

Vote 2

Provincial Legislature

R thousand	2018/19			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Operational budget	474 963	501 297		26 334
Statutory amount (Members' remuneration)	90 251	90 251		
<i>Of which: Remuneration of Speaker and Deputy Speaker¹</i>	3 565	3 565		
Total budget	565 214	591 548		26 334
Total amount to be appropriated	474 963	501 297		26 334
<i>of which:</i>				
Current payments	354 561	374 395		19 834
Transfers and subsidies	110 040	112 540		2 500
Payments for capital assets	10 362	14 362		4 000
Payments for financial assets	-	-		
Responsible MEC	Speaker of the Provincial Legislature			
Administering department	Provincial Legislature			
Accounting Officer	Secretary: Provincial Legislature			

1. Vision and mission

Vision

The vision of the Provincial Legislature (hereafter referred to as the Legislature) is: *To be an activist, people-centred Legislature.*

Mission statement

The Legislature's mission is: *To deepen democracy and entrench activism in KwaZulu-Natal through robust oversight, effective public participation and efficient law-making.*

2. Strategic objectives

Strategic policy direction: By focussing on its oversight role and by encouraging public participation, the Legislature seeks to align its operations and strategic position with the overall aim of government to achieve accountability and effective service delivery for all citizens of the province in the following areas: access to quality education and health care, prevention of crime and eradication of corruption, creation of decent work and expansion of work opportunities, and agrarian reform and rural development.

Law-making

To be an effective, efficient and visible law-maker through:

- Improved technical capacity on law-making by the Legislature.
- Constitutionally compliant laws enacted by the Legislature.

Oversight

To ensure effective execution of oversight on service delivery, governance and implementation of laws (and conventions) by the Provincial Executive Council through:

- Improved oversight on compliance and accountability by provincial organs of state in terms of relevant legislative prescripts and protocols.

¹ At the time of going to print, the proclamation determining the 2018 salary adjustment relating to public office bearers had not been signed, hence this amount remains unchanged from the 2018/19 EPRE.

- Improved oversight on service delivery targets set in the NDP, PGDP and MTSF and on the achievement of government outcomes.
- Acceleration of economic transformation in the province.

Public participation

To ensure enhanced public participation in all legislative processes of the Legislature through:

- Improved citizen engagement and participation in the legislative processes.
- Improved public and civic education programmes to empower the citizens of KZN.

Governance and leadership

To ensure improved leadership and governance of the Legislature through:

- Improved institutional performance, efficiencies, communication and transformation.
- Improved institutional fiscal discipline and implementation of financial and supply chain prescripts.
- Improved corporate and human capital management services.
- Improved institutional internal controls and governance practices.
- Improved intergovernmental and international relations.

3. Summary of adjusted estimates for the 2018/19 financial year

The main appropriation of the Legislature was R565.214 million in 2018/19, including the statutory Members' remuneration (Direct Charge on the Provincial Revenue Fund) of R90.251 million. The total amount appropriated for 2018/19 (i.e. the Legislature's operational budget, excluding the statutory Members' remuneration) was R474.963 million.

During the year, the Legislature received additional funding of R26.334 million, resulting in the operational budget increasing from R474.963 million, as reflected in the 2018/19 *EPRE*, to R501.297 million, while the Members' remuneration remained unchanged from R90.251 million. The budget for Vote 2 as a whole (both operational and Members' remuneration) therefore increased from R565.214 million as per the 2018/19 *EPRE*, to R591.548 million.

The increase of R26.334 million in the operational budget is therefore the additional amount to be appropriated in the 2018/19 Adjustments Estimate. The main reasons for the additional funding, as well as other adjustments, are summarised below, and are explained in further detail in Section 4:

- *Virement between programmes*: The Legislature undertook no virements between programmes. However, virements were undertaken across sub-programmes and economic classification within programmes, as explained in Sections 4.1 and 4.2.

All virements undertaken are permissible in terms of the relevant legislation, namely the Financial Management of Parliament and Provincial Legislatures Act (FMPPLA), Act No. 10 of 2009, as well as the PFMA and Treasury Regulations.

- *Shifts*: The Legislature undertook no shifts across programmes or economic classification.
- *Other adjustments*: Several adjustments were made to the operational budget, as summarised below, and detail is given in Sections 4.1 and 4.2:
 - o R6.555 million was allocated back to the Legislature in line with the FMPPLA and the PFMA, which provide for provincial legislatures to retain any surplus funds and/or retain any monies received (i.e. revenue collected) in the prior year. The composition of this amount is as follows:
 - Although the Legislature's under-spending in 2017/18 was R2.874 million, the operational budget (i.e. Programmes 1 and 2) was under-spent by R2.742 million, and the Members' remuneration was under-spent by R132 000. However, the Members' remuneration is a direct charge on the Provincial Revenue Fund, and is therefore excluded when determining the Legislature's year-end position, as any unspent statutory funding should be returned to the Provincial Revenue Fund. As such, only the unspent operational amount of R2.742 million from 2017/18 was allocated back to increase the Legislature's 2018/19 operational budget.

- Revenue was over-collected by R3.813 million in 2017/18, and this amount was allocated back to increase the 2018/19 operational budget.

The amount of R6.555 million was allocated to Programme 1: Administration to offset in-year spending pressures against *Goods and services* (R2.555 million) and *Buildings and other fixed structures* (R4 million), as explained in Section 4.1.

- o An amount of R3 million, being interest derived from the Political Parties' Fund, was allocated back to the Legislature to offset in-year spending pressures against *Transfers and subsidies to: Non-profit institutions* and *Goods and services* in Programme 2: Parliamentary Business, as explained in Section 4.2.
- o Additional funding of R16.779 million was allocated to address the following spending pressures:
 - R7 million was allocated to *Goods and services* in Programme 2 for conducting voter education campaigns in partnership with the Independent Electoral Commission (IEC) ahead of the 2019 elections, as explained in Section 4.2.
 - R9.779 million was allocated to offset in-year spending pressures under *Goods and services*, with R3 million allocated to Programme 1, and R6.779 million allocated to Programme 2, as explained in Sections 4.1 and 4.2, respectively.

Tables 2.1 and 2.2 reflect a summary of the 2018/19 adjusted appropriation of the Legislature, summarised according to programme and economic classification. Details of the economic classification are given in *Annexure – Vote 2: Provincial Legislature*.

Table 2.1 : Summary by programmes

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	191 996	-	-	-	-	9 555	9 555	201 551
2. Parliamentary Business	282 967	-	-	-	-	16 779	16 779	299 746
Sub-total	474 963	-	-	-	-	26 334	26 334	501 297
Direct Charge on PRF: Members' remuneration	90 251	-	-	-	-	-	-	90 251
Total	565 214	-	-	-	-	26 334	26 334	591 548
Amount to be voted								26 334

Table 2.2 : 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	354 561	-	-	-	-	19 834	19 834	374 395
Compensation of employees	208 304	-	-	-	-	-	-	208 304
Goods and services	146 257	-	-	-	-	19 834	19 834	166 091
Interest and rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to:	110 040	-	-	-	-	2 500	2 500	112 540
Provinces and municipalities	42	-	-	-	-	-	-	42
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	241	-	-	-	-	-	-	241
Public corporations and private enterprises	30	-	-	-	-	-	-	30
Non-profit institutions	109 627	-	-	-	-	2 500	2 500	112 127
Households	100	-	-	-	-	-	-	100
Payments for capital assets	10 362	-	-	-	-	4 000	4 000	14 362
Buildings and other fixed structures	995	-	-	1 900	-	4 000	5 900	6 895
Machinery and equipment	5 427	-	-	(1 900)	-	-	(1 900)	3 527
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	3 940	-	-	-	-	-	-	3 940
Payments for financial assets	-	-	-	-	-	-	-	-
Sub-total	474 963	-	-	-	-	26 334	26 334	501 297
Direct Charge on PRF: Members' remuneration	90 251	-	-	-	-	-	-	90 251
<i>Of which:</i>								
Compensation of employees	87 260	-	-	-	-	-	-	87 260
Goods and services	2 991	-	-	-	-	-	-	2 991
Total	565 214	-	-	-	-	26 334	26 334	591 548
Amount to be voted								26 334

4. Changes to programme purposes and service delivery measures

The Legislature has not changed the purpose of its two programmes, which conform to the customised programme and budget structure for the Legislature sector for 2018/19. Also, the non financial information in the 2018/19 *EPRE* corresponds to the Legislature's tabled APP.

4.1 Programme 1: Administration

The objective of Programme 1 is to provide strategic management of the institution and to provide quality corporate support services to the Legislature. Tables 2.3 and 2.4 reflect a summary of the 2018/19 adjusted appropriation of Programme 1, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall increase of R9.555 million, are given in the paragraphs after the tables.

Table 2.3 : Programme 1: Administration

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Office of the Speaker	25 097			(500)			(500)	24 597
2. Office of the Secretary	28 619			(500)			(500)	28 119
3. Financial Management	45 465			(600)		700	100	45 565
4. Corporate Services	92 815			1 600		8 855	10 455	103 270
Total	191 996	-	-	-	-	9 555	9 555	201 551
Amount to be voted								9 555

Table 2.4 : 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	181 221	-	-	-	-	5 555	5 555	186 776
Compensation of employees	103 310						-	103 310
Goods and services	77 911					5 555	5 555	83 466
Interest and rent on land							-	-
Transfers and subsidies to:	413	-	-	-	-	-	-	413
Provinces and municipalities	42						-	42
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations	241						-	241
Public corporations and private enterprises	30						-	30
Non-profit institutions							-	-
Households	100						-	100
Payments for capital assets	10 362	-	-	-	-	4 000	4 000	14 362
Buildings and other fixed structures	995			1 900		4 000	5 900	6 895
Machinery and equipment	5 427			(1 900)			(1 900)	3 527
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets	3 940						-	3 940
Payments for financial assets	-	-	-	-	-	-	-	-
Total	191 996	-	-	-	-	9 555	9 555	201 551
Amount to be voted								9 555

Virement – Programme 1: Administration

The main appropriation of Programme 1 remains unchanged from the *EPRE*. However, several virements were undertaken across sub-programmes within Programme 1, largely within the same economic categories, hence the bulk of these virements are not evident in Table 2.4. The net result of these virements, which are permissible in terms of the relevant legislation, is as follows:

- Savings of R1.600 million were identified under *Goods and services* in the sub-programmes: Office of the Speaker (R500 000), Office of the Secretary (R500 000) and Financial Management (R600 000), largely due to savings on costs associated with the non-filling of posts pending the finalisation of the restructuring and job evaluation exercise, as well as savings on consultants' fees. These savings were moved to the same category in the sub-programme: Corporate Services, toward funding the shortfall in computer services, largely due to the item being under-budgeted for in the main appropriation, as well as to fund outstanding 2017/18 commitments for SAP support services.

- Within *Payments for capital assets*, savings of R1.900 million were identified under *Machinery and equipment* in the sub-programme: Corporate Services, largely due to a decision taken to delay the purchase of pool vehicles. These savings were moved to *Buildings and other fixed structures* within the same sub-programme toward offsetting spending pressures relating to the Law Society building renovation project, which was completed in August 2018.

Further virements were undertaken across various items within *Goods and services* and within the same sub-programmes, the net result of which is reflected in *Annexure – Vote 2: Provincial Legislature*.

Other adjustments – Programme 1: Administration: R9.555 million

The main appropriation of Programme 1 was increased by R9.555 million as follows:

- The additional funding of R6.555 million allocated back to the Legislature in line with the PFMA and FMPPLA, which provide for provincial legislatures to retain any surplus funds and/or retain revenue collected in the prior year, was allocated to Programme 1 as follows:
 - R2.555 million was allocated to *Goods and services* under the sub-programme: Corporate Services toward funding the shortfall in computer services, largely due to the item being under-budgeted for in the main appropriation, as well as to fund outstanding 2017/18 commitments for SAP support services.
 - R4 million was allocated to *Buildings and other fixed structures* under the sub-programme: Corporate Services to fund outstanding commitments from 2017/18 relating to the replacement of lifts in both the Legislature and administration buildings, and the canteen upgrade project.
- Of the additional funding of R16.779 million allocated to the Legislature, R3 million was allocated to *Goods and services* under Programme 1 as follows:
 - R2.300 million was allocated to the sub-programme: Corporate Services toward funding the above-mentioned shortfall in computer services (R1.300 million), and to cater for in-year spending pressures in respect of property payments, including municipal, cleaning and security services that were higher than budgeted for (R1 million).
 - R700 000 was allocated to the sub-programme: Financial Management to cater for higher than budgeted external audit costs.

Service delivery measures – Programme 1: Administration

Table 2.5 shows the service delivery information for Programme 1, including the actual achievement for the first half of the year. The information reflected in the *EPRE* is aligned to the tabled APP, and hence there are no changes in the table.

Table 2.5 : Service delivery measures – Programme 1: Administration

Outputs	Performance indicators	Performance targets		
		2018/19 Original target	2018/19 Mid-year actual	2018/19 Revised target
1. Achieved clean administration	• Quarterly reports on follow-up audits on management efforts towards achieving a clean audit	4	2	
2. Improved institutional performance, planning, monitoring, reporting and evaluation	• Quarterly and annual performance reports detailing implementation of 2018/19 APP and Annual Oversight Plan targets, as well as progress in the development of the 2019/20 APP and Annual Oversight Plans in compliance with FMPPLA and the clearing of applicable audit and risk issues	5	3	
3. Improved management of the Legislature's budget and expenditure	• Quarterly budget performance reports detailing implementation of 2018/19 budget, as well as progress in the development of the 2019/20 budget in compliance with FMPPLA and the clearing of applicable audit and risk issues	4	2	
4. An implemented procurement plan aligned to the Legislature's budget	• Quarterly reports on the implementation of the procurement plan in compliance with SCM prescripts, as well as clearing of applicable audit and risk issues	4	2	
5. Improved human resources management and development	• Quarterly reports on the development and implementation of the HR plan in compliance with HR prescripts and clearing of applicable audit and risk issues	4	2	
6. Improved ICT management, services and support	• Quarterly reports on the implementation of the ICT plan and clearing of applicable audit and risk issues	4	2	

4.2 Programme 2: Parliamentary Business

The objective of Programme 2 is to provide effective procedural and related support to the House and to committees, and to facilitate public participation. Tables 2.6 and 2.7 reflect a summary of the 2018/19 adjusted appropriation of Programme 2, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall increase of R16.779 million in the main appropriation of Programme 2, are provided in the paragraphs following the tables.

Table 2.6 : Programme 2: Parliamentary Business

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Other adjustments		
1. Law-making	48 062			(888)		(888)	47 174
2. NCOP	1 566					-	1 566
3. Oversight	90 880					-	90 880
4. Public Participation	27 725			888	14 279	15 167	42 892
5. Members' Facilities	114 734				2 500	2 500	117 234
Total	282 967	-	-	-	-	16 779	299 746
Amount to be voted							16 779

Table 2.7 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Other adjustments		
Current payments	173 340	-	-	-	-	14 279	187 619
Compensation of employees	104 994					-	104 994
Goods and services	68 346				14 279	14 279	82 625
Interest and rent on land						-	-
Transfers and subsidies to:	109 627	-	-	-	-	2 500	112 127
Provinces and municipalities						-	-
Departmental agencies and accounts						-	-
Higher education institutions						-	-
Foreign governments and international organisations						-	-
Public corporations and private enterprises						-	-
Non-profit institutions	109 627				2 500	2 500	112 127
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	282 967	-	-	-	-	16 779	299 746
Amount to be voted							16 779

Virement – Programme 2: Parliamentary Business

The main appropriation of Programme 2 remains unchanged from the *EPRE*. However, a virement was undertaken across sub-programmes within Programme 2. Because this virement was within the same economic category, it is not evident in Table 2.7. This virement, which is permissible in terms of the relevant legislation, is as follows:

- Savings of R888 000 were identified under *Compensation of employees* in the Law-making sub-programme, largely due to the non-filling of the Chief Operations Officer post in the first half of the year. These savings were moved to the same category under the Public Participation sub-programme, which was under-budgeted for in the main appropriation.

Further virements were undertaken across various items within *Compensation of employees*, within *Goods and services* and within the same sub-programmes, the net result of which is reflected in *Annexure – Vote 2: Provincial Legislature*.

Other adjustments – Programme 2: Parliamentary Business: R16.779 million

The main appropriation of Programme 2 was increased by R16.779 million, as explained below:

- An amount of R3 million, being interest derived from the Political Parties' Fund, was allocated back to the Legislature. This funding was allocated to offset the following spending pressures in Programme 2:
 - R500 000 was allocated to *Goods and services* under the Public Participation sub-programme toward offsetting in-year spending pressures relating to public participation events, as mentioned.
 - R2.500 million was allocated to *Transfers and subsidies to: Non-profit institutions* under the Members' Facilities sub-programme to increase the secretarial and constituency allowances to ensure alignment with legislatures in other provinces.
- Of the additional funding of R16.779 million allocated to the Legislature, R13.779 million was allocated to Programme 2 as follows:
 - R6.779 million was allocated to *Goods and services* under the sub-programme: Public Participation toward offsetting in-year spending pressures relating to public participation events, as well as to fund the new oversight initiatives being undertaken by the Legislature, as mentioned.
 - R7 million was allocated to *Goods and services* under the Public Participation sub-programme for conducting voter education campaigns in partnership with the IEC ahead of the 2019 elections. The voter education campaigns commenced in October 2018 and are scheduled to be conducted up until February 2019.

Service delivery measures – Programme 2: Parliamentary Business

Table 2.8 shows service delivery information for Programme 2, including the actual achievements for the first six months of the year. The information reflected in the *EPRE* is aligned to the tabled APP, and hence there are no changes in the table.

Table 2.8 : Service delivery measures – Programme 2: Parliamentary Business

Outputs	Performance indicators	Performance targets		
		2018/19 Original target	2018/19 Mid-year actual	2018/19 Revised target
1. Increased level of awareness and knowledge of the Legislature and its core business	• No. of public education campaigns/workshops	20	15	
2. Enhanced oversight, law-making and accountability	• Quarterly reports on House sittings facilitated	New (4)	2	
3. Improved tracking of implementation of resolutions and answers to questions	• Quarterly progress reports on tracking the implementation of resolutions	4	2	
4. Improved oversight over departmental and committee planning	• No. of approved Committee Annual Oversight Plans and Committee Annual Operational Plans	19	17	
5. Improved oversight over the implementation of the NDP/PGDP by provincial departments	• No. of oversight reports on achievements in the implementation of NDP/PGDP prioritised targets tabled in the house	New (2)	1	
6. Improved input by the Committees into the departmental APPs and budgets	• No. of reports on the consideration of 2019/20 draft APPs and budgets tabled at Committee meetings	15	3 rd quarter	
7. Improved oversight over the departmental performance against their APPs and budgets	• No. of analysis reports on quarterly and annual reports	55	21	
8. Improved stakeholder involvement/ engagement on Legislature business	• Quarterly outcomes based reports on stakeholder involvement in Legislature business (Committees and House)	4	2	
9. Improved oversight over financial management and performance of departments and public entities	• No. of reports on Finance Portfolio Committee hearings conducted	3	2	
10. Improved oversight over departments and public entities in respect of the attainment of clean audit reports	• No. of SCOPA hearings conducted	2	3 rd and 4 th quarters	
11. Enhanced oversight through focused intervention studies and oversight visits	• No. of reports on focused intervention studies conducted	11	4 th quarter	
	• Quarterly reports on oversight visits conducted	4	2	
12. Empowered Committees to perform oversight	• No. of quarterly reports on study tours	4	2	
13. Improved processing of legislation before Committees	• No. of reports on Bills processed	4	2	
14. Conduct an assessment of the public participation initiatives/programmes	• Evaluation report on public participation initiatives/ programmes of the Legislature to entrench democracy in the province	1	4 th quarter	

5. Specifically and exclusively appropriated allocations

In previous years, the Political Parties' Fund allocation was specifically and exclusively appropriated to the Legislature. However, in line with the FMPPLA, these funds are no longer specifically and exclusively appropriated.

6. Gifts, donations and sponsorships

The Legislature is not envisaging any gifts, donation or sponsorships exceeding R100 000 in 2018/19.

7. Infrastructure

Table 2.9 provides a summary of infrastructure payments per main category. The infrastructure budget relates to the maintenance and upgrading of the Legislature buildings. The information provided is largely dependent on the implementing agent, DOPW. Details of the adjustments, which resulted in an overall increase of R5.900 million, are provided in the paragraphs following the table.

Table 2.9 : 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	4 995	-	-	1 900	-	4 000	5 900	10 895
Maintenance and repair: Current	4 000						-	4 000
Upgrades and additions: Capital	995			1 900		4 000	5 900	6 895
Refurbishment and rehabilitation: Capital							-	-
New infrastructure assets: Capital							-	-
Infrastructure transfers	-	-	-	-	-	-	-	-
Infrastructure transfers: Capital							-	-
Infrastructure transfers: Current							-	-
Infrastructure: Payments for financial assets							-	-
Infrastructure: Leases							-	-
Non infrastructure							-	-
Capital infrastructure	995	-	-	1 900	-	4 000	5 900	6 895
Current infrastructure	4 000	-	-	-	-	-	-	4 000
Total	4 995	-	-	1 900	-	4 000	5 900	10 895
Amount to be voted								5 900

- *Virement*: The infrastructure budget was increased by R1.900 million, as follows:
 - Savings of R1.900 million were identified under *Machinery and equipment* under Programme 1, largely due to a decision taken to delay the purchase of pool vehicles. These savings were moved to *Upgrades and additions: Capital* within the programme to offset spending pressures relating to the Law Society building renovation project, which was completed in August 2018.
- *Other adjustments*: The infrastructure budget was increased by R4 million, from the additional funding of R6.555 million allocated back in line with the PFMA and FMPPLA, as follows:
 - R4 million was allocated to *Upgrades and additions: Capital* under Programme 1 to fund outstanding commitments from 2017/18 relating to the replacement of lifts in both the Legislature and administration buildings, and the canteen upgrade project.

8. Conditional grants

The Legislature has no national conditional grants.

9. Transfers and subsidies

Table 2.10 provides a summary of transfers and subsidies per programme relating to the Legislature. Details of the adjustments, which resulted in an increase of R2.500 million, are provided in the paragraph following the table.

Table 2.10 : Summary of transfers and subsidies by programme and main category

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Unforeseeable/		Virement	Shifts	Other adjustments		
		Roll-overs	unavoidable					
1. Administration	413	-	-	-	-	-	413	
Provinces and municipalities	42	-	-	-	-	-	42	
Motor vehicle licences	42	-	-	-	-	-	42	
Foreign govts and international organisations	241	-	-	-	-	-	241	
Commonwealth Parliamentary Association	241	-	-	-	-	-	241	
Public corporations and private enterprises	30	-	-	-	-	-	30	
Insurance companies	30	-	-	-	-	-	30	
Households	100	-	-	-	-	-	100	
Speaker's social responsibility programme	100	-	-	-	-	-	100	
2. Parliamentary Business	109 627	-	-	-	-	2 500	112 127	
Non-profit institutions	109 627	-	-	-	-	2 500	112 127	
Funding for political parties (e.g. const. allow)	69 627	-	-	-	-	2 500	72 127	
Political Parties' Fund	40 000	-	-	-	-	-	40 000	
Total	110 040	-	-	-	-	2 500	112 540	
Amount to be voted							2 500	

- *Other adjustments:* The transfer budget was increased by R2.500 million, from the R3 million interest derived from the Political Parties' Fund, as follows:
 - o R2.500 million was allocated to *Non-profit institutions* under Programme 2 to increase the secretarial and constituency allowances to ensure alignment with Legislatures in other provinces.

10. Transfers to local government

The Legislature makes no transfer payments to local government. It is noted that an amount of R42 000 is reflected against *Provinces and municipalities* in Table 2.10 above. This relates to the payment of motor vehicle licences. As this amount will not be transferred to any municipality, the table reflecting transfers to local government is excluded.

11. Actual payments and revised spending projections for the rest of 2018/19

Tables 2.11 and 2.12 reflect actual payments as at the end of September 2018, projected payments for the rest of the year in Rand value and as a percentage of the adjusted appropriation per programme and economic classification, and revised projected spending. The tables also show the 2017/18 Audited outcome.

Note that the economic categories in Table 2.12 include the statutory Members' remuneration of R90.251 million, hence the adjusted appropriation of *Compensation of employees* and *Goods and services* is higher than the amounts in Table 2.2, by R87.260 million and R2.991 million, respectively.

Mid-year spending totalled R283.632 million, or 47.9 per cent of the adjusted budget, slightly lower than the 50 per cent straight-line benchmark.

The Legislature is projecting to remain within budget at year-end. Both programmes, the Members' remuneration, as well as all economic categories are projecting a balanced budget at year-end, after taking into account the additional funding of R26.334 million allocated in the Adjustments Estimate.

Table 2.11 : Actual payments and revised spending projections by programme

R thousand	2017/18 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April 2018 - September 2018		October 2018 - March 2019		
			% of budget		% of budget		
1. Administration	220 480	201 551	92 178	45.7	109 373	54.3	201 551
2. Parliamentary Business	306 530	299 746	146 864	49.0	152 882	51.0	299 746
Members' remuneration	87 924	90 251	44 590	49.4	45 661	50.6	90 251
Total	614 934	591 548	283 632	47.9	307 916	52.1	591 548

Table 2.12 : Actual payments and revised spending projections by economic classification

R thousand	2017/18 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April 2018 - September 2018	% of budget	October 2018 - March 2019	% of budget	
Current payments	473 750	464 646	228 534	49.2	236 112	50.8	464 646
Compensation of employees	274 850	295 564	137 407	46.5	158 157	53.5	295 564
Goods and services	198 900	169 082	91 127	53.9	77 955	46.1	169 082
Interest and rent on land		-	-	-	-	-	-
Transfers and subsidies to:	109 578	112 540	52 954	47.1	59 586	52.9	112 540
Provinces and municipalities	37	42	13	31.0	29	69.0	42
Departmental agencies and accounts		-	-	-	-	-	-
Higher education institutions		-	-	-	-	-	-
Foreign governments and international organisations	428	241	53	22.0	188	78.0	241
Public corporations and private enterprises		30	-	-	30	100.0	30
Non-profit institutions	109 113	112 127	52 888	47.2	59 239	52.8	112 127
Households		100	-	-	100	100.0	100
Payments for capital assets	31 606	14 362	2 144	14.9	12 218	85.1	14 362
Buildings and other fixed structures		6 895	1 482	21.5	5 413	78.5	6 895
Machinery and equipment	24 923	3 527	401	11.4	3 126	88.6	3 527
Heritage assets		-	-	-	-	-	-
Specialised military assets		-	-	-	-	-	-
Biological assets		-	-	-	-	-	-
Land and subsoil assets		-	-	-	-	-	-
Software and other intangible assets	6 683	3 940	261	6.6	3 679	93.4	3 940
Payments for financial assets		-	-	-	-	-	-
Total	614 934	591 548	283 632	47.9	307 916	52.1	591 548

Table 2.A : Summary by economic classification : Provincial Legislature

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
Current payments	354 561	-	-	-	-	19 834	19 834	374 395
Compensation of employees	208 304	-	-	-	-	-	-	208 304
Salaries and wages	180 048	-	-	-	-	-	-	180 048
Social contributions	28 256	-	-	-	-	-	-	28 256
Goods and services	146 257	-	-	-	-	19 834	19 834	166 091
Administrative fees	1 429	-	-	-	-	-	-	1 429
Advertising	7 769	-	-	-	-	2 015	2 015	9 784
Minor assets	-	-	-	-	-	-	-	-
Audit cost: External	3 268	-	-	-	-	700	700	3 968
Bursaries: Employees	1 297	-	-	-	-	-	-	1 297
Catering: Departmental activities	8 542	-	-	-	-	400	400	8 942
Communication (G&S)	7 720	-	-	553	-	1 000	1 553	9 273
Computer services	1 046	-	-	1 000	-	3 855	4 855	5 901
Cons & prof serv: Business and advisory services	15 947	-	-	(1 907)	-	-	(1 907)	14 040
Infrastructure and planning	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-
Legal services	635	-	-	-	-	-	-	635
Contractors	8 572	-	-	-	-	1 732	1 732	10 304
Agency and support / outsourced services	-	-	-	-	-	-	-	-
Entertainment	463	-	-	-	-	-	-	463
Fleet services (incl. govt motor transport)	2 008	-	-	-	-	-	-	2 008
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	91	-	-	-	-	-	-	91
Inventory: Medical supplies	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-
Consumable supplies	2 747	-	-	-	-	85	85	2 832
Consumable: Stationery, printing and office supplies	2 764	-	-	(93)	-	-	(93)	2 671
Operating leases	6 500	-	-	-	-	-	-	6 500
Property payments	9 372	-	-	-	-	1 000	1 000	10 372
Transport provided: Departmental activity	3 795	-	-	-	-	879	879	4 674
Travel and subsistence	44 862	-	-	-	-	5 279	5 279	50 141
Training and development	2 806	-	-	(553)	-	-	(553)	2 253
Operating payments	6 692	-	-	1 000	-	300	1 300	7 992
Venues and facilities	7 932	-	-	-	-	2 589	2 589	10 521
Rental and hiring	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-
Transfers and subsidies to	110 040	-	-	-	-	2 500	2 500	112 540
Provinces and municipalities	42	-	-	-	-	-	-	42
Provinces	42	-	-	-	-	-	-	42
Provincial Revenue Funds	-	-	-	-	-	-	-	-
Provincial agencies and funds	42	-	-	-	-	-	-	42
Municipalities	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-
Entities receiving funds	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	241	-	-	-	-	-	-	241
Public corporations and private enterprises	30	-	-	-	-	-	-	30
Public corporations	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-
Private enterprises	30	-	-	-	-	-	-	30
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	30	-	-	-	-	-	-	30
Non-profit institutions	109 627	-	-	-	-	2 500	2 500	112 127
Households	100	-	-	-	-	-	-	100
Social benefits	-	-	-	-	-	-	-	-
Other transfers to households	100	-	-	-	-	-	-	100
Payments for capital assets	10 362	-	-	-	-	4 000	4 000	14 362
Buildings and other fixed structures	995	-	-	1 900	-	4 000	5 900	6 895
Buildings	995	-	-	1 900	-	4 000	5 900	6 895
Other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	5 427	-	-	(1 900)	-	-	(1 900)	3 527
Transport equipment	2 385	-	-	(1 900)	-	-	(1 900)	485
Other machinery and equipment	3 042	-	-	-	-	-	-	3 042
Heritage assets	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-
Software and other intangible assets	3 940	-	-	-	-	-	-	3 940
Payments for financial assets	-	-	-	-	-	-	-	-
Total: Operational budget	474 963	-	-	-	-	26 334	26 334	501 297
Direct Charge on PRF: Members' remuneration	90 251	-	-	-	-	-	-	90 251
Total	565 214	-	-	-	-	26 334	26 334	501 297
Amount to be voted								26 334