

Vote 14

Public Works

| R thousand | 2019/20 | | | |
|--|--|------------------------|----------|----------------|
| | Main appropriation | Adjusted appropriation | Decrease | Increase |
| Operational budget | 1 683 339 | 2 063 963 | | 380 624 |
| MEC remuneration ¹ | 1 978 | 1 978 | | |
| Total amount to be appropriated | 1 685 317 | 2 065 941 | | 380 624 |
| <i>of which:</i> | | | | |
| Current payments | 972 816 | 975 400 | | 2 584 |
| Transfers and subsidies | 637 811 | 1 019 951 | | 382 140 |
| Payments for capital assets | 74 690 | 70 590 | (4 100) | |
| Payments for financial assets | - | - | | |
| Responsible MEC | MEC for Human Settlements and Public Works | | | |
| Administering department | Public Works | | | |
| Accounting Officer | Head: Public Works | | | |

1. Vision and mission

Vision

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

Mission statement

The department's mission statement is: *To improve the life of the people in KZN through sustainable infrastructure development and property management.*

2. Strategic objectives

Strategic policy direction: The Department of Public Works (DOPW) was restructured to be a capable implementing agent of choice for the client departments requiring building infrastructure services and property management such as office accommodation. The department has a responsibility to deliver on certain key social issues in consultation with the client departments. The department does not only deliver social infrastructure such as schools, clinics and hospitals, but it also co-ordinates the provincial infrastructure cluster. These are the core business functions of the department which are in line with the outcome based strategic goals and objectives in the 5-year strategic plan (2015-2020) of the department.

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

The 2019/20 main appropriation of DOPW was R1.685 billion, as detailed in the *EPRE*. This allocation includes the EPWP Integrated Grant for Provinces of R4.726 million.

During the year, the department's allocation was increased by R380.624 million, resulting in an adjusted appropriation of R2.066 billion. This additional funding was to offset the pressures that the payment of property rates is exerting on the department's budget as discussed below. The main reasons for the increase, as well as other adjustments, are summarised below, and explained in detail in Section 4:

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*.

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- *Virement between programmes:* The department undertook virements across sub-programmes and economic categories within programmes, while none were undertaken between programmes. Details of these virements are provided in Section 4. All virements undertaken are permissible in terms of the relevant legislation, namely the PFMA and the Treasury Regulations.

Payments for capital assets shows a net reduction for the Vote as a whole in Table 14.2, and Legislature approval is, therefore, required in this regard.

- *Shifts:* A shift was undertaken across programmes, with R35.718 million moved from Programme 3: Provision of Buildings, Structures and Equipment to Programme 2: Property Management within *Goods and services*. This shifting of funds relates to the Government Immovable Asset Management Act (GIAMA) – Conditional Assessment utilised to assess the condition of primary school facilities. This shift was undertaken to ensure alignment with the departmental structure. The original purpose of the funding remains unchanged. In addition, the department undertook further shifts within programmes and across economic classification and these are detailed in Section 4.
- *Other adjustments:* Additional funding of R380.624 million was allocated to assist with the pressure in the payment of property rates in respect of all districts. The pressures in property rates arose from increases in the market value of properties, with the most significant increase emanating from when the eThekweni Metro implemented the new general valuation roll in 2017/18. Also compounding this is the new general valuation roll that came into effect on 1 July 2019. The arrears from the prior year amount to R201 million, while the invoices for 2019/20 amount to R808.558 million. The total amount payable for property rates in 2019/20 is thus R1.010 billion compared to a budget of R628.933 million, resulting in a shortfall of R380.624 million. This additional funding is therefore specifically and exclusively allocated to the department for this purpose. These funds were placed against *Transfers and subsidies to: Provinces and municipalities* in Programme 2.

Tables 14.1 and 14.2 reflect a summary of the 2019/20 adjusted appropriation of the department, summarised according to programme and economic classification. Details of the economic classifications are given in *Annexure – Vote 14: Public Works*.

Table 14.1 : Summary by programmes

| R thousand | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
|---|--------------------|---------------------------|-------------------------------|----------|----------|-------------------|---------------------------------|------------------------|
| | | Roll-overs | Unforeseeable/ unavoidable | Virement | Shifts | Other adjustments | | |
| 1. Administration | 438 080 | - | - | - | - | - | - | 438 080 |
| 2. Property Management | 722 248 | - | - | - | 35 718 | 380 624 | 416 342 | 1 138 590 |
| 3. Provision of Buildings, Structures and Equipment | 524 989 | - | - | - | (35 718) | - | (35 718) | 489 271 |
| Total | 1 685 317 | - | - | - | - | 380 624 | 380 624 | 2 065 941 |
| Amount to be voted | | | | | | | | 380 624 |

Table 14.2 : 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 | 972 816 | - | - | 2 584 | - | - | 2 584 | 975 400 |
| Compensation of employees | 715 107 | - | - | (13 712) | 4 726 | - | (8 986) | 706 121 |
| Goods and services | 257 709 | - | - | 16 296 | (4 726) | - | 11 570 | 269 279 |
| Interest and rent on land | - | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 637 811 | - | - | 1 516 | - | 380 624 | 382 140 | 1 019 951 |
| Provinces and municipalities | 629 201 | - | - | (43) | - | 380 624 | 380 581 | 1 009 782 |
| Departmental agencies and accounts | 590 | - | - | - | - | - | - | 590 |
| Higher education institutions | - | - | - | - | - | - | - | - |
| Foreign governments and international organisations | - | - | - | - | - | - | - | - |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - |
| Non-profit institutions | - | - | - | - | - | - | - | - |
| Households | 8 020 | - | - | 1 559 | - | - | 1 559 | 9 579 |
| Payments for capital assets | 74 690 | - | - | (4 100) | - | - | (4 100) | 70 590 |
| Buildings and other fixed structures | 54 466 | - | - | (4 100) | - | - | (4 100) | 50 366 |
| Machinery and equipment | 14 724 | - | - | - | - | - | - | 14 724 |
| Heritage assets | - | - | - | - | - | - | - | - |
| Specialised military assets | - | - | - | - | - | - | - | - |
| Biological assets | - | - | - | - | - | - | - | - |
| Land and subsoil assets | - | - | - | - | - | - | - | - |
| Software and other intangible assets | 5 500 | - | - | - | - | - | - | 5 500 |
| Payments for financial assets | - | - | - | - | - | - | - | - |
| Total | 1 685 317 | - | - | - | - | 380 624 | 380 624 | 2 065 941 |
| Amount to be voted | | | | | | | | 380 624 |

4. Changes to programme purposes and service delivery measures

The department has not changed the purpose of any of its programmes. However, a number of changes were made to the service delivery measures and targets originally published in the 2019/20 EPRE to align with the APP, which was published after the 2019/20 EPRE, affecting both Programmes 2 and 3.

4.1 Programme 1: Administration

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

Tables 14.3 and 14.4 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 no change to the main appropriation, are provided in the paragraphs after the tables.

Table 14.3 : Programme 1: Administration

| R thousand | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
|---------------------|--------------------|---------------------------|-------------------------------|----------|--------|-------------------|---------------------------------|------------------------|
| | | Roll-overs | Unforeseeable/ unavoidable | Virement | Shifts | Other adjustments | | |
| 1. Minister Support | 13 527 | | | (800) | | | (800) | 12 727 |
| 2. Management | 424 553 | | | 800 | | | 800 | 425 353 |
| Total | 438 080 | - | - | - | - | - | - | 438 080 |
| Amount to be voted | | | | | | | | - |

Table 14.4 : 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 | 411 399 | - | - | (418) | - | - | (418) | 410 981 |
| Compensation of employees | 332 152 | | | (7 168) | | | (7 168) | 324 984 |
| Goods and services | 79 247 | | | 6 750 | | | 6 750 | 85 997 |
| Interest and rent on land | | | | | | | - | - |
| Transfers and subsidies to: | 7 620 | - | - | 418 | - | - | 418 | 8 038 |
| Provinces and municipalities | 268 | | | (43) | | | (43) | 225 |
| Departmental agencies and accounts | 529 | | | | | | - | 529 |
| Higher education institutions | | | | | | | - | - |
| Foreign governments and international organisations | | | | | | | - | - |
| Public corporations and private enterprises | | | | | | | - | - |
| Non-profit institutions | | | | | | | - | - |
| Households | 6 823 | | | 461 | | | 461 | 7 284 |
| Payments for capital assets | 19 061 | - | - | - | - | - | - | 19 061 |
| Buildings and other fixed structures | | | | | | | - | - |
| Machinery and equipment | 13 561 | | | | | | - | 13 561 |
| Heritage assets | | | | | | | - | - |
| Specialised military assets | | | | | | | - | - |
| Biological assets | | | | | | | - | - |
| Land and subsoil assets | | | | | | | - | - |
| Software and other intangible assets | 5 500 | | | | | | - | 5 500 |
| Payments for financial assets | | | | | | | - | - |
| Total | 438 080 | - | - | - | - | - | - | 438 080 |
| Amount to be voted | | | | | | | | - |

Virement – Programme 1: Administration

The main appropriation of Programme 1 remains unchanged from the EPRE. However, several virements were undertaken across the two sub-programmes and across economic categories as follows:

- Savings of R7.168 million were identified under *Compensation of employees* largely due to delays in filling budgeted critical vacant posts because of lengthy internal recruitment processes from both sub-programmes: Management and Minister Support. These were reduced by R6.368 million and R800 000, respectively. Savings of R43 000 were identified under *Transfers and subsidies to: Provinces and municipalities* due to motor vehicle licence fees being over-budgeted for under the sub-

programme: Management. These savings of R7.211 million were moved to address spending pressures, as explained below:

- o R6.750 million was moved to *Goods and services* in the sub-programme: Management to cater for higher than anticipated increases relating to Auditor-General fees, as well as resettlement costs in respect of departmental officials who relocated from Ulundi to Pietermaritzburg.
- o Net savings of R461 000 were moved to *Transfers and subsidies to: Households* under the sub-programme: Management to cater for higher than anticipated staff exit costs as follows:
 - R1.736 million was moved within this category from the external bursaries budget due to a limited number of applications received. These savings were moved within *Transfers and subsidies to: Households* to cater for higher than anticipated staff exit costs, hence the virement is not visible in these tables.
 - R461 000 was moved to *Transfers and subsidies to: Households* to cater for higher than anticipated staff exit costs.

The above-mentioned virements are all permissible in terms of the PFMA and Treasury Regulations.

4.2 Programme 2: Property Management

The main purpose of Programme 2 is to provide and facilitate the provision of accommodation and integrated property management services to clients through planned property life cycle (acquisition, maintenance and disposal), optimal utilisation of immovable assets, land valuation, maintenance of fixed asset register, payment of property rates and integrated service delivery. Programme 2 also includes the leasing of buildings.

Tables 14.5 and 14.6 reflect a summary of the 2019/20 adjusted appropriation of Programme 2, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in an increase of R416.342 million, are given in the paragraphs after the tables.

Table 14.5 : Programme 2: Property Management

| R thousand | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
|--|--------------------|---------------------------|---------------------------|----------|---------------|-------------------|---------------------------------|------------------------|
| | | Roll-overs | Unforeseeable/unavoidable | Virement | Shifts | Other adjustments | | |
| 1. Personnel and Admin. Related | 721 959 | | | (200) | 35 718 | 380 624 | 416 142 | 1 138 101 |
| 2. Hiring | | | | 200 | | | 200 | 200 |
| 2. Acquisition of Land, Control and Disposal | 289 | | | | | | - | 289 |
| Total | 722 248 | - | - | - | 35 718 | 380 624 | 416 342 | 1 138 590 |
| Amount to be voted | | | | | | | 416 342 | 416 342 |

Table 14.6 : 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 | 93 230 | - | - | (78) | 35 718 | - | 35 640 | 128 870 |
| Compensation of employees | 60 115 | | | (124) | | | (124) | 59 991 |
| Goods and services | 33 115 | | | 46 | 35 718 | | 35 764 | 68 879 |
| Interest and rent on land | | | | | | | - | - |
| Transfers and subsidies to: | 628 968 | - | - | 78 | - | 380 624 | 380 702 | 1 009 670 |
| Provinces and municipalities | 628 933 | | | | | 380 624 | 380 624 | 1 009 557 |
| Departmental agencies and accounts | 5 | | | | | | - | 5 |
| Higher education institutions | | | | | | | - | - |
| Foreign governments and international organisations | | | | | | | - | - |
| Public corporations and private enterprises | | | | | | | - | - |
| Non-profit institutions | | | | | | | - | - |
| Households | 30 | | | 78 | | | 78 | 108 |
| Payments for capital assets | 50 | - | - | - | - | - | - | 50 |
| Buildings and other fixed structures | | | | | | | - | - |
| Machinery and equipment | 50 | | | | | | - | 50 |
| Heritage assets | | | | | | | - | - |
| Specialised military assets | | | | | | | - | - |
| Biological assets | | | | | | | - | - |
| Land and subsoil assets | | | | | | | - | - |
| Software and other intangible assets | | | | | | | - | - |
| Payments for financial assets | | | | | | | - | - |
| Total | 722 248 | - | - | - | 35 718 | 380 624 | 416 342 | 1 138 590 |
| Amount to be voted | | | | | | | 416 342 | 416 342 |

Virement – Programme 2: Property Management

Several virements were undertaken across sub-programmes within Programme 2 and within the same economic categories, hence they are not evident in Table 14.5. The net result of the virements is summarised as follows:

- Savings of R124 000 were identified under *Compensation of employees* due to internal delays in the filling of critical vacant posts from the sub-programme: Personnel and Admin. Related. These savings were moved as follows:
 - R46 000 was moved to *Goods and services* to cater for lease costs of telecommunication devices required in the Midlands and eThekweni Regions in the sub-programme: Hiring.
 - R78 000 was moved to *Transfers and subsidies to: Households* to reduce spending pressures in respect of staff exit costs under the sub-programme: Personnel and Admin. Related.
- In addition, savings of R154 000 were identified under the sub-programme: Personnel and Admin. Related due to cost-cutting implemented on items such as consultant fees, travel and subsistence, as well as training and development. These savings were moved to the sub-programme: Hiring within *Goods and services* to cater for the above-mentioned lease costs of telecommunication devices.

The above virements are all permissible in terms of the PFMA and Treasury Regulations.

Shifts – Programme 2: Property Management: R35.718 million

The main appropriation for Programme 2 was increased by R35.718 million, which was moved from Programme 3 to this programme within *Goods and services*. This relates to the GIAMA – Conditional Assessment utilised to assess the condition of primary school facilities. This function will now be managed by the sub-programme: Personnel and Admin. Related, which is responsible for the immovable asset management services such as planned property life cycle, and this is in terms of the organisational structure. The original purpose of the funding remains unchanged.

Other adjustments – Programme 2: Property Management: R380.624 million

The main appropriation for Programme 2 was increased by R380.624 million due to additional funding to assist with the pressure in the payment of property rates in respect of all districts. This pressure arose from increases in the market value of properties, with the most significant increase emanating from when the eThekweni Metro implemented the new general valuation roll in 2017/18. Also compounding this is the new general valuation roll that came into effect on 1 July 2019 for 2019/20. This additional funding is specifically and exclusively allocated for this purpose, and was allocated to *Transfers and subsidies to: Provinces and municipalities* in the Personnel and Admin. Related sub-programme, as mentioned.

Service delivery measures – Programme 2: Property Management

Table 14.7 shows the service delivery measures relating to Programme 2 including both customised measures prescribed for the Public Works sector, as well as several measures not prescribed by the sector. The department revised two measures, to align with the measures in the APP, due to the *EPRE* being tabled before the APP was finalised. The amended measures are shown in the Revised target column.

Table 14.7 : Service delivery measures – Programme 2: Property Management

| Outputs | Performance indicators | Performance targets | | |
|---|---|-------------------------------|-------------------------------|------------------------------|
| | | 2019/20 Original target | 2019/20 Mid-year actual | 2019/20 Revised target |
| 1. Effectively manage immovable assets in terms of GIAMA | • No. of immovable assets verified in the Immovable Asset Register in accordance with the mandatory requirements of National Treasury | 191 | - | 276 |
| | • No. of properties registered into the name of the KZN provincial government | 237 | - | |
| | • % of total budget spent on approved property rates invoices from municipalities | 100% (R629m) | - | |
| 2. Effectively provide accommodation needs for provincial departments | • No. of lease agreements concluded | 80 | - | |
| | • No. of properties acquired | 15 | - | 10 |

4.3 Programme 3: Provision of Buildings, Structures and Equipment

The main purpose of this programme is the erection and/or acquisition of buildings, structures and engineering works and the maintenance of buildings to client specifications. The core services of Programme 3 have not changed from those listed in the 2019/20 EPRE. Tables 14.8 and 14.9 reflect a summary of the 2019/20 adjusted appropriation of Programme 3, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall decrease of R35.718 million, are given in the paragraphs after the tables.

Table 14.8 : Programme 3: Provision of Buildings, Structures and Equipment

| R thousand | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation |
|---------------------------------|--------------------|---------------------------|-------------------------------|----------|-----------------|-------------------|---------------------------------|------------------------|
| | | Roll-overs | Unforeseeable/ unavoidable | Virement | Shifts | Other adjustments | | |
| 1. Personnel and Admin. Related | 454 552 | | | | (35 718) | | (35 718) | 418 834 |
| 2. Buildings and Structures | 70 437 | | | | | | - | 70 437 |
| Total | 524 989 | - | - | - | (35 718) | - | (35 718) | 489 271 |
| Amount to be voted | | | | | | | (35 718) | |

Table 14.9 : 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 | 468 187 | - | - | 3 080 | (35 718) | - | (32 638) | 435 549 |
| Compensation of employees | 322 840 | | | (6 420) | 4 726 | | (1 694) | 321 146 |
| Goods and services | 145 347 | | | 9 500 | (40 444) | | (30 944) | 114 403 |
| Interest and rent on land | | | | | | | - | - |
| Transfers and subsidies to: | 1 223 | - | - | 1 020 | - | - | 1 020 | 2 243 |
| Provinces and municipalities | | | | | | | - | - |
| Departmental agencies and accounts | 56 | | | | | | - | 56 |
| Higher education institutions | | | | | | | - | - |
| Foreign governments and international organisations | | | | | | | - | - |
| Public corporations and private enterprises | | | | | | | - | - |
| Non-profit institutions | | | | | | | - | - |
| Households | 1 167 | | | 1 020 | | | 1 020 | 2 187 |
| Payments for capital assets | 55 579 | - | - | (4 100) | - | - | (4 100) | 51 479 |
| Buildings and other fixed structures | 54 466 | | | (4 100) | | | (4 100) | 50 366 |
| Machinery and equipment | 1 113 | | | | | | - | 1 113 |
| Heritage assets | | | | | | | - | - |
| Specialised military assets | | | | | | | - | - |
| Biological assets | | | | | | | - | - |
| Land and subsoil assets | | | | | | | - | - |
| Software and other intangible assets | | | | | | | - | - |
| Payments for financial assets | - | - | - | - | - | - | - | - |
| Total | 524 989 | - | - | - | (35 718) | - | (35 718) | 489 271 |
| Amount to be voted | | | | | | | (35 718) | |

Virement – Programme 3: Provision of Buildings, Structures and Equipment

The main appropriation of Programme 3 remains unchanged from the EPRE. However, several virements were undertaken within the same sub-programmes but across economic categories within Programme 3, hence they are not evident in Table 14.8. The net result of these virements is summarised as follows:

- Savings of R10.520 million were identified in *Compensation of employees* (R6.420 million) and *Buildings and other fixed structures* (R4.100 million). The savings in *Compensation of employees* were due to internal delays in filling vacant critical posts caused by difficulties in finding suitable candidates, particularly for critical OSD and professional posts in the sub-programme: Personnel and Admin. Related. The savings of R4.100 million identified in *Buildings and other fixed structures* in the sub-programme: Buildings and Structures were due to slower than anticipated progress, mainly as a result of poor performance by the contractor in the construction of the iLembe District's new office building. These savings were moved within the sub-programmes as follows:
 - o R5.400 million was moved to address spending pressures against *Goods and services* within the sub-programme: Personnel and Admin. Related to cater for increased costs against property payments relating to electricity and water for shared services in the North Coast Region, at the Legislature Assembly (LA) Complex in Ulundi.
 - o R1.020 million was moved to *Transfers and subsidies to: Households* within the sub-programme: Personnel and Admin. Related to cater for higher than anticipated staff exit costs.

- o R4.100 million was moved within the sub-programme: Buildings and Structures to *Goods and services* to cater for an increase in unplanned maintenance and repair work in the Midlands and Southern Regions with regard to departmental buildings.

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

Legislature approval is required for the net reduction in *Payments for capital assets* of R4.100 million for the Vote as a whole, which was moved to *Goods and services*, as explained above.

Shifts – Programme 3: Provision of Buildings, Structures and Equipment: (R35.718 million)

The department undertook two shifts in this programme, where the original purpose of the funds does not change. These are detailed as follows:

- A shift of R35.718 million was undertaken from this programme under the sub-programme: Personnel and Admin. Related to Programme 2 within *Goods and services*. The purpose of these funds remains unchanged. This relates to the GIAMA – Conditional Assessment utilised to undertake the condition assessment of primary school facilities. This function will now be managed by Programme 2 to ensure alignment with the departmental structure, as explained, and the original purpose of the funding remains unchanged.
- The department undertook a further shift within Programme 3, whereby an amount of R4.726 million was moved from *Goods and services* to *Compensation of employees* within the sub-programme: Personnel and Admin. Related in respect of the EPWP Integrated Grant for Provinces. The payment of stipends will no longer be managed by a service provider, as beneficiaries will now receive their stipends directly from the department. The original purpose of the funding remains unchanged.

Service delivery measures – Programme 3: Provision of Buildings, Structures and Equipment

Table 14.10 shows the revised service delivery targets for Programme 3 including both customised measures prescribed for the Public Works sector, as well as several measures which are not prescribed by the sector. The department revised some of the wording, to align with the wording in the 2019/20 APP, due to the *EPRE* being tabled before the APP was finalised. The amended wording is shown in bold italics. Also, it must be noted that eight targets are amended to fall in line with the APP, which was tabled after the *EPRE*, and these are shown in the 2019/20 Revised target column.

Table 14.10 : Service delivery measures – Programme 3: Provision of Buildings, Structures and Equipment

| Outputs | Performance indicators | Performance targets | | |
|---|--|-------------------------------|-------------------------------|------------------------------|
| | | 2019/20 Original target | 2019/20 Mid-year actual | 2019/20 Revised target |
| 1. Effectively manage the operation of facilities in terms of GIAMA | • No. of condition assessments conducted on state owned buildings | 337 | | 150 |
| 2. Effective planning and implementation of infrastructure plans | • No. of infrastructure designs ready for tender | 13 | 5 | 16 |
| 3. Timeous completion of capital and maintenance projects | • No. of capital infrastructure projects completed within agreed time period | 24 | 1 | 14 |
| | • No. of capital infrastructure projects completed within agreed budget | 54 | 1 | 14 |
| | • No. of planned maintenance projects completed within agreed contract period | 15 | - | 20 |
| | • No. of planned maintenance projects completed within agreed contract budget | 32 | - | 20 |
| | • No. of planned maintenance projects awarded | 31 | 8 | 12 |
| 4. Creation of work opportunities | • No. of EPWP work opportunities created by the provincial DOPW | 6 000 | 2 500 | |
| | • No. of Full Time Equivalent (FTEs) created by the provincial DOPW | 600 | 250 | |
| 5. Creation of FTEs | • No. of public bodies reporting on EPWP targets within the province | 66 | 66 | |
| 6. Effective co-ordination of EPWP | • No. of work opportunities reported in the EPWP – RS by public bodies aligned to the approved EPWP Phase II business plan | 195 000 | 30 472 | 121 888 |
| | • No. of interventions implemented to support public bodies in the creation of targeted number of work opportunities in the province | 4 | 1 | |
| 7. Effective empowerment of EPWP beneficiaries | • No. of beneficiary empowerment interventions | 3 | 1 | |

5. Specifically and exclusively appropriated allocations

Table 14.11 shows the amounts that are specifically and exclusively appropriated for specific purposes in terms of the KZN Adjustments Appropriation Act, 2019. Note that transfers in respect of conditional grants, as well as local government (which are also specifically and exclusively appropriated funds), are not included here, as they are discussed in Sections 8, 9 and 10. Details of the main adjustments, which resulted in an overall increase of R380.624 million in respect of the specifically and exclusively appropriated funding, are given in the paragraphs after the table.

Table 14.11 : 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 2: Municipal Property Rates | 628 933 | | | | | 380 624 | 380 624 | 1 009 557 |
| 2. Prog 2: GIAMA - Izandla Ziyagezana | 16 774 | | | | | | - | 16 774 |
| 3. Prog 2: Fixed Asset Register | 4 414 | | | | | | - | 4 414 |
| 4. Prog 2: GIAMA - Conditional Assessment | | | | | 35 718 | | 35 718 | 35 718 |
| 5. Prog 3: Improving Infrastructure Support | 25 481 | | | | | | - | 25 481 |
| 6. Prog 3: GIAMA - Conditional Assessment | 35 718 | | | | (35 718) | | (35 718) | - |
| Total | 711 320 | - | - | - | - | 380 624 | 380 624 | 1 091 944 |
| Amount to be voted | | | | | | | 380 624 | 380 624 |

- *Shifts*: An amount of R35.718 million was moved from Programme 3 to Programme 2 within *Goods and services*. This shifting of funds relates to the GIAMA – Conditional Assessment used to undertake condition assessments of primary school facilities for the Department of Education. This function will now be managed by Programme 2 to ensure alignment with the departmental structure, as explained. The original purpose of the funding remains unchanged.
- *Other adjustments*: R380.624 million was allocated to assist with the pressure in the payment of property rates in respect of all districts. The pressures in property rates arose from increases in the market value of properties, with the most significant increase emanating from when the eThekweni Metro implemented the new general valuation roll in 2017/18. Also compounding this is the new general valuation roll that came into effect on 1 July 2019 for 2019/20. This funding is therefore specifically and exclusively allocated to the department for this purpose. These funds were placed against *Transfers and subsidies to: Provinces and municipalities* in Programme 2, as mentioned.

6. Gifts, donations and sponsorships

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

7. Infrastructure

Table 14.12 shows the summary of the 2019/20 infrastructure payments per main category. There were no budget adjustments in respect of the overall infrastructure budget, although there was a movement made between categories, as explained in the paragraph following the table.

Table 14.12 : 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 | 39 767 | - | - | 4 100 | - | - | 4 100 | 43 867 |
| Maintenance and repair: Current | 15 940 | | | 4 100 | | | 4 100 | 20 040 |
| Upgrades and additions: Capital | 9 500 | | | | | | - | 9 500 |
| Refurbishment and rehabilitation: Capital | 14 327 | | | | | | - | 14 327 |
| New infrastructure assets: Capital | 30 639 | - | - | (4 100) | - | - | (4 100) | 26 539 |
| Infrastructure transfers | - | - | - | - | - | - | - | - |
| Infrastructure transfers: Capital | | | | | | | - | - |
| Infrastructure transfers: Current | | | | | | | - | - |
| Infrastructure: Payments for financial assets | - | - | - | - | - | - | - | - |
| Infrastructure: Leases | - | - | - | - | - | - | - | - |
| Non infrastructure | - | - | - | - | - | - | - | - |
| Capital infrastructure | 54 466 | | | (4 100) | | | (4 100) | 50 366 |
| Current infrastructure | 15 940 | | | 4 100 | | | 4 100 | 20 040 |
| Total | 70 406 | - | - | - | - | - | - | 70 406 |
| Amount to be voted | | | | | | | - | - |

- *Virement*: The department undertook a virement within Programme 3, and within the sub-programme: Buildings and Structures from capital to current infrastructure payments. An amount of R4.100 million was moved from *New infrastructure assets: Capital* due to slow progress in the construction of the iLembe District's new office building. These savings were moved to *Maintenance and repair: Current* to offset spending pressures brought about by an increase in unplanned maintenance and repair work in the Midlands and Southern Regions in respect of departmental buildings.

As mentioned, Legislature approval is required for the reduction in *Payments for capital assets* of R4.100 million for the Vote as a whole, as reflected in Table 14.12. It should be noted that this virement was supported in principle by Provincial Treasury, as the funds remain within infrastructure.

8. Conditional grants

Tables 14.13 and 14.14 provide a summary of the conditional grant budget of the department, which relates to the EPWP Integrated Grant for Provinces. The department undertook a shift between economic categories, as explained after the tables.

Table 14.13 : 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 | | |
| 3. Provision of Buildings, Structures and Equipment | 4 726 | - | - | - | - | - | - | 4 726 |
| EPWP Integrated Grant for Provinces | 4 726 | | | | | | - | 4 726 |
| Total | 4 726 | - | - | - | - | - | - | 4 726 |
| Amount to be voted | | | | | | | | - |

Table 14.14 : 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 | 4 726 | - | - | - | - | - | - | 4 726 |
| Compensation of employees | | | | | 4 726 | | 4 726 | 4 726 |
| Goods and services | 4 726 | | | | (4 726) | | (4 726) | - |
| Interest and rent on land | | | | | | | - | - |
| Transfers and subsidies to: | - | - | - | - | - | - | - | - |
| Provinces and municipalities | | | | | | | - | - |
| Departmental agencies and accounts | | | | | | | - | - |
| Higher education institutions | | | | | | | - | - |
| Foreign governments and international organisations | | | | | | | - | - |
| Public corporations and private enterprises | | | | | | | - | - |
| Non-profit institutions | | | | | | | - | - |
| Households | | | | | | | - | - |
| Payments for capital assets | - | - | - | - | - | - | - | - |
| Buildings and other fixed structures | | | | | | | - | - |
| Machinery and equipment | | | | | | | - | - |
| Heritage assets | | | | | | | - | - |
| Specialised military assets | | | | | | | - | - |
| Biological assets | | | | | | | - | - |
| Land and subsoil assets | | | | | | | - | - |
| Software and other intangible assets | | | | | | | - | - |
| Payments for financial assets | - | - | - | - | - | - | - | - |
| Total | 4 726 | - | - | - | - | - | - | 4 726 |
| Amount to be voted | | | | | | | | - |

- *Shifts*: An amount of R4.726 million for the EPWP Integrated Grant for Provinces was shifted within the grant from *Goods and services* to *Compensation of employees*. The payment of stipends will no longer be managed by a service provider, as beneficiaries will now receive their stipends directly from the department. The original purpose of the funding remains unchanged.

9. Transfers and subsidies

Table 14.15 shows the summary of transfers and subsidies by programme and main category. Details of the main adjustments, which resulted in an overall increase of R382.140 million in the transfers and subsidies allocation, are provided in the paragraphs following the table.

Table 14.15 : 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 | 7 620 | - | - | 418 | - | - | 418 | 8 038 |
| Provinces and municipalities | 268 | - | - | (43) | - | - | (43) | 225 |
| Motor vehicle licences | 268 | - | - | (43) | - | - | (43) | 225 |
| Departmental agencies and accounts | 529 | - | - | - | - | - | - | 529 |
| Skills development levy | 515 | - | - | - | - | - | - | 515 |
| Social security funds - Comp. Commissioner | 14 | - | - | - | - | - | - | 14 |
| Households | 6 823 | - | - | 461 | - | - | 461 | 7 284 |
| Bursaries: Non employees | 6 214 | - | - | (1 736) | - | - | (1 736) | 4 478 |
| Staff exit costs | 609 | - | - | 2 197 | - | - | 2 197 | 2 806 |
| 2. Property Management | 628 968 | - | - | 78 | - | 380 624 | 380 702 | 1 009 670 |
| Provinces and municipalities | 628 933 | - | - | - | - | 380 624 | 380 624 | 1 009 557 |
| Municipalities - Property rates | 628 933 | - | - | - | - | 380 624 | 380 624 | 1 009 557 |
| Departmental agencies and accounts | 5 | - | - | - | - | - | - | 5 |
| Social security funds - Comp. Commissioner | 5 | - | - | - | - | - | - | 5 |
| Households | 30 | - | - | 78 | - | - | 78 | 108 |
| Staff exit costs | 30 | - | - | 78 | - | - | 78 | 108 |
| 3. Provision of Buildings, Structures and Equipment | 1 223 | - | - | 1 020 | - | - | 1 020 | 2 243 |
| Departmental agencies and accounts | 56 | - | - | - | - | - | - | 56 |
| Social security funds - Comp. Commissioner | 56 | - | - | - | - | - | - | 56 |
| Households | 1 167 | - | - | 1 020 | - | - | 1 020 | 2 187 |
| Staff exit costs | 1 167 | - | - | 1 020 | - | - | 1 020 | 2 187 |
| Total | 637 811 | - | - | 1 516 | - | 380 624 | 382 140 | 1 019 951 |
| Amount to be voted | | | | | | | | 382 140 |

- *Virement*: The department undertook the following virements affecting *Transfers and subsidies*:
 - Programme 1 reflects a net increase of R418 000 which was moved from *Compensation of employees* to *Households* to cater for higher than anticipated staff exit costs. In addition to this, further virements were undertaken within *Transfers and subsidies* in Programme 1 as follows:
 - R43 000 was moved from *Provinces and municipalities* to *Households* to cater for higher than anticipated staff exit costs, resulting in a net increase of R461 000 against *Households*.
 - R1.736 million was moved within *Households* from the external bursaries budget due to a limited number of applications received. These savings were moved to cater for higher than anticipated staff exit costs.
 - R78 000 was moved to *Households* in Programme 2 to cater for staff exit costs, which were under-budgeted for. These savings were identified under *Compensation of employees* due to internal delays in the filling of critical vacant posts within Programme 2, as mentioned.
 - R1.020 million was moved to *Households* in Programme 3 to provide for higher than anticipated staff exit costs. These savings were identified from *Compensation of employees* due to internal delays in filling vacant posts within this programme, as mentioned.

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

- *Other adjustments*: An amount of R380.624 million was allocated to assist with the pressure in the payment of property rates in respect of all districts, as detailed previously. These funds were placed against *Provinces and municipalities* in Programme 2.

10. Transfers to local government

Table 14.16 shows the details of transfers to local government. Note that the amount against *Provinces and municipalities* in Table 14.16 includes provision for motor vehicle licences in Programme 1. This amount is excluded from the transfers to local government table, as these funds will not be transferred to any municipality.

The main adjustment, which resulted in an overall increase of R380.624 million, is explained below:

- *Other adjustments*: An amount of R380.624 million was allocated to assist with the pressure in the payment of property rates in respect of all districts, as detailed earlier. These funds were placed against *Transfers and subsidies to: Provinces and municipalities* in Programme 2 with the bulk allocated to eThekweni, followed by King Cetshwayo district.

Table 14.16 : Summary of transfers to local government

| R thousand | Main appropriation | Adjustments appropriation | | | | | Total adjustments appropriation | Adjusted appropriation | |
|------------|---|---------------------------|-------------------------------|----------|--------|-------------------|---------------------------------|------------------------|------------------|
| | | Roll-overs | Unforeseeable/ unavoidable | Virement | Shifts | Other adjustments | | | |
| A | KZN2000 eThekweni | 278 802 | - | - | - | - | 182 155 | 182 155 | 460 957 |
| | Total: Ugu Municipalities | 17 979 | - | - | - | - | 14 102 | 14 102 | 32 081 |
| B | KZN212 uMdoni | 3 598 | - | - | - | - | 6 697 | 6 697 | 10 295 |
| B | KZN213 uMzombe | 4 360 | - | - | - | - | - | - | 4 360 |
| B | KZN214 uMuziwabantu | 5 361 | - | - | - | - | - | - | 5 361 |
| B | KZN216 Ray Nkonyeni | 4 660 | - | - | - | - | 7 405 | 7 405 | 12 065 |
| | Total: uMgungundlovu Municipalities | 92 540 | - | - | - | - | 26 086 | 26 086 | 118 626 |
| B | KZN221 uMshwathi | 10 983 | - | - | - | - | - | - | 10 983 |
| B | KZN222 uMngeni | 9 070 | - | - | - | - | - | - | 9 070 |
| B | KZN223 Mpofana | 122 | - | - | - | - | 2 151 | 2 151 | 2 273 |
| B | KZN224 iMpindle | 324 | - | - | - | - | 1 192 | 1 192 | 1 516 |
| B | KZN225 Msunduzi | 71 243 | - | - | - | - | 22 743 | 22 743 | 93 986 |
| B | KZN226 Mkhambathini | 733 | - | - | - | - | - | - | 733 |
| B | KZN227 Richmond | 65 | - | - | - | - | - | - | 65 |
| | Total: uThukela Municipalities | 48 333 | - | - | - | - | 17 395 | 17 395 | 65 728 |
| B | KZN235 Okhahlamba | 6 220 | - | - | - | - | - | - | 6 220 |
| B | KZN237 iNkosi Langalibalele | 20 132 | - | - | - | - | 2 942 | 2 942 | 23 074 |
| B | KZN238 Alfred Duma | 21 981 | - | - | - | - | 14 453 | 14 453 | 36 434 |
| | Total: uMzinyathi Municipalities | 32 206 | - | - | - | - | 20 151 | 20 151 | 52 357 |
| B | KZN241 eNdumeni | 9 693 | - | - | - | - | 4 594 | 4 594 | 14 287 |
| B | KZN242 Nquthu | 10 448 | - | - | - | - | 12 535 | 12 535 | 22 983 |
| B | KZN244 uMsinga | 5 438 | - | - | - | - | 2 167 | 2 167 | 7 605 |
| B | KZN245 uMvoti | 6 627 | - | - | - | - | 855 | 855 | 7 482 |
| | Total: Amajuba Municipalities | 13 186 | - | - | - | - | 990 | 990 | 14 176 |
| B | KZN252 Newcastle | 5 055 | - | - | - | - | - | - | 5 055 |
| B | KZN253 eMadiangeni | 3 179 | - | - | - | - | 990 | 990 | 4 169 |
| B | KZN254 Dannhauser | 4 952 | - | - | - | - | - | - | 4 952 |
| | Total: Zululand Municipalities | 46 476 | - | - | - | - | 30 368 | 30 368 | 76 844 |
| B | KZN261 eDumbe | 3 668 | - | - | - | - | 3 791 | 3 791 | 7 459 |
| B | KZN262 uPhongolo | 3 917 | - | - | - | - | 4 502 | 4 502 | 8 419 |
| B | KZN263 Abaqulusi | 7 775 | - | - | - | - | 4 719 | 4 719 | 12 494 |
| B | KZN265 Nongoma | 6 479 | - | - | - | - | 7 786 | 7 786 | 14 265 |
| B | KZN266 Ulundi | 24 637 | - | - | - | - | 9 570 | 9 570 | 34 207 |
| | Total: uMkhanyakude Municipalities | 27 961 | - | - | - | - | 14 924 | 14 924 | 42 885 |
| B | KZN271 uMhlabuyalingana | 12 677 | - | - | - | - | 8 650 | 8 650 | 21 327 |
| B | KZN272 Jozini | 6 481 | - | - | - | - | 2 305 | 2 305 | 8 786 |
| B | KZN275 Mtubatuba | 6 114 | - | - | - | - | - | - | 6 114 |
| B | KZN276 Big Five Hlabisa | 2 689 | - | - | - | - | 3 969 | 3 969 | 6 658 |
| | Total: King Cetshwayo Municipalities | 38 902 | - | - | - | - | 58 547 | 58 547 | 97 449 |
| B | KZN281 uMfolozi | 605 | - | - | - | - | 21 649 | 21 649 | 22 254 |
| B | KZN282 uMhlathuze | 24 199 | - | - | - | - | 133 | 133 | 24 332 |
| B | KZN284 uMlalazi | 3 914 | - | - | - | - | 24 030 | 24 030 | 27 944 |
| B | KZN285 Mthonjaneni | 3 057 | - | - | - | - | 2 239 | 2 239 | 5 296 |
| B | KZN286 Nkandla | 7 127 | - | - | - | - | 10 496 | 10 496 | 17 623 |
| | Total: iLembe Municipalities | 18 579 | - | - | - | - | 4 560 | 4 560 | 23 139 |
| B | KZN291 Mandeni | 881 | - | - | - | - | 619 | 619 | 1 500 |
| B | KZN292 KwaDukuza | 6 434 | - | - | - | - | - | - | 6 434 |
| B | KZN293 Ndwedwe | 1 575 | - | - | - | - | 1 627 | 1 627 | 3 202 |
| B | KZN294 Maphumulo | 9 689 | - | - | - | - | 2 314 | 2 314 | 12 003 |
| | Total: Harry Gwala Municipalities | 13 969 | - | - | - | - | 11 346 | 11 346 | 25 315 |
| B | KZN433 Greater Kokstad | 950 | - | - | - | - | 9 038 | 9 038 | 9 988 |
| B | KZN434 uBuhlebezwe | 4 654 | - | - | - | - | - | - | 4 654 |
| B | KZN435 uMzimkhulu | 4 797 | - | - | - | - | - | - | 4 797 |
| B | KZN436 Dr Nkosazana Dlamini Zuma | 3 568 | - | - | - | - | 2 308 | 2 308 | 5 876 |
| | Unallocated | - | - | - | - | - | - | - | - |
| | Total | 628 933 | - | - | - | - | 380 624 | 380 624 | 1 009 557 |
| | Amount to be voted | | | | | | | | 380 624 |

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

Tables 14.17 and 14.18 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 14.17 : 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 | 415 347 | 438 080 | 206 230 | 47.1 | 231 850 | 52.9 | 438 080 |
| 2. Property Management | 806 924 | 1 138 590 | 341 425 | 30.0 | 797 165 | 70.0 | 1 138 590 |
| 3. Provision of Buildings, Structures and Equipment | 453 307 | 489 271 | 200 839 | 41.0 | 288 432 | 59.0 | 489 271 |
| Total | 1 675 578 | 2 065 941 | 748 494 | 36.2 | 1 317 447 | 63.8 | 2 065 941 |

Table 14.18 : 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 | 882 188 | 975 400 | 427 080 | 43.8 | 548 320 | 56.2 | 975 400 |
| Compensation of employees | 617 365 | 706 121 | 323 041 | 45.7 | 383 080 | 54.3 | 706 121 |
| Goods and services | 264 823 | 269 279 | 104 039 | 38.6 | 165 240 | 61.4 | 269 279 |
| Interest and rent on land | - | - | - | - | - | - | - |
| Transfers and subsidies to: | 744 091 | 1 019 951 | 310 572 | 30.4 | 709 379 | 69.6 | 1 019 951 |
| Provinces and municipalities | 728 957 | 1 009 782 | 305 781 | 30.3 | 704 001 | 69.7 | 1 009 782 |
| Departmental agencies and accounts | 488 | 590 | - | - | 590 | 100.0 | 590 |
| Higher education institutions | - | - | - | - | - | - | - |
| Foreign governments and international organisations | - | - | - | - | - | - | - |
| Public corporations and private enterprises | - | - | - | - | - | - | - |
| Non-profit institutions | - | - | - | - | - | - | - |
| Households | 14 646 | 9 579 | 4 791 | 50.0 | 4 788 | 50.0 | 9 579 |
| Payments for capital assets | 47 014 | 70 590 | 10 842 | 15.4 | 59 748 | 84.6 | 70 590 |
| Buildings and other fixed structures | 25 529 | 50 366 | 9 139 | 18.1 | 41 227 | 81.9 | 50 366 |
| Machinery and equipment | 17 124 | 14 724 | 1 649 | 11.2 | 13 075 | 88.8 | 14 724 |
| Heritage assets | - | - | - | - | - | - | - |
| Specialised military assets | - | - | - | - | - | - | - |
| Biological assets | - | - | - | - | - | - | - |
| Land and subsoil assets | - | - | - | - | - | - | - |
| Software and other intangible assets | 4 361 | 5 500 | 54 | 1.0 | 5 446 | 99.0 | 5 500 |
| Payments for financial assets | 2 285 | - | - | - | - | - | - |
| Total | 1 675 578 | 2 065 941 | 748 494 | 36.2 | 1 317 447 | 63.8 | 2 065 941 |

Mid-year spending totalled R748.494 million, or 36.2 per cent of the adjusted budget, lower than the 50 per cent straight-line benchmark. The department is projecting to remain within budget by year-end. All programmes, as well as all economic categories are projecting a balanced budget at year-end, after taking into account the additional funding of R380.624 million allocated in the Adjustments Estimate.

Table 14 A : Summary by economic classification : Public Works

| R thousand | Main appropriation | Adjustments appropriation | | | | Total adjustments appropriation | Adjusted appropriation | |
|--|--------------------|---------------------------|-------------------------------|----------------|---------|---------------------------------|------------------------|-------------------|
| | | Roll-overs | Unforeseeable/ unavoidable | Virement | Shifts | | | Other adjustments |
| Current payments | 972 816 | - | - | 2 584 | - | - | 2 584 | 975 400 |
| Compensation of employees | 715 107 | - | - | (13 712) | 4 726 | - | (8 986) | 706 121 |
| Salaries and wages | 619 941 | - | - | (14 574) | 4 726 | - | (9 848) | 610 093 |
| Social contributions | 95 166 | - | - | 862 | - | - | 862 | 96 028 |
| Goods and services | 257 709 | - | - | 16 296 | (4 726) | - | 11 570 | 269 279 |
| Administrative fees | 1 491 | - | - | - | - | - | - | 1 491 |
| Advertising | 5 975 | - | - | - | - | - | - | 5 975 |
| Minor assets | 451 | - | - | 667 | - | - | 667 | 1 118 |
| Audit cost: External | 4 983 | - | - | 3 000 | - | - | 3 000 | 7 983 |
| Bursaries: Employees | 992 | - | - | - | - | - | - | 992 |
| Catering: Departmental activities | 514 | - | - | - | - | - | - | 514 |
| Communication (G&S) | 10 438 | - | - | - | - | - | - | 10 438 |
| Computer services | 30 073 | - | - | - | - | - | - | 30 073 |
| Cons. & prof serv: Business and advisory services | 36 035 | - | - | 2 436 | - | - | 2 436 | 38 471 |
| Infrastructure and planning | - | - | - | - | - | - | - | - |
| Laboratory services | - | - | - | - | - | - | - | - |
| Scientific and technological services | - | - | - | - | - | - | - | - |
| Legal costs | 1 730 | - | - | - | - | - | - | 1 730 |
| Contractors | 1 808 | - | - | (1 079) | - | - | (1 079) | 729 |
| Agency and support / outsourced services | 16 591 | - | - | (1 830) | - | - | (1 830) | 14 761 |
| Entertainment | 126 | - | - | - | - | - | - | 126 |
| Fleet services (incl govt motor transport) | 13 090 | - | - | (732) | - | - | (732) | 12 358 |
| Housing | - | - | - | - | - | - | - | - |
| Inventory: Clothing material and accessories | - | - | - | - | - | - | - | - |
| Inventory: Farming supplies | - | - | - | - | - | - | - | - |
| Inventory: Food and food supplies | - | - | - | - | - | - | - | - |
| Inventory: Fuel, oil and gas | - | - | - | - | - | - | - | - |
| Inventory: Learner and teacher support material | - | - | - | - | - | - | - | - |
| Inventory: Materials and supplies | - | - | - | - | - | - | - | - |
| Inventory: Medical supplies | - | - | - | - | - | - | - | - |
| Inventory: Medicine | - | - | - | - | - | - | - | - |
| Medsas inventory interface | - | - | - | - | - | - | - | - |
| Inventory: Other supplies | - | - | - | - | - | - | - | - |
| Consumable supplies | 5 154 | - | - | - | - | - | - | 5 154 |
| Consumable: Stationery, printing and office supplies | 4 944 | - | - | - | - | - | - | 4 944 |
| Operating leases | 4 715 | - | - | 200 | - | - | 200 | 4 915 |
| Property payments | 89 825 | - | - | 11 338 | - | - | 11 338 | 101 163 |
| Transport provided: Departmental activity | - | - | - | 127 | - | - | 127 | 127 |
| Travel and subsistence | 15 227 | - | - | (608) | - | - | (608) | 14 619 |
| Training and development | 11 561 | - | - | (2 797) | (4 726) | - | (7 523) | 4 038 |
| Operating payments | 1 801 | - | - | 5 566 | - | - | 5 566 | 7 367 |
| Venues and facilities | 45 | - | - | - | - | - | - | 45 |
| Rental and hiring | 140 | - | - | 8 | - | - | 8 | 148 |
| Interest and rent on land | - | - | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - | - | - |
| Rent on land | - | - | - | - | - | - | - | - |
| Transfers and subsidies to | 637 811 | - | - | 1 516 | - | 380 624 | 382 140 | 1 019 951 |
| Provinces and municipalities | 629 201 | - | - | (43) | - | 380 624 | 380 581 | 1 009 782 |
| Provinces | 268 | - | - | (43) | - | - | (43) | 225 |
| Provincial Revenue Funds | 268 | - | - | (43) | - | - | (43) | 225 |
| Provincial agencies and funds | - | - | - | - | - | - | - | - |
| Municipalities | 628 933 | - | - | - | - | 380 624 | 380 624 | 1 009 557 |
| Municipalities | 628 933 | - | - | - | - | 380 624 | 380 624 | 1 009 557 |
| Municipal agencies and funds | - | - | - | - | - | - | - | - |
| Departmental agencies and accounts | 590 | - | - | - | - | - | - | 590 |
| Social security funds | 75 | - | - | - | - | - | - | 75 |
| Entities receiving funds | 515 | - | - | - | - | - | - | 515 |
| Higher education institutions | - | - | - | - | - | - | - | - |
| Foreign governments and international organisations | - | - | - | - | - | - | - | - |
| Public corporations and private enterprises | - | - | - | - | - | - | - | - |
| Public corporations | - | - | - | - | - | - | - | - |
| Subsidies on production | - | - | - | - | - | - | - | - |
| Other transfers | - | - | - | - | - | - | - | - |
| Private enterprises | - | - | - | - | - | - | - | - |
| Subsidies on production | - | - | - | - | - | - | - | - |
| Other transfers | - | - | - | - | - | - | - | - |
| Non-profit institutions | - | - | - | - | - | - | - | - |
| Households | 8 020 | - | - | 1 559 | - | - | 1 559 | 9 579 |
| Social benefits | 1 806 | - | - | 3 295 | - | - | 3 295 | 5 101 |
| Other transfers to households | 6 214 | - | - | (1 736) | - | - | (1 736) | 4 478 |
| Payments for capital assets | 74 690 | - | - | (4 100) | - | - | (4 100) | 70 590 |
| Buildings and other fixed structures | 54 466 | - | - | (4 100) | - | - | (4 100) | 50 366 |
| Buildings | 54 466 | - | - | (4 100) | - | - | (4 100) | 50 366 |
| Other fixed structures | - | - | - | - | - | - | - | - |
| Machinery and equipment | 14 724 | - | - | - | - | - | - | 14 724 |
| Transport equipment | 6 910 | - | - | - | - | - | - | 6 910 |
| Other machinery and equipment | 7 814 | - | - | - | - | - | - | 7 814 |
| Heritage assets | - | - | - | - | - | - | - | - |
| Specialised military assets | - | - | - | - | - | - | - | - |
| Biological assets | - | - | - | - | - | - | - | - |
| Land and sub-soil assets | - | - | - | - | - | - | - | - |
| Software and other intangible assets | 5 500 | - | - | - | - | - | - | 5 500 |
| Payments for financial assets | - | - | - | - | - | - | - | - |
| Total | 1 685 317 | - | - | - | - | 380 624 | 380 624 | 2 065 941 |
| Amount to be voted | | | | | | | | 380 624 |