. The balance of R3.800 million was moved to *Transfers and subsidies to: Households* for higher than anticipated staff exit costs.
- Savings of R12.400 million were moved from *Compensation of employees* to Programme 5 against the same economic category (R10.900 million) for the shortfall in respect of the payment of stipends to ECD Practitioners which was under-budgeted for. The balance of R1.500 million was used to offset pressures in *Transfers and subsidies to: Households* for higher than anticipated staff exit costs.
- The above reductions, totalling R70.380 million were offset by a virement of R2.252 million from *Transfers and subsidies to: Households* in Programme 1 (R1.352 million) and Programme 7 (R900 000) to the same economic category to provide for higher than anticipated staff exit costs.
- Further virements were undertaken within and across the sub-programmes, as well as conditional grants. This affected most economic categories and sub-programmes as follows:
 - Further savings of R131.424 million were realised against *Compensation of employees* in various sub-programmes, namely Public Primary Level, Human Resource Development, School Sport, Culture and Media Services, due to fluctuating headcount numbers for temporary educators, substitute educators and effective management of surplus educators, as well as vacant office-based educator posts.
 - Of these savings from *Compensation of employees*, R26.976 million was redirected to *Goods and services* for printing and publication costs for matric interventions, training material for educator workshops and travel and subsistence costs for accommodation and official kilometres claims which were inadequately budgeted for. Also, the department agreed to match the allocation given by DBE for the Sanitary Dignity programme by an equal amount from their budget.
 - *Transfers and subsidies to: Households* was increased by R92.448 million from *Compensation of employees* to offset higher than anticipated staff exit costs. This affected mainly Public Primary Level, Public Secondary Level and School Sport, Culture and Media Services sub-programmes.
 - Savings of R147 000 were moved within the sub-programme: NSNP grant from *Machinery and equipment* toward *Goods and services* for the purchase of inventory other supplies for assets to be distributed to schools, such as cooking equipment and utensils.
 - *Software and other intangible assets* shows a net increase of R11.500 million as a result of the reduction of R500 000 within the MST grant sub-programme toward *Goods and services* for the purchase of inventory other supplies for assets to be distributed to schools, such as tablets, data projectors and laptops for MST focus schools. An amount of R12 million was moved from *Compensation of employees* to provide for the purchase of Microsoft software licences for schools which was not budgeted for against the Public Primary Level and Public Secondary Level sub-programmes.
 - It should be noted that the largest share of savings realised from the Public Primary Level sub-programme against *Compensation of employees* were moved across to the Public Secondary Level sub-programme to offset pressures due to under-budgeted salary costs for educators, staff exit costs, as well as purchase of Microsoft software licences for schools.

These virements are permissible in terms of the PFMA and Treasury Regulations.

Shifts – Programme 2: Public Ordinary School Education

The following shifts were undertaken within Programme 2, for which the original purpose of the funds remains unchanged. These shifts were undertaken across economic categories:

- R17.082 million was shifted from *Machinery and equipment* within the MST grant sub-programme. This was to correctly place the budget which was inadvertently allocated against this category in the Main Budget instead of *Goods and services*. This relates to the purchase of inventory: other supplies for assets to be distributed to schools, such as tablets, laboratory equipment and other workshop tools for technical schools.
- R262.691 million was shifted from *Transfers and subsidies to: Non-profit institutions* to *Goods and services* within the sub-programmes: Public Primary Level and Public Secondary Level in respect of S21 schools with function (c) who opted to purchase inventory: LTSM through the management agent instead of procuring this on their own. It is noted that, in terms of the South African Schools Act, S21 (c), the Head of Department can allocate the function to purchase education material to the school governing body. The purpose of the funds remains unchanged and therefore this decrease in a transfer payment does not require Legislature approval.
- R169.466 million was shifted within the sub-programme: NSNP grant from *Goods and services* to *Compensation of employees* in order to correctly align the budget in respect of the payment of stipends for foodhandlers who are no longer paid against *Goods and services* but through PERSAL, in order to effect all relevant social benefits and ensure timeous payments.

Other adjustments – Programme 2: Public Ordinary School Education: R41.191 million

As previously explained, the main appropriation of Programme 2 was increased by R41.191 million against *Compensation of employees* (R32.386 million) and *Goods and services* (R8.805 million) in respect of the previously mentioned school security programme which includes the payment of stipends and the purchase of uniforms and security equipment. These funds were specifically and exclusively appropriated for this purpose against the Public Secondary Level sub-programme.

Service delivery measures – Programme 2: Public Ordinary School Education

Table 5.8 shows the service delivery information for Programme 2.

Most of the performance indicators in this programme are reported on annually, rather than quarterly, due to a decision taken by the Education sector. These are indicated by “Annual” in the table.

The service delivery information reflected in the 2019/20 *EPRE* was not fully aligned to that in the department’s APP, with the department having to revise the wording in respect of the output, as well as two performance measures, and this is shown in bold italics in the table. The changes to the original targets are shown under the Revised target column.

Table 5.8 : Service delivery measures – Programme 2: Public Ordinary School Education

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
<i>To promote youth development, arts, culture and sports, preserve heritage and implement nation building programmes and projects</i>	• No. of full service schools servicing learners with learning barriers	101	Annual	105
	• % of children who turned 9 in the previous year and who are currently enrolled in Grade 4 (or a higher grade)	69%	Annual	83%
	• % of children who turned 12 in the preceding year and who are currently enrolled in Grade 7 (or higher grade)	62.4%	Annual	71%
	• No. of schools provided with <i>multi-media</i> resources	750	Annual	200
	• <i>Teacher absenteeism rate</i>	0.2%	n/a	n/a
	• Learner absenteeism rate	1.2%	5.1%	2.5%
	• No. of learners in public ordinary schools benefitting from the “No Fee Schools” policy	2 010 132	Annual	1 974 656
	• No. of educators trained in Literacy/Language content and methodology	24 701	Annual	
	• No. of educators trained in Numeracy/Mathematics content and methodology	19 174	Annual	15 000

4.3 Programme 3: Independent School Subsidies

The purpose of this programme is to support independent schools, in accordance with the South African Schools Act as enshrined in the Norms and Standards for School Funding Regulations. One of the main aims of this programme is to ensure timeous and orderly registration of independent schools in terms of the South African Schools Act, as well as other legislative frameworks. These schools are evaluated and monitored by the department, and their capacity is developed to ensure the effective functioning of these schools and their governing bodies.

Tables 5.9 and 5.10 reflect a summary of the 2019/20 adjusted appropriation of Programme 3, summarised according to sub-programmes and economic classification.

Details of the main adjustments, which resulted in an overall decrease of R10 million, are provided in the paragraphs following the tables.

Table 5.9 : Programme 3: Independent School Subsidies

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Primary Level	58 989			(3 110)			(3 110)	55 879
2. Secondary Level	37 136			(6 890)			(6 890)	30 246
Total	96 125	-	-	(10 000)	-	-	(10 000)	86 125
Amount to be voted								(10 000)

Table 5.10 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	-	-	-	-	-	-	-	-
Compensation of employees							-	-
Goods and services							-	-
Interest and rent on land							-	-
Transfers and subsidies to:	96 125	-	-	(10 000)	-	-	(10 000)	86 125
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	96 125			(10 000)			(10 000)	86 125
Households							-	-
Payments for capital assets	-	-	-	-	-	-	-	-
Buildings and other fixed structures							-	-
Machinery and equipment							-	-
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	96 125	-	-	(10 000)	-	-	(10 000)	86 125
Amount to be voted								(10 000)

Virement – Programme 3: Independent School Subsidies: (R10 million)

The main appropriation of Programme 3 was reduced by R10 million against *Transfers and subsidies to: Non-profit institutions* under the sub-programmes: Primary Level and Secondary Level. The department indicated that the per learner allocation was kept at the level of 2018/19 and the funds meant for the increases were left unallocated and were thus not part of the gazetted school transfers. These funds were moved to Programme 1 to offset under-budgeted activities, such as advertising of departmental programmes, external audit costs, fleet services for fluctuating fuel and maintenance costs, etc.

Legislature approval is required for the reduction in *Transfers and subsidies to: Non-profit institutions*, relating to transfers to schools. These transfers were not gazetted for transfer to any particular school, though. Also, Legislature approval is required as the virements undertaken from the programme exceeds the 8 per cent threshold.

Service delivery measures – Programme 3: Independent School Subsidies

Table 5.11 shows the service delivery information for Programme 3. Most of the performance indicators in this programme are reported on annually rather than quarterly, due to a decision taken by the Education sector, as indicated in the table by “Annual”.

The service delivery measures in the 2019/20 EPRE were not fully aligned to those in the tabled APP. The department revised the wording for one performance indicator and this is shown in bold italics to align it with the published APP.

Table 5.11 : Service delivery measures – Programme 3: Independent School Subsidies

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
To ensure that quality education occurs in independent schools	• % of registered independent schools receiving subsidies	53%	Annual	
	• No. of <i>subsidised</i> learners at subsidised registered independent schools	32 000	Annual	
	• % of registered independent schools visited for monitoring and support	100%	61%	

4.4 Programme 4: Public Special School Education

The purpose of this programme is to provide compulsory public education in special schools in accordance with the South African Schools Act and White Paper 6 on Inclusive Education.

Tables 5.12 and 5.13 summarise the 2019/20 adjusted appropriation of Programme 4 according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall increase of R37.338 million, are provided in the paragraphs following the tables.

Table 5.12 : Programme 4: Public Special School Education

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
1. Schools	1 231 132			32 000			32 000	1 263 132
2. Human Resource Development	3 861						-	3 861
3. Conditional grant	32 279	5 338	-	-	-	-	5 338	37 617
<i>Learners with Profound Intellectual Disabilities grant</i>	32 279	5 338					5 338	37 617
Total	1 267 272	5 338	-	32 000	-	-	37 338	1 304 610
Amount to be voted								37 338

Table 5.13 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
Current payments	1 099 183	5 338	-	44 448	2 665	-	52 451	1 151 634
Compensation of employees	1 089 300			22 864			22 864	1 112 164
Goods and services	9 883	5 338		21 584	2 665		29 587	39 470
Interest and rent on land							-	-
Transfers and subsidies to:	152 609	-	-	(5 648)	(2 158)	-	(7 806)	144 803
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	150 682			(9 448)	(2 158)		(11 606)	139 076
Households	1 927			3 800			3 800	5 727
Payments for capital assets	15 480	-	-	(6 800)	(507)	-	(7 307)	8 173
Buildings and other fixed structures							-	-
Machinery and equipment	15 480			(6 800)	(507)		(7 307)	8 173
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets							-	-
Total	1 267 272	5 338	-	32 000	-	-	37 338	1 304 610
Amount to be voted								37 338

Roll-overs – Programme 4: Public Special School Education: R5.338 million

The main appropriation of Programme 4 increased by R5.338 million due to a roll-over from 2018/19, which increased the sub-programme: Conditional grant – LPID grant under *Goods and services*. This relates to the previously mentioned management fees for the delivery of LTSM in special schools for learners with intellectual disabilities.

Virement – Programme 4: Public Special School Education: R32 million

The main appropriation of Programme 4 was increased by a net amount of R32 million as a result of the following virement, which affected one sub-programme:

- Savings of R32 million were moved from Programme 2 to the sub-programme: Schools in Programme 4 against *Compensation of employees* (R28.200 million) to cater for Therapists costs which were under-budgeted for in the Main Budget. The balance of R3.800 million was moved to *Transfers and subsidies to: Households* to provide for higher than anticipated staff exit costs.

In addition to the above virements, the following virements were undertaken within Programme 4:

- Savings of R5.336 million were moved from *Compensation of employees* in respect of the LPID grant due to the late filling of seven vacant posts, namely one Physiotherapist, one Speech Therapist, three Occupational Therapists, one Senior Education Specialist and one Educational Psychologist, which were only advertised in November 2019. These savings were moved to *Goods and services* to provide for the procurement of inventory: LTSM such as toolkits and assistive devices including jungle gyms, gross motor equipment, such as bats and balls and stationery for care centres, as well as fine motor equipment to be distributed to care centres.
- Savings of R9.448 million were moved from *Transfers and subsidies to: Non-profit institutions* in the sub-programme: Schools. The department indicated that there was an unallocated amount in respect of transfers to schools. This relates to funds which were temporarily allocated for further purchase of other LTSM such as braille material for schools which have not purchased these materials in line with SASA. These funds did not form part of the gazetted list of transfers to schools. These were moved to *Goods and services* to offset spending pressures in respect of training and development of district care centre managers and care-givers, communication costs for radio broadcasts on awareness campaigns for children with disabilities, travel and subsistence to provide support to care centres and collection of statistics on children with disabilities who require placement into special schools.
- Net savings of R6.800 million were moved from *Machinery and equipment* to *Goods and services* within the sub-programmes: Schools and LPID grant to offset pressures in respect of travel and subsistence costs and other operational costs. This was from the non-purchase of four buses for special schools. It should be noted that the department initially planned to purchase 12 buses. The procurement processes for the purchase of special school buses is lengthy, hence only four buses were delivered by the end of September. The procurement process for four buses is in progress, but the remaining four will not be purchased in the current financial year. Also, savings due to the non-purchase of vehicles within the LPID grant sub-programme were moved to *Goods and services* to provide for the procurement of inventory: LTSM such as toolkits and assistive devices including jungle gyms, gross motor equipment, such as bats and balls and stationery for care centres, as well as fine motor equipment to be distributed to care centres.

These virements are permissible in terms of the PFMA and Treasury Regulations.

Legislature approval is required for the reduction in *Transfers and subsidies to: Non-profit institutions*, relating to transfers to schools. These transfers were not gazetted for transfer to any particular school, though. Legislature approval is not required for the reduction in *Machinery and equipment* as the capital budget for the Vote as whole is not reducing.

Shifts – Programme 4: Public Special School Education

The following shifts were undertaken within sub-programmes in Programme 4, for which the original purpose of the funds remains unchanged:

- R2.158 million was shifted from *Transfers and subsidies to: Non-profit institutions* to *Goods and services* within the sub-programme: Schools to provide for the court order which instructed the department to purchase braille material for learners in special schools. The purpose of the funds remains unchanged as the funds were initially planned to be transferred to the special schools to purchase the braille material on their own but the department will now purchase the material. Therefore, this decrease in a transfer payment does not require Legislature approval.
- R507 000 was shifted from *Machinery and equipment* to *Goods and services* in respect of the LPID grant business plan, to correct a SCOA classification. Funding was inadvertently allocated against *Machinery and equipment* for capital assets, however, these assets are distributed to schools and recorded in their relevant asset registers. Therefore this seeks to align the budget and expenditure correctly to inventory other supplies: for assets to be distributed to schools. Again, the purpose of the funds remains unchanged.

Service delivery measures – Programme 4: Public Special School Education

Table 5.14 shows the service delivery information for Programme 4. Most of the performance indicators in this programme are reported on annually rather than quarterly, due to a decision taken by the Education sector, as indicated in the table by “Annual”. The service delivery measures reflected in the 2019/20 *EPRE* were not fully aligned to those in the department’s APP and this is corrected by showing the revised target in the 2019/20 Revised target column.

Table 5.14 : Service delivery measures – Programme 4: Public Special School Education

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
To provide access to mainstream schools, full service schools and special schools in accordance with policy and the principles of inclusive education	• % of special schools serving as Resource Centres	38%	Annual	31%
	• No. of learners in public special schools	21 000	Annual	20 980
	• No. of therapists/specialist staff in public special schools	172	189	

4.5 Programme 5: Early Childhood Development

The purpose of this programme is to provide for ECD at the Grade R and Pre-grade R levels in accordance with White Paper 5 on ECD. The services remain unchanged from the *EPRE*.

Tables 5.15 and 5.16 reflect a summary of the 2019/20 adjusted appropriation of Programme 5, summarised according to sub-programme and economic classification.

Details of the main adjustments, which resulted in an overall increase of R12.400 million, are given in the paragraphs below the tables.

Table 5.15 : Programme 5: Early Childhood Development

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Other adjustments		
1. Grade R in Public Schools	1 184 215			(28 272)		(28 272)	1 155 943
2. Grade R in Early Childhood Development Centres	85 246			2 182		2 182	87 428
3. Pre-Grade R Training	58 122			38 490		38 490	96 612
4. Human Resource Development	1 803					-	1 803
Total	1 329 386	-	-	12 400	-	12 400	1 341 786
Amount to be voted							12 400

Table 5.16 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts			Other adjustments
Current payments	1 292 933	-	-	10 900	6 513	-	17 413	1 310 346
Compensation of employees	1 165 129			10 900			10 900	1 176 029
Goods and services	127 804				6 513		6 513	134 317
Interest and rent on land							-	-
Transfers and subsidies to:	36 453	-	-	1 500	(6 513)	-	(5 013)	31 440
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	36 453				(6 513)		(6 513)	29 940
Households				1 500			1 500	1 500
Payments for capital assets	-	-	-	-	-	-	-	-
Buildings and other fixed structures							-	-
Machinery and equipment							-	-
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	1 329 386	-	-	12 400	-	-	12 400	1 341 786
Amount to be voted								12 400

Virement – Programme 5: Early Childhood Development: R12.400 million

The main appropriation of Programme 5 was increased by R12.400 million to offset pressures which affected two sub-programmes, as follows:

- Savings of R12.400 million were realised against *Compensation of employees* in Programme 2 due to fluctuating educator headcount numbers. These were moved to offset pressures in the sub-programmes: Grade R in ECD Centres in the same economic category (R10.900 million) in respect of the under-budgeted payment of stipends to ECD Practitioners. The balance of R1.500 million was utilised to offset pressures in respect of *Transfers and subsidies to: Households* for higher than anticipated staff exit costs in the sub-programme: Grade R in Public Schools.
- Further virements were undertaken across the sub-programmes, which largely reduced the sub-programmes: Grade R in Public Schools and Grade R in ECD Centres against *Compensation of employees* and *Goods and services* and increased Pre-Grade R Training against the same economic categories to reduce pressures against lower than budgeted salary costs and training and development. The savings realised were due to over-budgeting for salaries of ECD educators and cost-cutting measures implemented on various *Goods and services* items.

These virements are permissible in terms of the PFMA and Treasury Regulations.

Shifts – Programme 5: Early Childhood Development

A shift was undertaken within Programme 5, for which the original purpose of the funds remains unchanged. An amount of R6.513 million was shifted from *Transfers and subsidies to: Non-profit institutions* to *Goods and services* within the sub-programme: Grade R in ECD Centres to provide for the purchase of inventory: LTSM for the centres that opted to purchase LTSM *via* the management agent.

Service delivery measures – Programme 5: Early Childhood Development

Table 5.17 shows the service delivery information for Programme 5. All performance indicators in this programme are reported on annually rather than quarterly, due to a decision taken by the Education sector, as indicated in the table by “Annual”. One service delivery measure in the 2019/20 EPRE was not fully aligned to that in the department’s tabled APP and this is corrected by showing the revised target in the 2019/20 Revised target column. The department revised the wording for one performance indicator shown in the table.

Table 5.17 : Service delivery measures – Programme 5: Early Childhood Development

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
To provide publicly funded Grade R in accordance with policy	• No. of public schools that offer Grade R	4 010	Annual	
	• % of Grade 1 learners who have received formal Grade R education <i>in public ordinary and/or special schools and registered independent schools/ECD sites</i>	97.4%	Annual	
	• No. of Grade R practitioners with NQF level 6 and above qualification each year	1 662	Annual	1 652

4.6 Programme 6: Infrastructure Development

The aim of this programme is to provide and maintain school infrastructure facilities through infrastructure programmes in support of teaching and learning at schools. It thus reflects the implementation of infrastructure across all affected programmes. Tables 5.18 and 5.19 summarises the 2019/20 adjusted appropriation of Programme 6: Infrastructure Development, according to sub-programme and economic classification. There were no changes to the main appropriation.

Table 5.18 : Programme 6: Infrastructure Development

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
1. Administration	90 831			5 000			5 000	95 831
2. Public Ordinary Schools	2 282 630			(5 000)			(5 000)	2 277 630
3. Special Schools	109 949						-	109 949
4. Early Childhood Development	62 962						-	62 962
Total	2 546 372	-	-	-	-	-	-	2 546 372
Amount to be voted								-

Table 5.19 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
Current payments	521 722	-	-	-	-	-	-	521 722
Compensation of employees	31 591						-	31 591
Goods and services	490 131						-	490 131
Interest and rent on land							-	-
Transfers and subsidies to:	-	-	-	-	-	-	-	-
Provinces and municipalities							-	-
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households							-	-
Payments for capital assets	2 024 650	-	-	-	-	-	-	2 024 650
Buildings and other fixed structures	2 024 650						-	2 024 650
Machinery and equipment							-	-
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	2 546 372	-	-	-	-	-	-	2 546 372
Amount to be voted								-

Virement – Programme 6: Infrastructure Development

The department undertook a virement across sub-programmes but within the same economic category, hence this is not visible in Table 5.19. Savings of R5 million were moved from the sub-programme: Public Ordinary Schools to the sub-programme: Administration within *Goods and services* to provide for maintenance and minor repairs for head office and district office buildings.

Service delivery measures – Programme 6: Infrastructure Development

Table 5.20 shows the service delivery information for Programme 6. All of the performance indicators in this programme are reported on annually rather than quarterly, due to a decision taken by the

Education sector, as indicated in the table by “Annual”. The service delivery information in the 2019/20 EPRE was not fully aligned to that in the department’s tabled APP. The department revised the wording of the outputs and this is shown in bold italics. The department also amended the wording of two performance indicators, as shown in bold italics. There are seven targets that were changed as shown under the Revised target column, to align them with the APP.

Table 5.20 : Service delivery measures – Programme 6: Infrastructure Development

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
<i>To increase access, equitably allocate and monitor financial, infrastructural, human and other resources for efficient service delivery</i>	• No. of public ordinary schools provided with water supply	200	Annual	150
	• No. of public ordinary schools provided with electricity supply	20	Annual	100
	• No. of public ordinary schools supplied with sanitation facilities	170	Annual	150
	• No. of additional classrooms built in <i>or provided for existing</i> public ordinary schools (<i>incl. replacement schools</i>)	300	Annual	210
	• No. of additional specialist rooms built in public ordinary schools (incl. replacement schools)	120	Annual	
	• No. of new schools completed and ready for occupation (incl. replacement schools)	10	Annual	7
	• No. of new schools under construction (incl. replacement schools)	16	Annual	10
	• No. of new or additional Grade R classrooms built (incl. replacement schools)	50	Annual	
	• No. of hostels built	2	Annual	1
	• No. of schools in which scheduled maintenance <i>projects were was</i> completed	370	Annual	

4.7 Programme 7: Examination and Education Related Services

The purpose of this programme is to provide the education institutions as a whole with examination and education related services. The objectives remain unchanged from the EPRE. Tables 5.21 and 5.22 summarise the 2019/20 adjusted appropriation of Programme 7 according to sub-programme and economic classification. Details of the main adjustments, which resulted in the net reduction of R47.729 million in the main appropriation, are provided in the paragraphs below the tables.

Table 5.21 : Programme 7: Examination and Education Related Services

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
1. Payments to SETA	34 169						-	34 169
2. Professional Services	703 638			(66 650)			(66 650)	636 988
3. External Examinations	817 841			15 839			15 839	833 680
4. Conditional grants	62 155	3 082	-	-	-	-	3 082	65 237
<i>HIV and AIDS (Life-Skills Education) grant</i>	62 155	3 082					3 082	65 237
Total	1 617 803	3 082	-	(50 811)	-	-	(47 729)	1 570 074
Amount to be voted								(47 729)

Table 5.22 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
Current payments	1 578 634	3 082	-	(50 503)	-	-	(47 421)	1 531 213
Compensation of employees	1 145 861			(79 865)			(79 865)	1 065 996
Goods and services	432 773	3 082		29 362			32 444	465 217
Interest and rent on land							-	-
Transfers and subsidies to:	39 169	-	-	(770)	-	-	(770)	38 399
Provinces and municipalities							-	-
Departmental agencies and accounts	34 169						-	34 169
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households	5 000			(770)			(770)	4 230
Payments for capital assets	-	-	-	462	-	-	462	462
Buildings and other fixed structures							-	-
Machinery and equipment				462			462	462
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	1 617 803	3 082	-	(50 811)	-	-	(47 729)	1 570 074
Amount to be voted								(47 729)

Roll-overs – Programme 7: Examination and Education Related Services: R3.082 million

A roll-over of R3.082 million was approved by National Treasury in respect of the HIV and AIDS (Life-Skills Education) grant. This was allocated to the sub-programme: Conditional grants against *Goods and services* and relates to the previously mentioned invoices received late in respect of travel and subsistence and printing costs.

Virement – Programme 7: Examination and Education Related Services: (R50.811 million)

Net savings of R50.811 million were largely moved from the sub-programme: Professional Services and from *Compensation of employees* and *Transfers and subsidies to: Households*. The savings were due to non-filling of posts such as Subject Advisors, Office Based Educators and other specialists. These funds were moved as follows:

- R49.911 million was moved to Programme 1 to offset pressures in *Goods and services* for higher than budgeted travel and subsistence and resettlement costs, communication for radio broadcasts on departmental programmes and telephone costs, as well as external audit costs. The funds were also allocated for pressures against *Transfers and subsidies to: Provinces and municipalities* such as higher than budgeted motor vehicle licence renewal costs, as well as *Transfers and subsidies to: Households* in respect of higher than budgeted staff exit costs and claims against the state.
- The balance of R900 000 was savings moved from *Transfers and subsidies to: Households* (R770 000) and *Compensation of employees* (R130 000) to Programme 2 to offset pressures in *Transfers and subsidies to: Households* in respect of higher than budgeted staff exit costs.

In addition to the above virements, the following virements were undertaken within Programme 7 which affected three sub-programmes, except for Payments to SETA:

- Further savings of R29.362 million were moved from *Compensation of employees* against the various sub-programmes: Professional Services, External Examinations and HIV and AIDS (Life-Skills Education) grant due to vacant posts, such as Subject Advisors, Office Based Educators, Examination Markers and three Assistant Directors, respectively. These were moved to *Goods and services* within and across the sub-programmes to offset printing and publication costs for printing of continuous assessments, NSC examinations and supplementary exams, catering for departmental activities, travel and subsistence costs, etc.
- *Machinery and equipment* was increased by R462 000 from savings against *Compensation of employees* within the sub-programmes: Professional Services (R432 000) and HIV and AIDS (Life-Skills Education) grant (R30 000) to fund costs relating to the purchase of office furniture and equipment and tools of trade which were not budgeted for.

These virements are permissible in terms of the PFMA and Treasury Regulations.

Service delivery measures – Programme 7: Examination and Education Related Services

Table 5.23 shows the service delivery information for Programme 7. The service delivery measures in the 2019/20 *EPRE* were largely aligned to those in the tabled APP. All of the performance indicators in this programme are reported on annually, rather than quarterly, due to a decision taken by the Education sector, and these are indicated in the table by “Annual”. The target that was amended is shown in the Revised target column. The wording of the output was amended, and this is shown in bold italics.

Table 5.23 : Service delivery measures – Programme 7: Examination and Education Related Services

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
<i>To increase learner attainment in all subjects and all grades</i>	• % of learners who passed NSC	85%	Annual	80%
	• % of Grade 12 learners passing at bachelor level	31%	Annual	
	• % of Grade 12 learners achieving 50% or more in Mathematics	23%	Annual	
	• % of Grade 12 learners achieving 50% or more in Physical Science	25%	Annual	
	• No. of secondary schools with NSC pass rate of 60% and above	1 675	Annual	

5. Specifically and exclusively appropriated allocations

Table 5.24 shows the amounts that are specifically and exclusively appropriated for specific purposes in terms of the KZN Adjustments Appropriation Act, 2019. Note that conditional grants, as well as transfers to local government (which are also specifically and exclusively appropriated funds) are not included here, as they are discussed in Sections 8 and 9 below. Details of the main adjustments, which resulted in an overall increase of R41.191 million in respect of the specifically and exclusively appropriated funds, are provided in the paragraph following the table.

Table 5.24 : Summary of specifically and exclusively appropriated funding

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
1. Prog. 1: Improving Infrastructure support	12 605						-	12 605
2. Prog 2: Sanitary Dignitary Project	27 031						-	27 031
3. Prog 2: School Security						41 191	41 191	41 191
Total	39 636	-	-	-	-	41 191	41 191	80 827
Amount to be voted								41 191

- *Other adjustments:* Additional funding of R41.191 million was allocated to Programme 2 against *Compensation of employees* and *Goods and services*. This was allocated to provide for school safety volunteers in view of recent violence and criminal activities taking place in schools, as detailed under Programme 2. The funds are to pay the stipends of these volunteers and purchase uniform and security equipment.

6. Gifts, donations and sponsorships

The department is not envisaging any gifts, donation and sponsorships in excess of R100 000 during the current financial year.

7. Infrastructure

Table 5.25 shows the summary of infrastructure payments per main category. Details of the main adjustments, which resulted in no changes to the main appropriation, are provided in the paragraphs following the tables. It is noted that the main appropriation for *Existing infrastructure assets* differs to the *EPRE* due to a rounding error in respect of *Refurbishment and rehabilitation: Capital* in the preparation of the Main Budget.

Table 5.25 : Summary of infrastructure payments by category

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
Existing infrastructure assets	2 227 256	-	-	-	-	-	-	2 227 256
Maintenance and repair: Current	464 131						-	464 131
Upgrades and additions: Capital	1 284 481						-	1 284 481
Refurbishment and rehabilitation: Capital	478 644						-	478 644
New infrastructure assets: Capital	261 525						-	261 525
Infrastructure transfers	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital							-	-
Infrastructure transfers: Current							-	-
Infrastructure: Payments for financial assets	-						-	-
Infrastructure: Leases	46 000			60 000	14 000		74 000	120 000
Non infrastructure	57 591						-	57 591
<i>Capital infrastructure</i>	2 024 650	-	-	-	-	-	-	2 024 650
<i>Current infrastructure</i>	510 131	-	-	60 000	14 000	-	74 000	584 131
Total	2 592 372	-	-	60 000	14 000	-	74 000	2 666 372
Amount to be voted								74 000

- *Virement:* The department undertook a virement of R60 million within Programme 1 from savings realised from unfilled posts. This was utilised to provide for higher than budgeted costs for operating leases in respect of office buildings. The department could not fully budget for the leases in the Main Budget due to limited scope for reprioritisation. This virement was within *Goods and services* in Programme 1. The virement undertaken in respect of Programme 6, as reflected in Table 5.18 was undertaken within the same economic categories, and hence this is not visible in this table.

- *Shift*: The department undertook a shift to correctly capture the budget for *Infrastructure: Leases*. This was incorrectly captured as R46 million instead of R60 million during the preparation of the Main Budget. This was within *Goods and services* and is only evident in Table 5.25 and does not reflect at programme level.

8. Conditional grants

Tables 5.26 and 5.27 provide a summary of changes to conditional grants.

Details of the main adjustments, which resulted in a net increase of R25.646 million in the conditional grant allocation, are given in the paragraphs below the tables.

Table 5.26 : Summary of changes to conditional grants

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	-	-	-	-	-	-	-	-
2. Public School Education	1 712 771	17 226	-	-	-	-	17 226	1 729 997
National School Nutrition Programme (NSNP) grant	1 621 291	16 890	-	-	-	-	16 890	1 638 181
EPWP Integrated Grant for Provinces	2 028	-	-	-	-	-	-	2 028
Social Sector EPWP Incentive Grant for Provinces	24 814	-	-	-	-	-	-	24 814
Maths, Science and Technology (MST) grant	64 638	336	-	-	-	-	336	64 974
3. Independent School Subsidies	-	-	-	-	-	-	-	-
4. Public Special School Education	32 279	5 338	-	-	-	-	5 338	37 617
Learners with Profound Intellectual Disabilities grant	32 279	5 338	-	-	-	-	5 338	37 617
5. Early Childhood Development	-	-	-	-	-	-	-	-
6. Infrastructure Development	2 187 162	-	-	-	-	-	-	2 187 162
Education Infrastructure grant	2 187 162	-	-	-	-	-	-	2 187 162
7. Examination and Education Related Services	62 155	3 082	-	-	-	-	3 082	65 237
HIV and AIDS (Life-Skills Education) grant	62 155	3 082	-	-	-	-	3 082	65 237
Total	3 994 367	25 646	-	-	-	-	25 646	4 020 013
Amount to be voted							25 646	

Table 5.27 : Summary of conditional grants by economic classification

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	2 048 705	25 646	-	4 517	17 589	-	47 752	2 096 457
Compensation of employees	126 430	-	-	(10 001)	169 466	-	159 465	285 895
Goods and services	1 922 275	25 646	-	14 518	(151 877)	-	(111 713)	1 810 562
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to:	-	-	-	-	-	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-
Payments for capital assets	1 945 662	-	-	(4 517)	(17 589)	-	(22 106)	1 923 556
Buildings and other fixed structures	1 918 600	-	-	-	-	-	-	1 918 600
Machinery and equipment	26 562	-	-	(4 017)	(17 589)	-	(21 606)	4 956
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	500	-	-	(500)	-	-	(500)	-
Payments for financial assets	-	-	-	-	-	-	-	-
Total	3 994 367	25 646	-	-	-	-	25 646	4 020 013
Amount to be voted							25 646	

- *Roll-overs*: An amount of R25.646 million was approved as a roll-over by National Treasury for the various conditional grants based on the audited under-spending against these grants. This was allocated as follows:
 - o A roll-over of R336 000 was approved by National Treasury for the MST grant. This was allocated against *Goods and services* and relates to management fees for the delivery, installation and commissioning of ICT resources and infrastructure at MST focus schools.

Vote 5: Education

- o A roll-over of R5.338 million was approved by National Treasury for the LPID grant. This was allocated against *Goods and services* and relates to management fees for the delivery of inventory: LTSM for learners with intellectual disabilities.
- o A roll-over of R3.082 million was approved in respect of the HIV and AIDS (Life-Skills Education) grant. This was allocated against *Goods and services* and relates to invoices which were received late for travel and subsistence and printing costs.
- o A roll-over of R16.890 million was approved by National Treasury for the NSNP grant. This was allocated against *Goods and services* and relates to the late supply and delivery of cooking equipment and utensils.
- *Virements*: The following virements were undertaken against various grants:
 - o Savings of R9.971 million were realised within the LPID grant and the HIV and AIDS (Life-Skills Education) grant against *Compensation of employees* due to delays in filling vacant posts. The department indicated that 10 posts remained vacant at mid-year, namely three Assistant Directors in various districts and one Physiotherapist, one Speech Therapist, three Occupational Therapists, one Senior Education Specialist and one Educational Psychologist, which were only advertised in November 2019. These savings were moved to *Goods and services* for travel and subsistence costs, transport provided for departmental activities, catering for departmental activities for various advocacy campaigns and workshops, venues and facilities, training and development, as well as inventory other supplies for assets to be distributed to schools.
 - o Savings of R4.047 million were moved from *Machinery and equipment* in respect of the LPID, HIV and AIDS (Life-Skills Education) and NSNP grants. Of this, R147 000 was moved within the NSNP grant to *Goods and services* for the purchase of inventory: other supplies in respect of cooking equipment to be distributed to schools. The balance of R3.900 million was due to the non-purchase of vehicles against the LPID grant. These savings were moved to *Goods and services* to provide for the procurement of inventory: LTSM, such as toolkits and assistive devices including jungle gyms, gross motor equipment, such as bats and balls, stationery for care centres, as well as fine motor equipment to be distributed to care centres. The reduction in *Machinery and equipment* was offset by an increase of R30 000 within the HIV and AIDS (Life-Skills Education) grant from savings in *Compensation of employees* to provide for tools of trade such as laptops.
 - o R500 000 was moved within the MST grant from *Software and other intangible assets* towards *Goods and services* for the purchase of inventory other supplies for assets to be distributed to schools, such as tablets, data projectors and laptops for MST focus schools.
- *Shifts*: The following shifts were undertaken, mainly against the MST and LPID grants:
 - o R17.082 million was shifted from *Machinery and equipment* within the MST grant. This was to correctly allocate the budget which was inadvertently allocated against this category in the Main Budget instead of *Goods and services* for the purchase of inventory other supplies for assets to be distributed to schools. An amount of R507 000 was also moved within the LPID grant from *Machinery and equipment* to *Goods and services* to align the LPID grant business plan and to correct the SCOA classification. As previously explained, this seeks to align the budget correctly and the purpose of the funds remains unchanged.
 - o R169.466 million was shifted within the NSNP grant from *Goods and services* to *Compensation of employees* in order to correctly align the budget in respect of the payments of stipends for foodhandlers who are no longer paid against *Goods and services* but through PERSAL in order to effect all relevant social benefits and ensure timeous payments.

9. Transfers and subsidies

Table 5.28 shows the summary of transfers and subsidies by programme and main category. Details of the main adjustments, which resulted in an overall decrease of R173.041 million in the transfers and subsidies allocation, are provided in the paragraphs below the tables.

Table 5.28 : Summary of transfers and subsidies by programme and main category

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	23 211	-	-	9 239	9 300	-	18 539	41 750
Provinces and municipalities	1 359	-	-	741	-	-	741	2 100
Motor vehicle licences	1 359	-	-	741	-	-	741	2 100
Households	21 852	-	-	8 498	9 300	-	17 798	39 650
Staff exit costs	21 852	-	-	(1 352)	-	-	(1 352)	20 500
Other transfers to households		-	-	9 850	9 300	-	19 150	19 150
2. Public Ordinary School Education	1 692 293	-	-	94 700	(262 691)	-	(167 991)	1 524 302
Non-profit institutions	1 616 338	-	-	-	(262 691)	-	(262 691)	1 353 647
Section 21 schools	1 608 322	-	-	-	(264 727)	-	(264 727)	1 343 595
Section 20 schools	8 016	-	-	-	2 036	-	2 036	10 052
Households	75 955	-	-	94 700	-	-	94 700	170 655
Staff exit costs	75 955	-	-	94 700	-	-	94 700	170 655
3. Independent School Subsidies	96 125	-	-	(10 000)	-	-	(10 000)	86 125
Non-profit institutions	96 125	-	-	(10 000)	-	-	(10 000)	86 125
Independent schools	96 125	-	-	(10 000)	-	-	(10 000)	86 125
4. Public Special School Education	152 609	-	-	(5 648)	(2 158)	-	(7 806)	144 803
Non-profit institutions	150 682	-	-	(9 448)	(2 158)	-	(11 606)	139 076
Schools	150 682	-	-	(9 448)	(2 158)	-	(11 606)	139 076
Households	1 927	-	-	3 800	-	-	3 800	5 727
Staff exit costs	1 927	-	-	3 800	-	-	3 800	5 727
5. Early Childhood Development	36 453	-	-	1 500	(6 513)	-	(5 013)	31 440
Non-profit institutions	36 453	-	-	-	(6 513)	-	(6 513)	29 940
ECD centres	36 453	-	-	-	(6 513)	-	(6 513)	29 940
Households	-	-	-	1 500	-	-	1 500	1 500
Staff exit costs	-	-	-	1 500	-	-	1 500	1 500
6. Infrastructure Development	-	-	-	-	-	-	-	-
7. Examination and Education Related Services	39 169	-	-	(770)	-	-	(770)	38 399
Departmental agencies and accounts	34 169	-	-	-	-	-	-	34 169
ETDP SETA	34 169	-	-	-	-	-	-	34 169
Households	5 000	-	-	(770)	-	-	(770)	4 230
Staff exit costs	5 000	-	-	(900)	-	-	(900)	4 100
Other transfers to households		-	-	130	-	-	130	130
Total	2 039 860	-	-	89 021	(262 062)	-	(173 041)	1 866 819
Amount to be voted								(173 041)

- **Virements:** The following virements, resulting in a net increase of R89.021 million, were undertaken:
 - o Programme 1 undertook virements as follows:
 - R741 000 was moved to *Provinces and municipalities* to offset pressures in respect of higher than budgeted motor vehicle licence fees.
 - R1.352 million was reduced from *Households* to offset pressures against the same category in Programme 2.
 - R9.850 million was increased against *Other transfers to households* to provide for court orders in respect of claims against the state.
 - o Programme 2 was increased by R94.700 million against *Households* to offset higher than budgeted pressures against staff exit costs which are difficult to accurately budget for. These savings were moved within the programme from savings realised against *Compensation of employees*, as well as from Programmes 1 and 7, as mentioned.
 - o Programme 3 was reduced by R10 million against *Non-profit institutions*. This relates to the non-increase of the per learner allocation for transfers to independent schools. The department indicated that these transfers were not part of the gazetted school transfers.
 - o Programme 4 was decreased by R9.448 million against *Non-profit institutions* towards offsetting pressures against *Goods and services* within the programme. This relates to pressures in respect of training and development of district care centre managers and care-givers, as well as communication costs for radio broadcasts on awareness campaigns for children with disabilities. This category provides for transfers to schools and that not all amounts were committed for this purpose and were therefore available to address spending pressures in other areas. These funds were not gazetted to be transferred to any school, as mentioned.

Vote 5: Education

- o Programme 5 was increased by R1.500 million against *Households* for higher than anticipated staff exit costs.
- o Programme 7 reflects a net decrease of R770 000 against *Households* which was moved to Programme 2 to offset pressures in respect of higher than budgeted staff exit costs.

These virements are permissible in terms of the PFMA and Treasury Regulations.

Legislature approval is required for the net reduction in *Transfers and subsidies to: Non-profit institutions*. As mentioned, these amounts were not gazetted to be transferred to any school, as highlighted in the table.

- *Shifts*: The following shifts resulted in a net decrease of R262.062 million in *Transfers and subsidies*:
 - o There was a shift within Programme 1 from *Goods and services* to *Other transfers to households* which resulted in an increase of R9.300 million to cater for bursaries awarded to non-employees in respect of the youth empowerment programme to assist students from disadvantaged backgrounds to study towards an education-related qualification in Maths and Science. As previously explained, the department indicated that this relates to students already on the programme and no new bursaries were awarded. These bursaries were inadvertently budgeted for against bursaries for employees instead of this category.
 - o A shift, which resulted in a decrease of R262.691 million, was undertaken under *Non-profit institutions* within Programme 2 to *Goods and services* in respect of S21 schools with function (c) who opted to purchase inventory: LTSM through the management agent instead of procuring this on their own. It should be noted that, in terms of the South African Schools Act, S21 (c), the Head of Department can allocate the function to purchase education material to the governing body. Shifts were also undertaken within the category in respect of S20 schools transfers which were inadvertently allocated against S21 schools. As previously mentioned, the purpose of the funds remains unchanged and this shift therefore does not require Legislature approval.
 - o R2.158 million was shifted from *Non-profit institutions* to *Goods and services* in order to adhere to the court order which instructed the department to purchase braille material for learners in special schools. The purpose of the funds remains unchanged as the funds were initially planned to be transferred to the special schools to purchase the braille material on their own but the department will now purchase the material. Therefore, this decrease in a transfer payment does not require Legislature approval, as previously mentioned.
 - o A shift, which resulted in a decrease of R6.513 million was undertaken from *Non-profit institutions* to *Goods and services*. This was to provide for the purchase of inventory: LTSM for the Grade R in ECD Centres that opted to purchase LTSM *via* the management agent instead of purchasing on their own. The purpose of the funds remains unchanged.

10. Transfers to local government

The amounts against *Provinces and municipalities* in Table 5.28 above cater for motor vehicle licences. These funds will not be transferred to any municipality, and therefore the table for transfers to local government has not been included.

11. Actual payments and revised spending projections for the rest of 2019/20

Tables 5.29 and 5.30 reflect actual payments as at the end of September 2019, projected payments for the rest of the financial year and the total revised spending in Rand value and as a percentage of the Adjusted Appropriation per programme and economic classification. The tables also show the 2018/19 Audited outcome.

Table 5.29 : Actual payments and revised spending projections by programme

R thousand	2018/19 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April 2019 - September 2019	% of budget	October 2019 - March 2020	% of budget	
1. Administration	1 749 845	1 937 406	932 202	48.1	1 005 204	51.9	1 937 406
2. Public Ordinary School Education	42 306 857	45 301 979	22 398 202	49.4	22 903 777	50.6	45 301 979
3. Independent School Subsidies	83 021	86 125	42 582	49.4	43 543	50.6	86 125
4. Public Special School Education	1 195 609	1 304 610	710 237	54.4	594 373	45.6	1 304 610
5. Early Childhood Development	1 172 558	1 341 786	659 193	49.1	682 593	50.9	1 341 786
6. Infrastructure Development	2 374 085	2 546 372	1 281 619	50.3	1 264 753	49.7	2 546 372
7. Examination and Education Related Services	1 461 954	1 570 074	575 216	36.6	994 858	63.4	1 570 074
Total	50 343 929	54 088 352	26 599 251	49.2	27 489 101	50.8	54 088 352

Table 5.30 : Actual payments and revised spending projections by economic classification

R thousand	2018/19 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April 2019 - September 2019	% of budget	October 2019 - March 2020	% of budget	
Current payments	46 828 528	50 153 824	24 314 607	48.5	25 839 217	51.5	50 153 824
Compensation of employees	42 269 607	45 409 361	22 323 633	49.2	23 085 728	50.8	45 409 361
Goods and services	4 556 583	4 744 463	1 990 966	42.0	2 753 497	58.0	4 744 463
Interest and rent on land	2 338	-	8	-	(8)	-	-
Transfers and subsidies to:	1 778 290	1 866 819	1 193 877	64.0	672 942	36.0	1 866 819
Provinces and municipalities	2 151	2 100	890	42.4	1 210	57.6	2 100
Departmental agencies and accounts	-	34 169	17 085	50.0	17 084	50.0	34 169
Higher education institutions	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-
Non-profit institutions	1 563 401	1 608 788	1 070 456	66.5	538 332	33.5	1 608 788
Households	212 738	221 762	105 446	47.5	116 316	52.5	221 762
Payments for capital assets	1 737 111	2 067 709	1 090 767	52.8	976 942	47.2	2 067 709
Buildings and other fixed structures	1 728 452	2 024 650	1 072 519	53.0	952 131	47.0	2 024 650
Machinery and equipment	7 156	25 812	13 001	50.4	12 811	49.6	25 812
Heritage assets	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
Software and other intangible assets	1 503	17 247	5 247	30.4	12 000	69.6	17 247
Payments for financial assets	-	-	-	-	-	-	-
Total	50 343 929	54 088 352	26 599 251	49.2	27 489 101	50.8	54 088 352

The department spent 49.2 per cent of the adjusted appropriation in the first six months of the financial year and projects to spend 50.8 per cent in the remaining six months. The fairly high projections in the second half of the year are mainly due to additional funds allocated in the Adjustments Estimate, which are projected to be utilised in the second half of the year. The department is projecting a balanced budget after all these adjustments have been made.

Table 5.A : Summary by economic classification : Education

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts			Other adjustments
Current payments	49 913 988	25 646	-	(101 405)	274 404	41 191	239 836	50 153 824
Compensation of employees	45 543 414	-	-	(335 905)	169 466	32 386	(134 053)	45 409 361
Salaries and wages	39 074 190	-	-	(297 105)	165 917	32 386	(98 802)	38 975 388
Social contributions	6 469 224	-	-	(38 800)	3 549	-	(35 251)	6 433 973
Goods and services	4 370 574	25 646	-	234 500	104 938	8 805	373 889	4 744 463
Administrative fees	14 358	-	-	(221)	-	-	(221)	14 137
Advertising	5 246	-	-	12 454	-	-	12 454	17 700
Minor assets	-	-	-	2 201	-	7 200	9 401	9 401
Audit cost: External	10 015	-	-	2 082	-	-	2 082	12 097
Bursaries: Employees	66 663	-	-	(31 700)	(9 300)	-	(41 000)	25 663
Catering: Departmental activities	59 223	40	-	3 655	-	-	3 695	62 918
Communication (G&S)	27 978	-	-	8 911	-	-	8 911	36 889
Computer services	69 852	-	-	6 081	(5 247)	-	834	70 686
Cons. & prof serv: Business and advisory services	97 459	336	-	8 804	1 150	-	10 290	107 749
Infrastructure and planning	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-
Legal costs	22 836	-	-	(11 505)	-	-	(11 505)	11 331
Contractors	15 280	-	-	1 373	-	-	1 373	16 653
Agency and support / outsourced services	1 563 556	-	-	(3 887)	(169 466)	-	(173 353)	1 390 203
Entertainment	-	-	-	12	-	-	12	12
Fleet services (incl govt motor transport)	33 856	-	-	14 204	-	-	14 204	48 060
Housing	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	202	-	-	202	202
Inventory: Farming supplies	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	49	-	-	49	49
Inventory: Fuel, oil and gas	366	-	-	(67)	-	-	(67)	299
Inventory: Learner and teacher support material	681 835	5 338	-	(42 428)	150 451	-	113 361	795 196
Inventory: Materials and supplies	1 500	-	-	-	(1 500)	-	(1 500)	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-
Inventory: Other supplies	235 389	16 890	-	95 660	63 850	-	176 400	411 789
Consumable supplies	81 266	-	-	(14 328)	-	1 605	(12 723)	68 543
Consumable: Stationery, printing and office supplies	50 982	-	-	3 043	-	-	3 043	54 025
Operating leases	103 441	-	-	45 975	-	-	45 975	149 416
Property payments	611 722	-	-	56 003	75 000	-	131 003	742 725
Transport provided: Departmental activity	3 242	-	-	5 557	-	-	5 557	8 799
Travel and subsistence	300 091	2 780	-	719	-	-	3 499	303 590
Training and development	67 266	-	-	(12 927)	-	-	(12 927)	54 339
Operating payments	222 586	242	-	83 745	-	-	83 987	306 573
Venues and facilities	23 766	-	-	(820)	-	-	(820)	22 946
Rental and hiring	800	20	-	1 653	-	-	1 673	2 473
Interest and rent on land	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to	2 039 860	-	-	89 021	(262 062)	-	(173 041)	1 866 819
Provinces and municipalities	1 359	-	-	741	-	-	741	2 100
Provinces	1 359	-	-	741	-	-	741	2 100
Provincial Revenue Funds	-	-	-	-	-	-	-	-
Provincial agencies and funds	1 359	-	-	741	-	-	741	2 100
Municipalities	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-
Departmental agencies and accounts	34 169	-	-	-	-	-	-	34 169
Social security funds	-	-	-	-	-	-	-	-
Entities receiving funds	34 169	-	-	-	-	-	-	34 169
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	1 899 598	-	-	(19 448)	(271 362)	-	(290 810)	1 608 788
Households	104 734	-	-	107 728	9 300	-	117 028	221 762
Social benefits	104 734	-	-	97 748	-	-	97 748	202 482
Other transfers to households	-	-	-	9 980	9 300	-	19 280	19 280
Payments for capital assets	2 067 667	-	-	12 384	(12 342)	-	42	2 067 709
Buildings and other fixed structures	2 024 650	-	-	-	-	-	-	2 024 650
Buildings	2 024 650	-	-	-	-	-	-	2 024 650
Other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	42 517	-	-	884	(17 589)	-	(16 705)	25 812
Transport equipment	18 500	-	-	(6 947)	-	-	(6 947)	11 553
Other machinery and equipment	24 017	-	-	7 831	(17 589)	-	(9 758)	14 259
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	500	-	-	11 500	5 247	-	16 747	17 247
Payments for financial assets	-	-	-	-	-	-	-	-
Total	54 021 515	25 646	-	-	-	41 191	66 837	54 088 352
Amount to be voted								66 837