

VOTE 8

Human Settlements

Operational budget	R3 597 231 000
MEC remuneration	Nil
Total amount to be appropriated	R3 597 231 000
Responsible MEC	MEC for Public Works and Human Settlements ¹
Administering department	Human Settlements
Accounting officer	Head: Human Settlements

1. Overview

Vision

The vision of the department is: *To restore dignity and provide access to sustainable livelihoods through collaborated, equitable, decent and integrated human settlements.*

Mission

The mission of the Department of Human Settlements (DOHS) is: *To transform human settlements into liveable neighbourhoods through integrated human settlements programmes in areas with major economic opportunities and empowerment of all designated groups.*

Strategic outcomes

The impact and outcomes of the department are as follows:

- Impact: Sustainable livelihoods through transformed human settlements.
- Outcome: Improved good governance.
- Outcome: Spatial transformation through multi-programme integration.
- Outcome: Adequate housing and improved quality living environment.
- Outcome: Improved security of tenure.
- Outcome: Economically transformed human settlements sector.

Core functions

The following core functions have been identified as key for the attainment of the strategic objectives:

- To promote the provision of housing development.
- To promote the provision of affordable housing and essential services.
- To manage, control and maintain the immovable assets of the department.
- To administer and manage housing subsidies of targeted groups.
- To research, establish, monitor and implement policies within the National Housing Policy Framework.
- To formulate a Provincial Housing Development Plan for the province.
- To facilitate and create housing institutions.

¹ The salary of the MEC of Human Settlements is budgeted for under Vote 14: Public Works.

- To provide legal advice on land and environmental issues.
- To administer and co-ordinate the Community Residential Unit (CRU) programme.
- To administer the clearance of slums in KZN.
- To capacitate housing stakeholders.

Legislative mandates

The principal legislative mandates governing the operations of the department are:

- Constitution of the Republic of South Africa (Act No. 108 of 1996)
- Housing Act (Act No. 107 of 1997)
- KZN Housing Act (Act No. 12 of 1998, as amended)
- Housing Consumers Protection Measures Act (Act No. 95 of 1998, amended by Act No. 27 of 1999)
- Rental Housing Act (Act No. 50 of 1999)
- Sectional Titles Act (Act No. 95 of 1986, as amended by Acts No. 24 and 29 of 2003)
- Prevention of Illegal Eviction and Unlawful Occupation of Land Act (Act No. 19 of 1998)
- Home Loan and Mortgage Disclosure Act (Act No. 63 of 2000)
- Disestablishment of South African Trust Limited Act (Act No. 26 of 2002)
- Constitutional Court judgment of 2000, on the enforceability of social and economic rights
- Housing Development Schemes for Retired Persons Act (Act No. 65 of 1988, amended by Act No. 20 of 1998)
- National Building Regulations and Building Standards Act (Act No. 103 of 1977)
- Construction Industry Development Board Act (Act No. 38 of 2000)
- Preferential Procurement Policy Framework Act (Act No. 5 of 2000)
- Housing Consumers Protection Measures Act (Act No. 17 of 2007)
- Social Housing Act (Act No. 16 of 2008)
- Housing Development Agency Act (Act No. 23 of 2008)
- Public Finance Management Act (Act No. 1 of 1999, amended and the Treasury Regulations)
- Broad Based Black Economic Empowerment Act (Act No. 53 of 2003)
- National Environmental Management Act (Act No. 107 of 1998, amended by Act No. 8 of 2004)
- Communal Land Rights Act (Act No. 11 of 2004)
- Communal Property Associations Act (Act No. 28 of 1996)
- Deeds Registries Act (Act No. 47 of 1937)
- Extension of Security of Tenure Act (Act No. 62 of 1997)
- Land Administration Act (Act No. 2 of 1995)
- Reconstruction and Development Programme Fund Act (Act No. 7 of 1994)
- Municipal Finance Management Act (Act No. 56 of 2003)
- Corruption Act (Act No. 94 of 2004, as amended)
- Expropriation Act (Act No. 39 of 1951, repealed by Act No. 63 of 1975)
- National Heritage Resources Act (Act No. 25 of 1999)
- Standards Act (Act No. 29 of 1993)
- State Land Disposal Act (Act No. 48 of 1961)
- Intergovernmental Relations Framework Act (Act No. 13 of 2005)

2. Review of the 2020/21 financial year

This section provides a review of 2020/21, outlining the main achievements and progress made during the year, as well as providing a brief discussion on challenges and new developments. The Covid-19 pandemic had a significant impact on the country and on the delivery of services. Various interventions were implemented in an effort to save lives. In an effort to curb the spread of the virus, the department embarked on a mass disinfection/sanitisation programme in densely populated settlements. While many residents were home during the lockdown period, the most populated areas were identified for the implementation of mass sanitisation. The most critical areas of intervention were informal settlements and hostels, due to the limited space that makes it difficult for residents to have social distancing. A total of 105 densely populated settlements were identified for the implementation of the programme.

Rental Housing Tribunal

The Covid-19 pandemic and its associated nationwide lockdown caused significant challenges from a rental property market perspective for both landlords and tenants. These challenges, among others, included the inability to pay rentals by tenants due to loss of income and non-maintenance of rented properties by landlords as they were not collecting any revenue from tenants.

The Rental Housing Tribunal during the nationwide lockdown received in excess of a thousand complaints from both landlords and tenants. The Tribunal, however, managed to harmonise relations between landlords and tenants through mediation processes which were conducted telephonically using a teleconference facility as no physical one-on-one meetings could be held under the various lockdown stages. Progress was made through this intervention, with about 80 per cent of disputes lodged with the Tribunal being amicably resolved between parties with settlement agreements being entered into. As a result, no illegal evictions were executed during 2020/21 under the various stages of the nationwide lockdown.

Community Residential Unit (CRU)

The CRU programme aims to create a sustainable, affordable and secure rental housing option for households earning between R800 and R3 500 per month. The project is either developed or managed on provincial or municipal owned land parcels in order to curb the costs in relation to the construction of CRUs. The department uses its CRU norms and standards to guide the implementation of CRUs to ensure that the department develops viable and sustainable CRU projects within reasonable costs.

The National Minister of Human Settlements approved enhancements to the social housing policy in as far as this policy related to the CRU programme. These enhancements dictate that all projects previously planned as CRUs which fall within approved Provincial Restructuring Zones will now be implemented as social housing projects. This change means that more people will benefit as the social housing programme caters for a bigger market (people who earn R1 500 to R15 000) as opposed to the CRU programme which caters only for the low income market (people who earn from R800 to R3 500). CRU projects falling outside the Provincial Restructuring Zones will be retained as CRUs, and project planning and implementation will proceed going forward.

The department also embarked on a two-pronged approach to enhance the CRU norms and standards. The first prong relates to the introduction of a new row-housing typology which seeks to be more cost effective as it follows a single story unit housing design. Secondly, a process is underway for the revision of the current CRU norms and standards to cater for the adjustment of project costs. The norms and standards guide the costing of projects. These were last updated in 2014 and need to be revised to align to current inflation to ensure projects are more affordable. The row-housing typology is an enhancement to the current norms and standards which will provide developers with options in the design of the units. Recently, the department approved the policy for preparatory funding which will further assist to cover costs for desktop studies prior to the commencement of detailed planning activities. All affordable rental housing projects require pre-feasibility studies to ensure that they are viable. For 2020/21, a total of 404 units are in the final stages of completion and are expected to be completed during the last quarter of 2020/21. The CRUs from the four municipalities are still in the construction stage and are ongoing over the MTEF.

Informal Settlements Upgrade (ISU)

The department continued to provide interventions as guided by the Informal Settlement Eradication Strategy that was developed in 2011, which recognised that responses to the challenge of informal

settlements need to be multi-pronged, broad-based and inclusive of the urban poor. It also recognised that such responses need to promote more integrated and sustainable human settlements, promote an efficient urban form and optimise scarce land. The strategy therefore acknowledges that a range of different responses are necessary and that there needs to be flexibility to address specific challenges, since settlements are not the same.

The ISU programme was allocated a ring-fenced budget of R446.859 million in 2020/21. The programme aimed to improve the lives of those who live in informal and a total of 3 225 sites are serviced as at the end of January 2021. As such the upgrading of existing informal settlements continued to focus on ensuring that people have access to basic services where they live, such as water, sanitation and electricity.

Poor access to bulk services was a major challenge that delayed the implementation of various projects in this programme. Engagements were held with various water services authorities to align plans for the provision of bulk services, but financial constraints by these services authorities continued to slow down progress in this area.

Informal settlements were categorised and upgrading plans were developed to ensure that each settlement's circumstances and the needs of residents are catered for. Projects serviced under this programme in 2020/21 include Johnstown, Blaauboschlaagte and Cavan in the Amajuba District, Mangosuthu village in the Zululand District, Copesville in the uMgungundlovu District and the Groutville projects in the iLembe District. These projects were implemented in consultation with residents and the department will ensure that they are allocated serviced sites upon completion. As at end of the third quarter, 2 088 sites were serviced in informal settlements.

Rural housing development

Under this programme, only houses are built and thus delays in the provision of bulk services by other government bodies do not cause delays for the department, as these sites already have access to basic services. Very little progress was made in the programme in the first two quarters of the year due to the nationwide lockdown, however, delivery improved significantly from the third quarter. A total of 2 312 units were completed in the third quarter against a target of 2 366 units, which equates to a 97 per cent achievement and are likely to achieve the target by year-end.

The general construction material price increases had an impact during 2020/21 and, as rural housing projects are generally located in outlying areas, material costs are even higher due to the need to transport the material to these areas. The Human Settlements sector requested the National Department of Human Settlements to review the applicable subsidy in light of the cost of materials especially in outlying areas.

Title Deeds Restoration programme

During 2020/21, the Title Deeds Restoration programme continued to focus its efforts on the registration of both pre- and post-1994 housing stock. The department focused on unblocking town planning challenges with the aim of ensuring that the necessary resources are in place to alleviate this challenge. Such resources include the required professional services of the town planners, land surveyors and where applicable engineers, etc. In addition, the panel to deal with stage one town planning activities is in place. Further to that, the department ensured that all other activities such as beneficiary verification, dispute resolution and conveyancing activities were adequately addressed, notwithstanding the current challenges of the Covid-19 pandemic which restricted operations. According to the 2020/21 targets, the title deeds restoration programme projected to undertake 48 224 transfers of pre- and post-1994 title deeds, however, due to the pandemic and disaster management requirements, certain activities could not be undertaken, such as professional services including planning, land surveying, land issues, beneficiary verification, transfers and deeds office system challenges. To date, 397 properties were transferred. Also, the 2020/21 budget cut impacted on the transfers made to municipalities for the eradication of the title deeds backlog. This means that the eradication of the backlog will take longer than envisaged.

Emergency Housing Programme

The department continued to provide emergency interventions to the communities that were affected by disasters in various parts of the province, by providing temporary units and material supplies to effect repairs to the houses. For instance, the storm disaster that took place in October 2017 which affected

communities living in the eThekweni Metro continued to be attended to during the year. Projects such as the repairs to flats and hostels were completed and building material was supplied to the affected families. In the eThekweni Metro, a total budget of R693 million of the HSDG funding was approved for the rebuilding of 2 793 houses, as well as repairs to the flats, hostels and infrastructure such as storm water drainage and retaining walls. The approved budget was split into three financial years, with R46.600 million allocated in 2018/19, R247 million in 2019/20 and R400 million in 2020/21. The entire budget was transferred to the eThekweni Metro. To date, the Metro has spent R138.600 million of this budget of R693 million and construction work is underway on the ground. More than 600 houses have been built, hostels and flats have been repaired, and some infrastructure such as storm water drainage and retaining walls has been repaired. Out of the 2 793 houses to be built, 856 houses have been built and 1 937 houses are still to be built. The commencement of the process of rehabilitation was delayed due to the funding being received almost a year after the storm took place, after which the procurement process commenced. In addition, the difficult terrain and inaccessibility slowed down the construction of houses in most areas.

The department provided temporary units and material supplies to families affected by storms that took place between December 2018 and January 2019, as well as in April 2019 in the Ugu, uMgungundlovu, King Cetshwayo, uMkhanyakude, uThukela, Amajuba, iLembe, Harry Gwala, uMzinyathi and Zululand Districts. A budget of R151 million was approved from the PEHG to build 2 347 temporary units and supply building material to 1 600 affected families. To date, 2 005 temporary units were completed and 1 600 families were provided with building material to effect repairs to their houses. From the roll-over of R86.095 million, an amount of R78.400 million was spent and the remaining budget of R7.695 million is anticipated to be spent by the end of March 2021. Also, the tornado disaster that affected the Mpolweni community in uMshwathi in the uMgungundlovu District was attended to in 2020/21. In this regard, a total of 292 families were provided with building material and about 173 families were provided with temporary units. Temporary units were also provided to families affected by fire disasters in the Mthonjaneni, Nkandla and Umlalazi Municipalities within the King Cetshwayo District.

3. Outlook for the 2021/22 financial year

This section looks at the key focus areas of 2021/22, outlining what the department is hoping to achieve during the year, as well as briefly looking at challenges and proposed new developments. The main purpose of the department's budget allocation is for the provision of housing to various sectors of the population including rural areas and informal settlements, with the bulk of the funding being provided *via* the Human Settlements Development grant (HSDG). In 2021/22, the department will continue with the provision of housing, as detailed below.

Rental Housing Tribunal

The Rental Information Office partnered with the department's Social Housing Unit and the respective municipalities to conduct capacitation training programmes for tenants about their rights and obligations, and this training will be rolled out in 2021/22 for the Jika Joe CRU project and the Ndumo housing project. The stakeholder relation efforts with the municipalities will be intensified in 2021/22 for the purpose of rolling out information sessions to tenants and landlords, especially in the outlying areas of the province.

The 2021/22 financial year will be a new term of office for the new Tribunal members. The appointment of members is underway, including a Chairperson, Deputy Chairperson, three members and two alternative members. The new term will be for a period of three years, from 01 February 2021 and ending on 31 January 2024. The appointments will ensure that the Tribunal continues to carry out its legislative mandate of resolving rental disputes between landlords and tenants.

Community Residential Unit (CRU)

The department approved the 20-year strategy in May 2019 for the upgrading of hostels to CRUs, and this strategy will guide the upgrading of all hostels across the province and will ensure that development costs are standardised and that the delivery of completed units is upscaled. A major focus in the CRU programme will be on the redevelopment of old hostels to CRUs and the construction of new CRU projects in four municipalities, namely Greater Kokstad Municipality, with a total of 300 planned units, uBuhlebezwe Municipality with a total of 150 units planned, Msunduzi Municipality with a total of 1 164 units planned

and Newcastle Municipality with a total of 540 units planned. Note that these are total project yields and not the number of units planned for 2021/22. In 2020/21, the department approved the redevelopment of the Nhlalakahle (hostel) CRU, located in the uMvoti Municipality, with a total planned yield of 336 new CRU units. The eThekweni Metro has appointed the contractor for the Thokoza (hostel) CRU project with a potential yield of 64 units planned for 2021/22.

Municipalities are progressively being capacitated on property management skills for effective and efficient management of all CRU rental stock. It is expected that more CRU projects will be packaged going forward in line with the approved Rental Housing roll-out plan which seeks to develop a total yield of 6 458 new CRUs over the MTSF. In 2021/22, the department is planning to build a total of 400 new CRU units in Msunduzi, Newcastle, Greater Kokstad and uBuhlebezwe Municipalities and the programme provides for projects such as hostel upgrades, including Kokstad CRU, Rocky Park hostel upgrades in iLembe, Jika Joe in Msunduzi, Newcastle N11 in Amajuba, etc.

Informal Settlements Upgrade (ISU)

The upgrading of informal settlements projects is a national and provincial priority. Projects in this regard are currently at various stages of the delivery cycle. This programme forms an integral part of Outcome 8 priorities of government. There are a total of 743 informal settlements/projects identified and assessed throughout the province. This includes the eThekweni Metro which has identified and documented all its informal settlements and has a plan to gradually upgrade informal settlements, including relocating additional families to Greenfield projects based on the available budget. An estimated 547 informal settlements exist in various areas within the eThekweni Metro with an estimated total of 256 559 dwellings.

Work continues to be done in this space with 48 projects currently undergoing detailed planning, while 17 projects are under construction and there is a target of 5 208 serviced sites in 2021/22. Of these, 23 projects are yielding 8 970 serviced sites and these will be connected to services such as water and sewer in 2021/22. The electricity is provided by the municipality.

The Information Settlements Upgrading for Provinces grant (ISUPG) is allocated funding from 2021/22 whereas this previously formed part of the HSDG. The ISUPG's allocation is to ensure that informal settlements are catered for and efforts are directed toward this priority programme. The implementation of this programme will also provide for interim services to be constructed in various areas while permanent solutions are at a planning and design stage, thus ensuring that residents have access to basic services. A total of 8 970 serviced sites will be provided in 2021/21. The eThekweni Metro has 2 052 sites, iLembe District has 2 530 sites, uMgungundlovu has 638 sites and Amajuba has 3 750 sites.

The ISU programme includes major projects such as Greater Amaoti, Madundube, Driefontein, Umlazi infill Part 4 and Part 3, extension of Part 4, as well as Johnstown, Blaauwboschslaagte and Cavan Phase 1 which will be implemented over the MTEF.

Rural housing development

The programme generally caters for the construction of top structures in rural settings. The implementation of this programme will be more focused in 2021/22 through close co-operation with war-rooms in the various wards, and the department will prioritise vulnerable groups such as the elderly and people with disabilities people. The yield of projects has been reduced over the years to ensure that projects are targeted at these priority groups and so that delivery can cover more areas, meaning fewer units but in more areas. Houses will continue to be delivered throughout districts to ensure access to housing for the needy. A total of 7 075 units are planned for 2021/22. This programme includes projects such as Mqhawe rural housing and Ngcolosi rural housing in the eThekweni Metro, as well as Mavela Phase 2 rural housing and Maqumbi rural housing in the iLembe District, etc.

Title Deeds Restoration programme

The Title Deeds Restoration programme will continue to focus on processing and unlocking planning challenges in pursuit of security of tenure for people in subsidised housing units where they currently do not hold the title deeds to those units. The aim of this programme is to ensure the realisation of the clause in the Freedom Charter, which promotes the provision of houses, security and comfort. This will be achieved through unlocking title deeds for pre-1994 housing units through the Enhanced Extended Discount Benefit Scheme, as well as the Sectional Title Schemes and post-1994 housing projects. In addition to that, the

department will continue to focus on an aggressive beneficiary verification strategy that will ensure the registration of title deeds to the correct and rightful beneficiaries. For 2021/22, the projected target for transfers under pre-1994 is 2 702 title deeds and post-1994 is 5 497 title deeds. The current backlog of the title deeds is 128 204.

Emergency Housing Programme

During 2021/22, the department will continue to provide assistance to families affected by the storm disaster that took place between October 2019 and January 2020. More than 5 000 families in districts such as uMgungundlovu, iLembe, uThukela, Harry Gwala, Ugu, uMkhanyakude, King Cetshwayo and Zululand were affected and require assistance in the form of temporary shelter or building material supply. The department has established a database of service providers to attend to disaster interventions. The remaining work on the disasters that took place in October 2017 will be completed in the eThekweni Metro in 2021/22. Regarding the disasters that took place from December 2018 to April 2019, building material was supplied to 1 600 affected families and the contractors are busy on site with the construction of temporary units that will be completed before the end of 2020/21.

Also, the families that were affected by disasters caused by heavy rains as a result of tropical cyclone Eloise which mostly affected uMkhanyakude, Zululand and King Cetshwayo Districts will be assisted. As this disaster took place recently, the department only recently received the final report from the Provincial Disaster Management Centre (PDMC) and is currently engaging with the national department about the application for funding to assist the affected families with temporary shelter. From the report, indications are that about 840 families require urgent assistance by way of temporary units as their houses were totally destroyed, and 171 families of the total number affected were displaced and are currently living with neighbours and relatives. The total estimated cost for the provision of temporary units is R54.130 million. The department will continue to work with other stakeholders such as the National Disaster Management Centre (NDMC) and various municipalities together with the eThekweni Metro to attend to any disasters that occurs, and will provide assistance with regard to the provision of shelter to the affected communities.

4. Alignment of the budget to the NDP and MTSF

The NDP is a long-term development plan of the country that aims to ensure that all South Africans attain a decent standard of living through the elimination of poverty and reduction of inequality. Chapter 8 of the NDP sets out the plan for transforming human settlements. It sets out the five spatial principles for human settlements development, namely spatial justice, spatial sustainability, spatial resilience, spatial quality and spatial efficiency.

The 2019-2024 MTSF is a guiding framework for the department to implement the priorities and programmes to progressively achieve the objectives of government over the five-year period. In response to the seven priorities for the sixth Administration, the department has aligned its programme and interventions to the following priorities:

- A capable, ethical and developmental state.
- Economic transformation and job creation.
- Spatial integration, human settlements and local government.

The department acknowledges that there is growing demand for housing particularly in urban areas and therefore budget planning within the department is centered on the provision of sustainable human settlements through the IRDP and the ISU programme.

During the 2021/22 MTEF, the department will continue to implement programmes that are responsive to these outcomes and these include, among others, investing in human settlement priority development areas, continued implementation of urban housing programmes, social/rental housing programmes and other programmes that support home-ownership for both the subsidy and the gap market. Increased focus is placed on serviced sites, providing home-owners with title deeds or an alternative form of land ownership registration and identifying and upgrading of informal settlements.

5. Reprioritisation

The department has reprioritised its budget within the HSDG as follows:

- The reprioritisation under *Compensation of employees* was mainly due to vacant posts that are funded under the HSDG. The department has reprioritised the funds to *Transfers and subsidies to: Households* within the HSDG. These funds relate to the National Home Builders Registration Council (NHBRC) which was insufficiently budgeted for. These funds relate to project enrolment fees with NHBRC. The decrease of R15.706 million in 2021/22 and R15.574 million in 2022/23 under this classification is mainly due to the implementation of the wage freeze for the budgeted posts under the Operational Capital Budget (OPSCAP) within the HSDG.
- *Goods and services* was reduced by R21.630 million in 2021/22 and R23.630 million in 2022/23 due to the decrease in the HSDG allocation which affects the allocation of 1 per cent of the total allocation to the Housing Development Agency (HDA) for the management of catalytic projects, as well as travelling and subsistence costs as the department is continuing to host virtual meetings. The budget for HDA in the 2020/21 MTEF was calculated incorrectly and the impact of the budget cut at the time was not effected on the 1 per cent. This reprioritisation is to align the HDA allocation to the HSDG. These funds were reprioritised to *Transfers and subsidies to: Households* within the HSDG.
- The increase under *Transfers and subsidies to: Households* relates to the National Home Builders Registration Council (NHBRC) which was insufficiently budgeted for. These funds relate to project enrolment fees with NHBRC.

6. Procurement

The 2021/22 procurement plan is in the process of being finalised. The department will continue to strengthen its procurement systems focusing on reducing turn-around times when procuring goods and services by means of inviting price quotations and competitive bids. The department will embark on strengthening its control measures, contract management and records management toward an unqualified audit in the area of procurement. The department endeavours to continue to uphold the principles of procurement by ensuring that all contracts are awarded in a manner which is fair, equitable, transparent, competitive and cost effective.

7. Receipts and financing

7.1 Summary of receipts and financing

Table 8.1 indicates the sources of funding for Vote 8 for the period 2017/18 to 2023/24. The budget for 2021/22 is made up of the equitable share of R420.686 million and the HSDG of R2.455 billion, whose aim is to promote the provision of low income housing and essential services, R714.375 million in respect of the ISUPG, as well as R7.149 million in respect of the EPWP Integrated Grant for Provinces.

Table 8.1 : Summary of receipts and financing

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
Equitable share	360 678	381 574	405 533	433 056	403 443	403 443	420 686	424 737	412 798
Conditional grants	3 683 192	3 365 663	3 850 852	3 496 841	3 069 141	3 069 141	3 176 545	3 294 387	3 447 505
<i>Human Settlements Development grant</i>	3 677 567	3 252 757	3 583 907	3 379 057	3 020 763	3 020 763	2 455 021	2 537 519	2 657 279
<i>Title Deeds Restoration grant</i>	-	101 422	100 612	106 146	36 740	36 740	-	-	-
<i>EPWP Integrated Grant for Provinces</i>	5 625	11 484	15 090	11 638	11 638	11 638	7 149	-	-
<i>Provincial Emergency Housing grant</i>	-	-	151 243	-	-	-	-	-	-
<i>Informal Sett. Upgrading Part. Grant for Prov.</i>	-	-	-	-	-	-	714 375	756 868	790 226
Total receipts	4 043 870	3 747 237	4 256 057	3 929 897	3 472 584	3 472 584	3 597 231	3 719 124	3 860 303
Total payments	4 066 734	3 734 629	4 261 031	3 929 897	3 558 679	3 558 679	3 597 231	3 719 124	3 860 303
Surplus/(Deficit) before financing	(22 864)	12 608	(4 974)	-	(86 095)	(86 095)	-	-	-
Financing									
of which									
Provincial roll-overs	1 372	-	50 450	-	86 095	86 095	-	-	-
Provincial cash resources	21 492	37 842	40 997	-	-	-	-	-	-
Surplus/(Deficit) before financing	-	50 450	86 473	-	-	-	-	-	-

The department's budget was cut over the 2021/22 MTEF in line with National Treasury's fiscal consolidation approach and the department implemented the budget cuts against *Compensation of employees, Goods and services, Machinery and equipment*, as well as *Transfers and subsidies to: Provinces and municipalities* and *Transfers and subsidies to: Departmental agencies and accounts* in respect of the KZN Housing Fund, with more detail provided in Section 8.2.3. Both the department's equitable share and conditional grant allocation was cut, but with the bulk of the cut made against the equitable share allocation.

The HSDG in 2017/18 received an additional amount of R200 million from the National Department of Human Settlements (NDHS) in terms of Section 20 of DORA. These funds were stopped from other provinces (in terms of Section 19 of the DORA). This growth was offset slightly by a reduction in the HSDG over the 2017/18 MTEF in respect of some funding being reprioritised to the Social Housing Residential Authority (SHRA) to promote subsidies for social housing, and some funds being reprioritised to assist the HDA in operationalising catalytic projects. Also, the HSDG was significantly cut in the two outer years due to fiscal consolidation cuts.

The department was allocated funding for the EPWP Integrated Grant for Provinces, with the aim of creating temporary work opportunities and transferring skills to the unemployed. The department uses these funds for skills development programmes such as training, mentors, acquiring tools and for the payment of stipends. An amount of R7.149 million was allocated in 2021/22. The allocation for the EPWP Integrated Grant for Provinces is based on previous years' achievements.

The department was allocated funding for the first time in 2018/19 with regard to the TDRG. These funds were previously ring-fenced within the HSDG for the eradication of backlogs in title deeds registration. This grant was created by shifting funds from the HSDG to ensure that funds allocated for this purpose are not utilised for other purposes. These funds get absorbed back into the HSDG from 2021/22. The annual target for both pre- and post-1994 title deeds transfers for 2021/22 is 8 199, with the pre-1994 housing stock being 2 702 and post-1994 housing stock being 5 497. The current backlog on the title deeds is 128 204 and target for 2021/22 is 8 199.

National Treasury issued a Government Gazette (No. 42 593) in July 2019 which allocated a portion of an unallocated Schedule 7 grant to KZN and the Western Cape. The department received R151.243 million in respect of the Provincial Emergency Housing grant (PEHG) in 2019/20. This relates to the storms between December 2018 and January 2019 that affected eight districts in the province with damage to 2 800 houses. These funds were also for severe storms and heavy rain experienced in April 2019 that caused damage to houses (mostly mud structures) in rural areas in 19 municipalities, where a total of 1 277 households were affected. These funds were allocated for transitional residential area units (temporary structures) in areas including Ugu, iLembe, uMzinyathi, uThukela, etc. In total, these funds provided for 2 347 transitional units. More than 600 houses have been built, hostels and flats have been repaired, and some infrastructure such as storm water drainage and retaining walls have been repaired. Out of the 2 793 houses to be built, 856 houses have been built and 1 963 houses are still to be built.

The department is allocated funding from 2021/22 with regard to the ISUPG. In 2020/21, funds of R553.779 million in respect of the ISU programme were still ring-fenced within the HSDG with specific conditions which include that at least 15 per cent of the HSDG must be spent on ISU projects. This grant was created by shifting funds from the HSDG to ensure that funds allocated for this purpose cannot be utilised for other purposes. These funds were allocated to upgrade 743 informal settlements in areas such as eThekweni, Msunduzi, Ugu, etc. It must be noted that this grant was projected to commence in 2020/21, but the NDHS took a decision to keep this funding ring-fenced within the HSDG in 2020/21 to allow departments sufficient time to plan for the implementation of this programme.

2017/18 financial year:

Provincial cash resources reflect R21.492 million in 2017/18, of which R2.538 million relates to funds returned from the service provider Stedone Development due to payment duplication on this project and a refund of the duplicated payment amounting to R2.538 million was thus made. The department utilised these funds for renovations of district offices in King Cetshwayo, uMkhanyakude and uMzinyathi. An additional R18.954 million relates to funds returned by the National Urban Reconstruction and Housing Agency (NURCHA). NURCHA was required to place the funds in an interest bearing account with a

recognised financial institution. The interest accrued was to be used for the Vulindlela rural housing project on approval by the MEC: Public Works and Human Settlements in line with the National Housing Code. These funds were paid into the Provincial Revenue Fund, and were allocated back in the 2017/18 Adjustments Estimate to be used for community facilities such as a community hall, crèche, as well as social amenities such as a sports field to be used by the families benefiting from this project. The department fully spent its 2017/18 allocation.

2018/19 financial year:

Provincial cash resources in 2018/19 reflect R37.842 million in respect of funds collected from the sale of units in Ridgeview Gardens. The department requested approval from Provincial Treasury to retain profits from the sale of 330 units at Ridgeview Gardens for Finance Linked Individual Subsidy Programme (FLISP) development. The development was to be repaired, upgraded and made available for application of the FLISP subsidy instrument. The department appointed three conveyancing attorneys to fast-track the process of transferring the units to the beneficiaries. A total amount of R37.842 million was received from the sale of 144 of the 330 units.

The department under-spent by R50.450 million in 2018/19 in respect of the HSDG and this relates to the flood disaster that occurred in the province on 10 October 2017. The under-spending of these funds was attributable to delays in the finalisation of procurement processes in Ugu. The department was allocated a total amount of R100 million in the 2018/19 Adjustments Estimate in this regard. Ugu was allocated R53.773 million for the reconstruction of 250 units and R46.227 million was allocated to eThekwinini for the reconstruction of 367 units which was fully spent at year-end.

2019/20 financial year:

The provincial roll-over of R50.450 million in 2019/20 relates to funds rolled over from 2018/19 in respect of the HSDG for the flood disaster that occurred in the province on 10 October 2017 and this is shown as a provincial roll-over because the funds were not paid back to National Treasury.

Provincial cash resources in 2019/20 reflect R40.997 million, partly in respect of funds from the sale of a further 330 units at Ridgeview Gardens, where an amount of R29.133 million was collected. The amount allocated also includes funds that were paid back by the uMzimkhulu and the iMpindle Municipalities. The department transferred funds in April 2007 to these municipalities to undertake various housing projects and, during the reconciliation of funds transferred against each performance, it was discovered that there were unspent funds and these were paid back to the department. The department under-spent the 2019/20 allocation by R86.473 million in respect of the storms that occurred between December 2018 and January 2019 that affected eight districts in the province with damage to 2 800 houses. In addition, these funds were for severe storms and heavy rain experienced in April 2019 that caused damage to houses (mostly mud structures) in rural areas, where a total of 1 277 households were affected. The under-spending of R86.095 million was due to the SCM processes being prolonged as there was no response on the initial tender process which commenced in May 2019. As a result, the department then established a database of contractors for a three-year period, and a service provider was selected from this database. Also, the EPWP Integrated Grant for Provinces was under-spent in respect of the payment of stipends for two projects, namely Ndalini rural housing project in uPhongolo and Greytown slums clearance in uMvoti. The invoices could not be submitted for the week which commenced on 23 March 2020 due to the nationwide lockdown.

2020/21 financial year:

The HSDG saw an increase of R278.136 million in 2020/21 in respect of funds for the disaster recovery component within the HSDG. Although the allocation in 2020/21 increased, this was after a budget cut of R106.920 million which relates to the ISU programme as it remained ring-fenced within the HSDG in 2020/21. The decreases in 2021/22 and 2022/23 were largely due to fiscal consolidation budget cuts of R231.419 million and R147.492 million in those two years in respect of the HSDG. The number of units, sites and housing opportunities across all projects were reduced accordingly as a result of these cuts, whereas there was an increase in 2020/21 which related to funds for the disaster recovery component for reconstruction and repair of houses in the eThekwinini Metro. There were also equitable share fiscal consolidation budget cuts over the MTEF and these were implemented against *Compensation of employees* and *Goods and services* and are reflected against the equitable share.

The department's conditional grant budget was decreased by R427.700 million in 2020/21. This cut formed part of national government's budget reprioritisation to source the R100 billion being cut from national departments. Also, the equitable share budget was reduced by R11.443 million as part of the provincial response to the Covid-19 pandemic.

The 2021/22 MTEF shows an increasing trend despite the budget cuts implemented over the three years. In this regard, the equitable share budget cuts are larger than the conditional grant budget cuts and, as the department's budget is mainly funded from the conditional grant allocation, these cuts have a minimal impact on the department's overall baseline.

7.2 Departmental receipts collection

Table 8.2 provides a summary of the receipts collected by the department. Details of these departmental receipts are given in *Annexure – Vote 8: Human Settlements*.

Table 8.2 : Summary of departmental receipts collection

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	422	424	415	451	451	451	457	460	480
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	19 452	1	13 318	20	20	43	21	21	22
Sale of capital assets	39 200	27 668	6 229	670	670	2 538	707	710	741
Transactions in financial assets and liabilities	2 209	17 713	1 123	3 600	3 600	3 600	3 650	3 700	3 863
Total	61 283	45 806	21 085	4 741	4 741	6 632	4 835	4 891	5 106

Sale of goods and services other than capital assets is derived from commission on PERSAL deductions such as insurance premium and garnishee orders, rental on state-owned property, parking fees and tender fees. The conservative revenue budgeting over the MTEF is due to the uncertain nature of this source.

Interest, dividends and rent on land includes interest from staff debts and from interest on cash balances held in attorneys' accounts. The high collection in 2017/18 relates to funds received after the sale of three portions of the Farm Louisiana. The funds were kept by Van Zyl Retief attorneys and generated interest until the purchase was finalised. Furthermore, the high collection relates to interest on monies transferred for the management and implementation of the Vulindlela rural housing project in the uMgungundlovu District. The 2019/20 collection was mainly from interest received from the Ithala Development Finance Corporation (Ithala) for the amount of R100 million that was paid to the bank in 2016/17 for the Military Veterans' project. Furthermore, interest was received from the acquisition of Boschhoek Farm for the Siyahlala la housing project. The department shows conservative revenue budgeting over the MTEF and this relates to interest on outstanding staff debts.

Sale of capital assets relates to cash received from the sale of state property and sale of redundant assets, such as motor vehicles and office equipment. The department purchased 330 units in Ridgeview Gardens in 2014, with the intention of renovating and re-selling these units individually. The department was granted approval by Provincial Treasury in 2016/17 to sell these units as part of the FLISP programme, contributing to the high collection from 2017/18 to the 2020/21 Revised Estimate. In total, of 330 units, 284 have been sold to date. The revenue budget over the MTEF relates to the sale of redundant assets.

Transactions in financial assets and liabilities derives its revenue mainly from the recovery of previous years' expenditure such as staff debts in respect of breached bursary contracts, as well as refunds of unspent funds from various projects. The 2018/19 collection was from the refund of unspent housing funds in various projects paid by the uMzimkhulu Municipality. The revenue budget over the MTEF grows gradually from the 2020/21 revenue budget.

7.3 Donor funding – Nil

8. Payment summary

Section 8 reflects payments and budgeted estimates in terms of programmes and economic classification. Details are given in *Annexure – Vote 8: Human Settlements*.

8.1 Key assumptions

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

- All inflation related increases are based on CPI projections.
- Over the 2021/22 MTEF, National Treasury has not provided provinces with the budget for the cost of living adjustment. This is because they won the court case where they were taken to court by the unions with regard to implementing the last leg of the 2018/19 agreement. In this regard, National Treasury reduced the province's baseline against *Compensation of employees* in respect of freezing salary increases, as well as additional reductions implemented to support fiscal consolidation. However, departments have made provision for the 1.5 per cent pay progression. The department has not budgeted to fill any vacant posts, but those that may become vacant during the MTEF will be reviewed in-year if they need to be filled.
- The expanded cost-cutting measures, as reissued by Provincial Treasury in 2019/20 will continue to be adhered to over the 2021/22 MTEF, in conjunction with National Treasury Instruction Note 03 of 2017/18: Cost-containment measures.

8.2 Amendments to provincial and equitable share funding: 2019/20 to 2021/22 MTEF

Table 8.3 shows amendments to provincial and equitable share funding received over the 2019/20, 2020/21 and 2021/22 MTEF periods, and excludes conditional grant funding. The carry-through amounts for the outer year (i.e. 2023/24) are based on the incremental percentage used in the 2021/22 MTEF.

Table 8.3 : Summary of amendments to provincial and equitable share allocations for the 2019/20 to 2021/22 MTEF

R thousand	2019/20	2020/21	2021/22	2022/23	2023/24
2019/20 MTEF period	-	-	-	-	-
2020/21 MTEF period		(3 118)	(8 559)	(12 342)	(12 885)
Fiscal consolidation and PES formula updates budget cuts		(1 373)	(6 727)	(12 342)	(12 885)
Adjustment to COE (due to revised CPI inflation projections)		(1 745)	(1 832)	-	-
2021/22 MTEF period			(30 919)	(46 093)	(78 748)
Fiscal consolidation budget cut			(7 551)	(7 959)	(14 394)
COE budget cut (wage freeze and fiscal consolidation)			(37 328)	(53 525)	(66 013)
COE budget cut reversal due to CG COE			8 484	9 914	-
Funds from FLISP sales etc. allocated to housing register and Youth Directorate			5 476	5 477	-
Adjustment to outer year			-	-	1 659
Total	-	(3 118)	(39 478)	(58 435)	(91 633)

In the 2019/20 MTEF, the department received no additional funding.

In the 2020/21 MTEF:

- The department's budget was reduced by R1.373 million, R6.727 million and R12.342 million as a result of the PES formula updates and fiscal consolidation budget cuts, aimed at reducing spending levels across all three spheres of government. The budget cuts were effected against all four programmes.
- The department's equitable share was reduced by R1.745 million in 2020/21 and R1.832 million in 2021/22, related to lowering of the CPI projections influencing the growth in *Compensation of employees* and this was implemented against all four programmes. The budget cuts were made because the CPI rate was previously set at 5.5 per cent but was lowered to 4.8 per cent.

In the 2021/22 MTEF, the following adjustments are made:

- R7.551 million, R7.959 million and R14.394 million were cut in respect of the fiscal consolidation cuts. The cuts were proportionally effected against all four programmes, mainly against *Compensation of employees* and *Goods and services*.
- R37.328 million, R53.525 million and R66.013 million were cut in respect of the *Compensation of employees*' budget reduction (wage freeze and fiscal consolidation). The cuts were proportionally effected against all three programmes in respect of *Compensation of employees*.
- The department's equitable share is increased by R1.659 million in 2023/24 for an adjustment to the outer year related to a recalculation of wage freeze cuts.
- The department's baseline is increased by R8.484 million in 2021/22 and R9.914 million in 2022/23 due to National Treasury recognising that the full *Compensation of employees* budget cuts were made against the provincial equitable share allocation in error as some staff are remunerated from the conditional grant allocations.
- The department requested that funds collected in 2019/20 from the sale of FLISP units, interest on funds held in terms of the Military Veterans' project, etc. be allocated back to them. The amount that was collected was R18.327 million, and this was requested to be allocated over three financial years. Due to a number of in-year fiscal pressures, a total of R16.429 million was allocated back, with R5.476 million allocated in 2020/21, R5.476 million in 2021/22 and R5.477 million in 2022/23. These funds were allocated to the department to cater for the FLISP communication strategy and to cover spending pressures under the rural housing project in the Zululand District. These funds are allocated under Programme 3.

8.3 Summary by programme and economic classification

The budget structure of Vote 8 conforms to the uniform budget and programme structure prescribed for the Human Settlements sector. Tables 8.4 and 8.5 provide a summary of the Vote's payments and budgeted estimates over the MTEF, by programme and economic classification, respectively.

The allocation in 2018/19 includes additional funding of R100 million relating to the flood disaster that occurred in the province on 10 October 2017 under the HSDG. The increase in 2019/20 was due to the reallocation of funds collected from the sale of units at Ridgeview Gardens, as well as additional funding of R151.243 million allocated by National Treasury relating to the PEHG, as mentioned. Also contributing to the increase was the HSDG roll-over of R50.450 million. The HSDG allocation saw an increase of R278.136 million in 2020/21 to account for funds received for the disaster recovery component within the HSDG to be used for reconstruction and repair of houses in the eThekweni Metro. The decrease from the 2020/21 Main to the Adjusted Appropriation is as a result of budget cuts implemented as part of national government's budget reprioritisation to source the R100 billion being cut from national departments for the Covid-19 response, as well as budget cuts to reduce growth of the public sector wage bill implemented against the provision made for the 2020 cost-of-living adjustment. The department also saw budget cuts to provide for the provincial Covid-19 response.

The low growth over the MTEF is due to *Compensation of employees* and fiscal consolidation budget cuts. There was a minor reduction in the HSDG in the first two years of the MTEF, while the outer year sees an increase of R109 million.

Table 8.4 : Summary of payments and estimates by programme: Human Settlements

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Administration	217 793	227 193	231 590	254 569	237 486	237 486	243 127	246 558	239 031
2. Housing Needs, Research and Planning	16 511	17 328	17 076	20 226	18 634	18 634	19 460	19 654	19 477
3. Housing Development	3 652 475	3 305 378	3 765 984	3 487 225	3 144 758	3 144 758	3 162 856	3 280 947	3 427 563
4. Housing Asset Management	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Total	4 066 734	3 734 629	4 261 359	3 929 897	3 564 155	3 564 155	3 597 231	3 719 124	3 860 303

Table 8.5 : Summary of payments and estimates by economic classification: Human Settlements

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	484 804	514 818	522 971	589 529	560 565	560 256	505 207	499 622	491 324
Compensation of employees	298 724	320 699	334 569	388 925	359 358	359 049	368 088	369 122	356 379
Goods and services	186 065	193 886	188 402	200 604	201 207	201 207	137 119	130 500	134 945
Interest and rent on land	15	233	-	-	-	-	-	-	-
Transfers and subsidies to:	3 548 460	3 201 974	3 721 953	3 327 328	2 993 795	2 994 104	3 082 696	3 215 137	3 364 441
Provinces and municipalities	257 039	193 813	86 069	89 948	46 513	46 513	64 447	64 446	64 453
Departmental agencies and accounts	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	50	-	-	-	-	-	-
Households	3 111 466	2 823 431	3 389 125	3 069 503	2 784 005	2 784 314	2 846 461	2 978 726	3 125 756
Payments for capital assets	33 120	17 837	16 370	13 040	9 795	9 795	9 328	4 365	4 538
Buildings and other fixed structures	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Machinery and equipment	3 207	2 405	3 994	5 324	7 795	7 795	4 121	4 365	4 538
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	350	-	65	-	-	-	-	-	-
Total	4 066 734	3 734 629	4 261 359	3 929 897	3 564 155	3 564 155	3 597 231	3 719 124	3 860 303

Programme 1: Administration reflects a steady increase from 2017/18 to 2019/20. The decrease from the 2020/21 Main to the Adjusted Appropriation is mainly due to budget cuts to assist with funding the provincial response to the Covid-19 pandemic, as well as budget cuts against *Compensation of employees* to reduce growth of the public sector wage bill implemented against the provision for the 2020 cost-of-living adjustment. The department implemented part of the fiscal consolidation cuts, as well as *Compensation of employees*' budget cuts over the MTEF against this programme. The budget cuts against *Compensation of employees* will affect the rate at which the department will be able to fill posts, as the department will only be able to fill posts that become vacated in-year. The increase over the 2021/22 MTEF is to cater for pay progressions and inflationary adjustments on items such as leasing of offices, property payments, etc.

Programme 2: Housing Needs, Research and Planning reflects an increase from 2017/18 to 2018/19. The slight decrease in 2019/20 was due to savings identified from vacant posts. These savings were moved to Programme 1 to cater for expenditure relating to property payments. The decrease from the 2020/21 Main to the Adjusted Appropriation is mainly due to the budget cuts to assist with funding the provincial response to the Covid-19 pandemic, as well as the budget cuts effected against *Compensation of employees* to reduce the growth of the public sector wage bill, as mentioned. This programme provides for creating platforms for various stakeholders for discussing, debating, drafting and informing human settlement policies, and also provides for the identification of any skills gaps in the major stakeholders that are an integral part of the housing delivery chain, including municipalities, traditional leaders and institutions, emerging contractors, youth and women. The MTEF allocations were affected by the budget cuts against *Compensation of employees* to reduce growth of the public sector wage bill. The increase over the 2021/22 MTEF is to cater for inflationary adjustments.

Programme 3: Housing Development is high in 2017/18 mainly due to an additional R200 million received from NDHS in respect of funds stopped from other provinces and allocated to the department to fund acceleration of service delivery in housing projects, hence the decrease in 2018/19. The increase in 2019/20 was due to funds allocated to the department relating to the flood disaster that occurred in the province on 10 October 2017. These funds were for reconstruction and repair of damaged houses, flats and hostels in areas such as the eThekweni Metro, as well as uMdoni, uMuziwabantu, uMzumbe and Ray Nkonyeni. The decrease from the 2020/21 Main to the Adjusted Appropriation was mainly due to conditional grant budget cuts implemented against the HDSG and the TDRG, as well as a smaller cut made against the equitable share funding of this programme to assist with funding the provincial response to the Covid-19 pandemic. Also, budget cuts were effected against *Compensation of employees* to reduce the growth of the public sector wage bill. This decrease was slightly offset by a roll-over of R86.095 million in respect of the PEHG. This relates to the storms between December 2018 and January 2019 that affected eight districts in the

province with damage to 2 800 houses. In addition, these funds were for severe storms and heavy rain experienced in April 2019 that caused damage to houses (mostly mud structures) in rural areas, where a total of 1 277 households were affected. The decrease from the Adjusted Appropriation to the Revised Estimate is mainly due to delays experienced during the casting of concrete resulting from the non-approval of the project home enrolment by NHBRC, as the NHBRC requested requisite information to meet compliance in uBuhlebezwe and Kokstad. The 2021/22 allocation includes funds in respect of the ISUPG which commences in 2021/22, as well as the TDRG, though this is absorbed back into the HSDG in 2021/22. The allocations over the 2021/22 MTEF include provision for the implementation of the anti-land invasion strategy, which has necessitated the guarding of departmental owned properties against illegal occupation, as well as operating leases, professional fees and all other operational costs of the department. The programme will also continue to cater for projects such as ISU programme, rural housing development, etc. Although the allocation in 2021/22 increases, this is after the budget cut of R8.484 million which relates to the HSDG in 2021/22. In terms of the provincial equitable share cuts, an amount of R6.546 million was cut against this programme in 2021/22.

Programme 4: Housing Asset Management (which comprises the KZN Housing Fund) reflects a steady increase from 2017/18 to 2019/20. The increase in 2019/20 is in respect of the TDRG to cater for planning activities such as town planning, opening of township registers, land surveying, structural assessments and conveyancing in the eThekweni Metro. The decrease from 2019/20 to 2020/21 is due to the TDRG being allocated in Programme 3 only in 2020/21. The decrease from the 2020/21 Main to the Adjusted Appropriation is mainly due to budget cuts against *Compensation of employees* to reduce the growth of the public sector wage bill. The decrease in 2021/22 relates to the *Compensation of employees*' budget cuts, as well as fiscal consolidation cuts of R5.562 million. These budget cuts will affect the rate at which the department fills posts as only posts that become vacant will be filled. The department will review the need to fill posts that are vacated during this period.

Compensation of employees reflects a steady increase from 2017/18 to 2019/20. The decrease from the 2020/21 Main to the Adjusted Appropriation is due to the *Compensation of employees*' budget cuts to reduce growth of the public sector wage bill, as mentioned. As such, the department has not provided for any pay increases over the MTEF, but has provided for medical and housing allowances and annual pay progression. Although the budget does not show growth in this regard, the department will not fill all the posts that become vacant and these savings will be utilised for pay progression. The department has not budgeted to fill any new posts, only those that may become vacant during the MTEF. This will be reviewed when the need arises, as mentioned. The baseline is increased by R8.484 million in 2021/22 and R9.914 million in 2022/23 due to National Treasury recognising that the full *Compensation of employees*' budget cuts were made against the provincial equitable share allocation in error as some staff are remunerated from the conditional grant allocations. This reversal was implemented across all four programmes.

Goods and services reflects an increase from 2017/18 to 2018/19 in line with inflationary increases and the acceleration of housing project launches. The increase from the 2020/21 Main to the Adjusted Appropriation was to cater for the management of the roll-out of the mass sanitisation of the informal settlements in response to Covid-19. This category was reduced by R23.485 million in the Special Adjustments Estimate to assist with funding the provincial response to the Covid-19 pandemic, as well as part of national government's budget reprioritisation to source the R100 billion being cut from national departments. This decrease was offset by an increase of R24.088 million in the Second Adjustments Estimate for the management of the roll-out of the mass sanitisation of the informal settlements in response to Covid-19. The expenditure incurred related to items purchased including the supply of personal hygiene products, PPE, disinfectants for households, backpack sprayers, etc., as well as the appointment of resources deployed by Provincial Treasury to provide SCM support at the department to assist in the development of a contract management process, as well as to review and develop SCM reporting templates. The allocations over the 2021/22 MTEF include provision for the implementation of the anti-land invasion strategy, as mentioned, as well as operating leases, professional fees and all other operational costs of the department. The department allocates 1 per cent of the HSDG to the HDA for the management of catalytic projects and the reduction in the HSDG over the 2020/21 MTEF resulted in this allocation to the HDA being reduced, contributing to the decreasing trend over the 2021/22 MTEF. The decrease in 2022/23 is due to the fact that the EPWP Integrated Grant for Provinces is not allocated beyond 2021/22, at this stage, as

well as ongoing implementation of cost-cutting measures on items such as consultants, travel and subsistence, etc.

Interest and rent on land pertains to interest paid on overdue accounts. The 2017/18 and 2018/19 amounts relate to interest paid on overdue accounts in respect of the payment made to the Government Employees Pension Fund (GEPF) for employees who took early retirement in previous financial years.

In respect of *Transfers and subsidies*:

- The decreasing trend against *Provinces and municipalities* from 2017/18 to 2019/20 relates to the transfer to the eThekweni Metro for the CRU programme. The decrease from 2017/18 relates to the CRU programme as the expenditure was lower than the previous year due to the transfer being re-aligned to the agreement entered into by the department and the eThekweni Metro to transfer funds for the CRU programme. The department's budget for transfers for the CRU programme continues over the MTEF and relates to the Thokoza CRU and Donnely Road CRU in the eThekweni Metro in respect of which the construction of units will commence in 2021/22. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the TDRG as part of national government's budget reprioritisation to source the R100 billion being cut from national departments. The cut impacted on the transfers made to municipalities for the eradication of the title deeds backlog. This means that the eradication of the backlog will take longer than envisaged. The allocations over the 2021/22 MTEF relate to the TDRG being absorbed back into the HSDG and is entirely budgeted for under *Goods and services*. The allocations over the 2021/22 MTEF largely relate to the operational costs of accredited municipalities, as well as the CRU programme. This category was affected minimally by the budget cuts over the MTEF.
- *Departmental agencies and accounts* relates to transfers to the KZN Housing Fund and funds transferred to the HDA. Funding in respect of the KZN Housing Fund were moved to this category in line with an A-G finding in the 2013/14 audit. The increasing trend from 2017/18 to 2019/20 relates to the transfers made to the eThekweni Metro in respect of the rectification programme for the pre-1994 housing stock of ex-Own Affairs and ex-R293 areas. The increase in 2019/20 is in respect of the TDRG to cater for planning activities such as town planning, opening of township registers, land surveying, structural assessments and conveyancing in the eThekweni Metro. The decrease from the 2020/21 Main to the Adjusted Appropriation is due to the reduction in growth of the public sector wage bill for staff paid under the KZN Housing Fund which is also carried through over the MTEF. There is steady growth over the MTEF to cater for increased municipal services, as well as rates and taxes for departmental housing properties.
- *Non-profit institutions* reflects an allocation of R50 000 in 2019/20 which relates to a donation to Wentworth Organisation of Women (WOW) to cover costs incurred by the organisation on undertaking door-to-door surveys and profiling beneficiaries for possible low-cost housing in Austerville Ward 68.
- *Households* shows a fluctuating trend from 2017/18 to 2019/20, due to fluctuations in the HSDG, as the bulk of the housing programmes are budgeted for within this category. The decrease from 2017/18 to 2018/19 was due to an additional amount of R200 million received from NDHS in 2017/18 only. The 2018/19 amount includes additional funding of R100 million to deal with repairs to houses damaged by the October 2017 storms in areas such as eThekweni, uMdoni, uMuziwabantu, uMzumbe, as well as Ray Nkonyeni. The increase in 2019/20 was due to additional funds of R151.243 million received for storms between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the HSDG as part of national government's budget reprioritisation to source the R100 billion being cut from national departments. Although the allocation decreases in the 2020/21 Main Appropriation, this takes into account an increase of R278.136 million in 2020/21 in respect of funds received for the disaster recovery component within the HSDG but the grant saw significant cuts over the 2020/21 MTEF. There is steady growth over the 2021/22 MTEF as the HSDG sees minimal cuts in those years.

Buildings and other fixed structures is mainly related to the Social and Economic Amenities programme. The decreasing trend from 2017/18 to 2019/20 relates to the Social and Economic Amenities programme, where the department terminated contracts for uMkhanyakude, Amajuba and uMgungundlovu as a result of poor performance. The decreasing trend in 2018/19 and 2019/20 was due to the department anticipating to finalise the programme in 2017/18 but continued to incur some expenditure for projects that had already commenced and needed to be finalised. These funds were in respect of the scope of the programme which was extended in-year in order to complete the remaining work within various districts, including eThekweni Metro, Cornubia Social Amenity, Sonkombo Social Amenity, etc., and to ensure that proper handover processes were undertaken. Other Social and Economic Amenities include Dududu Social Amenity in uMdoni Municipality and Siyathuthuka Social Amenity in Richmond Municipality. The decrease from the 2020/21 Main to the Adjusted Appropriation is due to poor performance by the implementing agent and the department had to reduce the scope of work in respect of the Social and Economic Amenities programme for the construction of the Sonkombo Community Hall in iLembe District while a new contractor was being sourced. The allocation in 2021/22 is for finalisation of work which was affected by the poor performance of the implementing agent in 2020/21. The department is anticipating to complete all projects by the end of 2021/22.

Machinery and equipment shows a fluctuating trend due to its cyclical nature. The increase from the 2020/21 Main to the Adjusted Appropriation is to cater for expenditure incurred in relation to the procurement of vehicle-drawn storage carts (tankers) to be used in the roll-out of the mass sanitisation of the informal settlements in respect of the Covid-19 interventions. This equipment is to be used by various districts and municipalities in the province. The allocations over the 2021/22 MTEF cater for the purchase of vehicles and other equipment. There were no budget cuts implemented against this category.

Payments for financial assets relates to the write-off of staff debts in 2017/18 and 2019/20.

8.4 Summary of conditional grants payments and estimates

Tables 8.6 and 8.7 provide a summary of the conditional grant payments and budgeted estimates over the period by conditional grant name and economic classification, respectively.

Note that the historical figures set out in Table 8.6 reflect actual spending per grant, and should not be compared to Table 8.1, which represent the actual receipts for each grant.

The department has three grants over the 2021/22 MTEF, namely the HSDG, EPWP Integrated Grant for Provinces and the ISUPG. The EPWP Integrated Grant for Provinces receives funding up to 2021/22, the HSDG receives funding over the MTEF, while the ISUPG receives funding for the first time in 2021/22 and this funding continues over the MTEF. Details are given in *Annexure – Vote 8: Human Settlements*.

The department's main funding relates to the HSDG, which aims to promote the provision of low income housing using different programmes such as project linked subsidies, IRDP, rural housing subsidies, informal settlements upgrade, social housing, etc.

Table 8.6: Summary of conditional grants payments and estimates by name

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
Human Settlements Development grant	3 678 939	3 202 307	3 634 357	3 379 057	3 020 763	3 020 763	2 455 021	2 537 519	2 657 279
EPWP Integrated Grant for Provinces	5 625	11 484	15 040	11 638	11 638	11 638	7 149	-	-
Title Deeds Restoration grant	-	101 422	100 612	106 146	36 740	36 740	-	-	-
ISU Partnership grant	-	-	-	-	-	-	714 375	756 868	790 226
Provincial Emergency Housing grant	-	-	65 148	-	86 095	86 095	-	-	-
Total	3 684 564	3 315 213	3 815 157	3 496 841	3 155 236	3 155 236	3 176 545	3 294 387	3 447 505

Table 8.7: Summary of conditional grants payments and estimates by economic classification

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
					2020/21				
Current payments	169 259	187 753	190 610	212 211	207 215	207 215	135 485	126 291	132 400
Compensation of employees	77 566	89 923	96 012	102 880	102 880	102 880	87 176	86 950	86 950
Goods and services	91 693	97 830	94 598	109 331	104 335	104 335	48 309	39 341	45 450
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	3 484 837	3 111 937	3 612 068	3 276 483	2 943 219	2 943 219	3 035 422	3 167 665	3 314 674
Provinces and municipalities	256 935	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Departmental agencies and accounts	141 652	143 229	200 792	117 632	117 632	117 632	125 132	125 132	125 132
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	50	-	-	-	-	-	-
Households	3 086 250	2 775 044	3 325 252	3 069 063	2 779 234	2 779 234	2 846 001	2 978 244	3 125 253
Payments for capital assets	30 468	15 523	12 479	8 147	4 802	4 802	5 638	431	431
Buildings and other fixed structures	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Machinery and equipment	555	91	103	431	2 802	2 802	431	431	431
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	3 684 564	3 315 213	3 815 157	3 496 841	3 155 236	3 155 236	3 176 545	3 294 387	3 447 505

As previously mentioned, the HSDG received additional funding of R100 million in 2018/19 to deal with repairs to houses damaged by the flood disaster that occurred in the province on 10 October 2017. The HSDG was increased by R151.243 million in 2019/20 for storms between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the HSDG as part of national government's budget reprioritisation to source the R100 billion being cut from national departments for the national Covid-19 response. The number of units, sites and housing opportunities across all projects are reduced accordingly as a result of these budget cuts. Although the allocation decreases as there were significant cuts against this grant in the previous MTEF, the 2020/21 allocation takes into account an increase of R278.136 million in 2020/21 in respect of funds received for the disaster recovery component within the HSDG. The cuts are minimal over the MTEF and relate purely to the wage freeze. The MTEF provides for projects such as rural housing projects with a budget of R940.098 million, urban housing projects (IRDP, ISU, etc.) with a budget of R1.645 billion, etc.

The department receives funding in respect of the EPWP Integrated Grant for Provinces which is used for skills development programmes such as training, mentors, acquiring tools and payment of stipends. The allocation for the EPWP Integrated Grant for Provinces is based on previous years' achievements and is not allocated beyond 2021/22, at this stage.

The department receives funding for the TDRG from 2018/19 up to 2020/21. These funds were previously ring-fenced in the HSDG to eradicate the title deeds registration backlog. This grant was created in 2018/19 by shifting funds that were allocated for eradicating the title deeds backlog from the HSDG to ensure that these funds cannot be utilised by provinces for other purposes. There were budget cuts of R69.406 million implemented against the TDRG as part of national government's Covid-19 response in the 2020/21 Special and Second Adjusted Appropriation. This grant is absorbed back into the HSDG in 2021/22.

The department received funding for the PEHG in 2019/20. These funds were for storms which occurred between December 2018 and January 2019 that affected eight districts in the province with storm damage to 2 800 houses. In addition, these funds were for repairs related to severe storms and heavy rain experienced in April 2019 that caused damage to houses (mostly mud structures) in rural areas in 19 municipalities, where a total of 1 277 households were affected. These funds were not fully spent at the end of 2019/20 and were rolled over to 2020/21 in the 2020/21 Second Adjustments Estimate.

The department receives funding in respect of the ISUPG for the first time in 2021/22. The funding was still part of the HSDG in 2020/21 with specific conditions which include that at least 15 per cent of the HSDG must be spent on informal settlements upgrading. The new grant is created by shifting funds from the

HSDG to ensure that the funds allocated for this purpose cannot be utilised by provinces for other purposes. The allocation in respect of this grant is R714.375 million in 2021/22, R756.868 million in 2022/23 and R790.226 million in 2023/24. The projects budgeted for in 2021/22 include Mqhawe rural housing project, Sobonakhona rural housing project, Ngcolosi rural housing project, etc.

The conditional grant allocations against *Compensation of employees* mainly relate to the HSDG, in line with DORA, which allows for a portion (up to 5 per cent) of the conditional grant funding to be used for administrative purposes to enhance service delivery. The increase in 2019/20 relates to contract posts budgeted for under the OPSCAP allocation within the HSDG. These posts are filled on a contractual basis as they are linked to projects. These posts include Project Construction Managers, Community Development Practitioner, etc. in respect of the HSDG and the TDRG. The decrease from 2020/21 to the 2021/22 MTEF is due to the TDRG being absorbed back into the HSDG and being budgeted for under *Goods and services*. The department did not implement budget cuts in respect of the HSDG against this category in 2020/21. The decrease over the MTEF is in line with no provision made for salary increases funded through the HSDG. No provision is made for any growth in the two outer years and this will be reviewed in the next budget process.

The increase under *Goods and services* from 2017/18 to 2018/19 was due to the appointment of a Civil and Structural Engineer to undertake assessments, as well as costs in respect of repairs of structural defects at the Ridgeview Gardens social housing project. The decrease from the 2020/21 Main to the Adjusted Appropriation relates to the budget cuts as part of national government's budget reprioritisation to source the R100 billion being cut from national departments to fund the national Covid-19 response. The declining trend over the MTEF is in respect of a reduced allocation to HDA, following the budget cuts in respect of the HSDG which were made in those years, as well as the fact that the EPWP Integrated Grant for Provinces is not allocated beyond 2020/21 at this stage, as mentioned.

In respect of *Transfers and subsidies*:

- The decreasing trend against *Provinces and municipalities* from 2017/18 to 2019/20 relates to the transfer to the eThekweni Metro for the CRU programme, as mentioned. Transfers for the CRU programme continue over the MTEF and relate to Thokoza CRU and Donnely Road CRU in the eThekweni Metro in respect of which the construction of units will commence in 2021/22. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the TDRG as part of national government's budget reprioritisation to source the R100 billion being cut from national departments to provide for the national Covid-19 response. The cuts impacted on the transfers made to municipalities for the eradication of the title deeds backlog. The reduction over the 2021/22 MTEF relates to the TDRG being absorbed back into the HSDG and budgeted for under *Goods and services*. The allocations over the 2021/22 MTEF relate to the operational costs of accredited municipalities and the CRU programme.
- *Departmental agencies and accounts* relates to transfers to the KZN Housing Fund and funds transferred to the HDA. Funding in respect of the KZN Housing Fund was moved to this category in line with an A-G finding in the 2013/14 audit. The increasing trend from 2017/18 to 2019/20 relates to the transfers made to the eThekweni Metro in respect of the rectification programme for the pre-1994 housing stock of ex-Own Affairs and ex-R293 areas. The increase in 2019/20 was in respect of the TDRG to cater for planning activities such as town planning, opening of township registers, land surveying, structural assessments and conveyancing in eThekweni. The decrease from 2020/21 to 2021/22 is in respect of the budget cuts against the HSDG from previous financial years which were significant. The category shows no growth over the outer years of the MTEF due to the fact that the department is anticipating to transfer properties to beneficiaries once the rectification of properties is complete.
- *Non-profit institutions* reflects an amount of R50 000 in 2019/20 which relates to a donation to the WOW to cover costs incurred by the organisation on undertaking door-to-door surveys and profiling beneficiaries for possible low-cost housing in Austerville Ward 68, as mentioned.
- *Households* shows a fluctuating trend from 2017/18 to 2019/20, due to fluctuations in the HSDG as the bulk of the housing programmes are budgeted for within this category. The decrease from 2017/18 to 2018/19 was due to an additional amount of R200 million received from NDHS in 2017/18 only. The

2018/19 amount includes additional funding of R100 million to deal with repairs to houses damaged by the October 2017 storms in areas such as eThekweni, uMdoni, uMuziwabantu, Mzumbe, as well as Ray Nkonyeni. The increase in 2019/20 was due to additional funds of R151.243 million received for storms between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the HSDG, as mentioned. Although the allocation decreases in the 2020/21 Main Appropriation, this takes into account an increase of R278.136 million in 2020/21 in respect of funds received for the disaster recovery component within the HSDG. There were only minimal cuts against this grant over the MTEF, accounting for the steady growth over that period.

Buildings and other fixed structures is mainly related to the Social and Economic Amenities programme. The decreasing trend from 2017/18 to 2019/20 relates to the Social and Economic Amenities programme, where the department terminated contracts for uMkhanyakude, Amajuba and uMgungundlovu as a result of poor performance by the contractor. The decreasing trend in 2018/19 and 2019/20 was due to the department anticipating to finalise the programme in 2017/18 but continued to incur some expenditure for projects that had already commenced and needed to be finalised. The decrease from the 2020/21 Main to the Adjusted Appropriation is due to poor performance by the implementing agent and the department had to reduce the scope of work in respect of the Social and Economic Amenities programme. The allocation in 2021/22 is for the finalisation of work which was affected by the poor performance by the implementing agent in 2020/21. The allocation does not continue beyond 2021/22 because the department is anticipating to complete all projects by the end of 2021/22.

Machinery and equipment provides for the purchase of furniture and equipment for employees funded from the HSDG.

8.5 Summary of infrastructure payments and estimates

Table 8.8 presents a summary of infrastructure payments and estimates by infrastructure category. Detailed information on infrastructure is given in the *2021/22 Estimates of Capital Expenditure*.

Table 8.8 : Summary of infrastructure payments and estimates by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Existing infrastructure assets	-	-	-	-	-	-	-	-	-
Maintenance and repair: Current	-	-	-	-	-	-	-	-	-
Upgrades and additions: Capital	-	-	-	-	-	-	-	-	-
Refurbishment and rehabilitation: Capital	-	-	-	-	-	-	-	-	-
New infrastructure assets: Capital	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Infrastructure transfers	3 342 950	2 967 190	3 342 701	3 158 697	2 735 805	2 735 805	2 791 174	2 917 247	3 067 684
Infrastructure transfers: Current	50 446	43 098	17 578	24 289	34 289	34 289	24 289	24 289	24 289
Infrastructure transfers: Capital	3 292 504	2 924 092	3 325 123	3 134 408	2 701 516	2 701 516	2 766 885	2 892 958	3 043 395
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	25 626	24 494	25 994	23 431	27 895	27 895	24 354	24 954	25 154
Non infrastructure¹	-	-	-	-	-	-	-	-	-
Total	3 398 489	3 007 116	3 381 071	3 189 844	2 765 700	2 765 700	2 820 735	2 942 201	3 092 838
Capital infrastructure	3 322 417	2 939 524	3 337 499	3 142 124	2 703 516	2 703 516	2 772 092	2 892 958	3 043 395
Current infrastructure	76 072	67 592	43 572	47 720	62 184	62 184	48 643	49 243	49 443

1. Total provincial infrastructure is the sum of "Capital" plus "Recurrent maintenance". This includes non infrastructure items.

The category *New infrastructure assets: Capital* relates to the Social and Economic Amenities programme. The trend from 2017/18 to 2019/20 relates to this programme, where the department terminated contracts for uMkhanyakude, Amajuba and uMgungundlovu as a result of poor performance. The decrease from the 2020/21 Main to the Adjusted Appropriation is due to poor performance by the implementing agent in Sonkombo Community Hall in the iLembe District and the department had to reduce the scope of work in respect of the programme. The allocation in 2021/22 is for the finalisation of work which was affected by the implementing agent's poor performance in 2020/21. The allocation does not continue beyond 2021/22 because the department is anticipating to complete all projects by the end of 2021/22, as mentioned.

The category *Infrastructure transfers* changes in the 2021/22 EPRE following the recommendation of Provincial Treasury's Infrastructure Unit to include the HSDG funding in the infrastructure table. Historical figures were restated and the trend is explained as follows:

- The category *Infrastructure transfers: Current* relates to the operational costs of accredited municipalities. These costs were previously recorded against *Infrastructure transfers: Capital* but, after assessment, the department established that the funds are current in nature. The trend from 2017/18 to 2018/19 relates to the operational costs for accredited municipalities, which are based on the actual performance by the municipalities. The decrease in 2019/20 was due to the delay in the finalisation of the implementation protocols for the accredited municipalities which were under review during 2019/20. The review of these implementation protocols led to delays in the payment of the operational costs of these municipalities, as payment cannot be made until the agreements are signed. The reduction over 2021/22 MTEF is in line with the reduction in housing projects resulting from the budget cuts of the HSDG in previous financial years.
- *Infrastructure transfers: Capital* comprises transfers in respect of the CRU programme, as well as housing funds in respect of the HSDG. The decrease from 2017/18 to 2018/19 relates to the transfer to the eThekweni Metro for the CRU programme, as mentioned. The increase in 2019/20 was due to additional funds of R151.243 million received for storms between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the HSDG as part of national government's budget reprioritisation to source the R100 billion being cut from national departments towards the national Covid-19 response. There is steady growth over the 2021/22 MTEF in respect of the HSDG. The transfers for the CRU programme continue over the MTEF and relate to Thokoza CRU and Donnely Road CRU in the eThekweni Metro, as mentioned. The projects provided for against this category include IRDP with 3 719 serviced sites, FLISP with 726 units, rural housing subsidy with 7 095 units, etc.

The category *Infrastructure: Leases* relates to the operational leases for office accommodation leased by the department. The fluctuating trend over the MTEF relates to inflationary increases, as well as the increase in district offices due to decentralisation. The decrease from 2020/21 to 2021/22 is in respect of budget constraints and the department will review this and correct the budget in-year.

8.6 Summary of Public Private Partnerships – Nil

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

Table 8.9 shows transfers made by the department to public entities that are listed in terms of Schedule 3 of the PFMA, as well as transfers to other entities.

The department funds the KZN Housing Fund which is in the process of being dis-established and is an unlisted public entity in terms of Section 47(2) of the PFMA. These allocations were previously made from all categories within Programme 4 but, following an A-G finding, are now made from *Transfers and subsidies to: Departmental agencies and accounts*. The amounts in the previous years under economic classification were restated for alignment.

Table 8.9 : Summary of departmental transfers to public entities (listed i.t.o. Schedule 3 of the PMFA) and other entities

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Transfers to other entities		179 955	184 730	246 759	167 877	163 277	163 277	171 788	171 965	174 232
KZN Housing Fund	4 (all 3 sub-programmes)	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Wentworth Organisation of Women	3.3 Incremental Interventions	-	-	50	-	-	-	-	-	-
Total		179 955	184 730	246 759	167 877	163 277	163 277	171 788	171 965	174 232

With regard to the KZN Housing Fund, the increasing trend from 2017/18 to 2019/20 relates to the transfers made to the eThekweni Metro in respect of the rectification programme for the pre-1994 housing stock of ex-Own Affairs and ex-R293 areas. The increase in 2019/20 was in respect of the TDRG to cater for planning activities such as town planning, opening of township registers, land surveying, structural

assessments and conveyancing in eThekweni. The decrease from 2020/21 to 2021/22 is in respect of the budget cuts against the HSDG which were made over the 2020/21 MTEF.

In 2019/20, a donation of R50 000 was made to WOW to cover costs incurred by the organisation on undertaking door-to-door surveys and profiling beneficiaries for possible low-cost housing within Austerville Ward 68, as mentioned.

8.8 Transfers to local government

Tables 8.10 and 8.11 illustrate departmental transfers to local government by category and by grant type, respectively. Transfers to local government exclude funds in respect of motor vehicle licences. These funds will not be transferred to any municipality and, hence, the amounts are not reflected in Tables 8.10 and 8.11. Details of these transfers are presented in the *Annexure – Vote 8: Human Settlements*.

Table 8.10 : Summary of departmental transfers to local government by category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
Category A	148 448	145 350	53 469	47 048	12 470	12 470	47 770	47 770	47 770
Category B	108 486	48 314	32 505	42 740	33 883	33 883	16 519	16 519	16 519
Category C	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289

Table 8.11 : Summary of departmental transfers to local government by grant name

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
Accredited municipalities	3.2 Financial Intervention	50 446	43 098	17 758	24 289	34 289	34 289	24 289	24 289	24 289
CRU programme	3.4 Social & Rental Intervention	60 000	80 000	-	-	-	-	40 000	40 000	40 000
Rates and taxes	3.4 Social & Rental Intervention	361	357	379	-	524	-	-	-	-
Title deeds restoration prog.	3.2 Financial Intervention	81 270	-	-	-	-	524	-	-	-
Title Deeds Restoration grant	3.2 Financial Intervention	-	69 997	67 837	65 499	11 540	11 540	-	-	-
FLISP	3.2 Financial Intervention	64 857	212	-	-	-	-	-	-	-
Total		256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289

Transfers to municipalities relate to the CRU programme (Category A), title deeds restoration (Categories A and B), FLISP (Categories A and B), municipal rates and taxes (Categories A and B) and operational costs of the accredited municipalities (Categories A and B).

The amounts in respect of FLISP relate to the servicing of sites. The allocation was anticipated to be once-off in 2017/18, while the amount in 2018/19 was in respect of the remaining costs. This transfer to the eThekweni Metro is in respect of the necessary planning, servicing of sites and associated activities in support of the department's priority interventions and programmes.

The once-off transfer in respect of the title deeds restoration programme in 2017/18 was made before the TDRG was a stand-alone grant and was a programme under HSDG. This was made to the eThekweni Metro for preparatory work, beneficiary verification, conveyancing work, as well as opening of township registers.

Category A: The CRU programme provides a coherent approach to dealing with different forms of public residential accommodation. It enables the department to provide secure and stable rental tenure for lower income persons in good locations, and forms the basis for transition to the formal housing market. The transfers for the CRU programme continue over the MTEF and relate to Thokoza CRU and Donnelly Road CRU in the eThekweni Metro in respect of which the construction of units will commence in 2021/22, as mentioned. The department makes transfers in respect the CRU programme to the eThekweni Metro only.

Categories A and B: The department provides transfers for municipal rates and taxes and operational costs of accredited municipalities, for eThekweni, Ugu, uMgungundlovu, uThukela, Zululand, iLembe, Amajuba and King Cetshwayo.

8.9 Transfers and subsidies

Table 8.12 provides a summary of transfers and subsidies per programme. The various trends in each programme are discussed below.

Table 8.12 : Summary of transfers and subsidies by programme and main category

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Administration	1 643	1 797	2 478	600	696	999	618	639	667
Provinces and municipalities	104	149	95	160	160	160	158	157	164
Motor vehicle licences	104	149	95	160	160	160	158	157	164
Households	1 539	1 648	2 383	440	536	839	460	482	503
Staff exit costs	983	1 360	1 926	-	96	399	-	-	-
Donations	-	150	25	-	-	-	-	-	-
Bursaries	556	138	432	440	440	440	460	482	503
2. Housing Needs, Research and Planning	22	481	21	-	22	22	-	-	-
Households	22	481	21	-	22	22	-	-	-
Staff exit costs	22	481	21	-	22	22	-	-	-
3. Housing Development	3 366 840	3 014 966	3 472 745	3 158 851	2 829 800	2 829 806	2 910 290	3 042 533	3 189 542
Provinces and municipalities	256 935	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Op. costs for accredited municipalities (HSDG)	50 446	43 098	17 758	24 289	34 289	34 289	24 289	24 289	24 289
CRU programme (HSDG)	60 000	80 000	-	-	-	-	40 000	40 000	40 000
Title Deeds Restoration grant	81 270	69 997	67 837	65 499	11 540	11 540	-	-	-
FLISP (HSDG)	64 857	212	-	-	-	-	-	-	-
Rates and taxes for Sec. 21 properties (HSDG)	361	357	379	-	524	524	-	-	-
Claims against the state (HSDG)	1	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	50	-	-	-	-	-	-
Donation: WOW	-	-	50	-	-	-	-	-	-
Households	3 109 905	2 821 302	3 386 721	3 069 063	2 783 447	2 783 453	2 846 001	2 978 244	3 125 253
Staff exit costs	2 213	141	548	-	737	743	-	-	-
Staff exit costs (TDRG)	-	-	21	-	-	-	-	-	-
Staff exit costs (HSDG)	234	2 468	381	154	154	154	154	154	154
Donations	-	209	-	-	92	92	-	-	-
Title Deeds Restoration grant	-	-	-	-	-	-	-	-	-
Re-allocation: Ridgeview Gardens	-	20 842	-	-	3 476	3 476	-	-	-
EPWP Integrated Grant for provinces	-	1 169	-	-	-	-	-	-	-
Other - Transfers from previous year	21 442	-	-	-	-	-	-	-	-
Human Settlements Development grant	3 086 016	2 796 473	3 320 623	3 068 909	2 692 893	2 692 893	2 131 472	2 221 222	2 334 873
Of which:									
FLISP	-	-	-	-	-	-	36 000	36 300	36 300
EEDBS	-	-	-	-	-	-	61 932	61 932	61 932
OPSCAP	-	-	-	-	-	-	122 751	126 876	132 985
Rectification of RDP stock	-	-	-	-	-	-	174 019	166 097	143 199
IRDP	-	-	-	-	-	-	667 291	631 077	733 686
Rural subsidy communal land rights	-	-	-	-	-	-	994 285	1 127 430	1 175 686
Others	-	-	-	-	-	-	75 194	71 510	51 085
ISU Partnership grant	-	-	-	-	-	-	714 375	756 868	790 226
Provincial Emergency Housing grant	-	-	65 148	-	86 095	86 095	-	-	-
4. Housing Asset Management	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Departmental agencies and accounts	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Equitable Share	38 303	41 501	43 417	50 245	45 645	45 645	46 656	46 833	49 100
Title Deeds Restoration grant	-	12 692	10 160	-	-	-	-	-	-
Human Settlements Development grant	141 652	130 537	193 132	117 632	117 632	117 632	125 132	125 132	125 132
Total	3 548 460	3 201 974	3 721 953	3 327 328	2 993 795	2 994 104	3 082 696	3 215 137	3 364 441

With regard to Programme 1:

- *Provinces and municipalities* in Programme 1 relates to motor vehicle licence fees.
- *Households* pertains to staff exit costs and bursaries paid to 16 external students in qualifications such as Civil Engineering, Construction Management, Town and Regional Planning, Geographic and Environmental Studies, etc. The increase in 2019/20 relates to higher than anticipated staff exit costs, as well as a donation of R25 000 for catering for the Umkhonto Wesizwe Military Veterans' Women's month celebration event held at KwaMashu in the eThekweni Metro.

Spending against *Households* in 2017/18, 2018/19 and 2020/21 in Programme 2 relates to staff exit costs. The amount of R21 000 in 2019/20 relates to an arbitration award paid to an employee by the department in respect of an allowance that was not paid to the employee.

With regard to Programme 3:

- The decreasing trend against *Provinces and municipalities* from 2017/18 to 2019/20 is in respect of the transfer to the eThekweni Metro for the CRU programme, as mentioned. The department has not allocated funds over the MTEF in respect of transfers for the CRU programme because eThekweni has not fully spent the funds that were transferred in 2018/19 for the eThekweni Hostel Upgrading programme. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the TDRG, as mentioned. The reduction over the 2021/22 MTEF relates to the TDRG being absorbed back into the HSDG and is budgeted for under *Goods and services*. The allocations over the 2021/22 MTEF entirely relate to the operational costs of accredited municipalities, as mentioned.

The amounts in respect of FLISP relate to the servicing of sites. The funding was anticipated to be once-off in 2017/18, whereas the amount in 2018/19 was in respect of remaining costs. This transfer to the eThekweni Metro was for the necessary planning, servicing of sites and associated activities in support of priority interventions and programmes, as mentioned.

- The amount of R50 000 against *Non-profit institutions* in 2019/20 relates to a donation to WOW, as mentioned.
- *Households* shows a fluctuating trend from 2017/18 to 2019/20, due to fluctuations in the HSDG as the bulk of the housing programmes are budgeted for within this category. The decrease from 2017/18 to 2018/19 was due to an additional amount of R200 million received from NDHS in 2017/18 only. The increase in 2019/20 was due to additional funds of R151.243 million received for storms between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease from the 2020/21 Main to the Adjusted Appropriation was a result of the budget cuts implemented against the HSDG as part of national government's budget reprioritisation to source the R100 billion being cut from national departments toward the national Covid-19 response. There is steady growth over the 2021/22 MTEF, as mentioned.

With regard to *Departmental agencies and accounts* in Programme 4, which relates to the KZN Housing Fund, the increasing trend from 2017/18 to 2019/20 relates to the transfers made to the eThekweni Metro in respect of the rectification programme for the pre-1994 housing stock of ex-Own Affairs and ex-R293 areas. The increase in 2019/20 was in respect of the TDRG to cater for planning activities such as town planning, opening of township registers, land surveying, structural assessments and conveyancing in eThekweni. The decrease from 2020/21 to 2021/22 is in respect of the budget cuts against the HSDG that were implemented over the 2020/21 MTEF. The category shows no growth over the outer years of the MTEF due to the department anticipating to transfer properties to beneficiaries once the rectification of properties is complete.

9. Programme description

The services rendered by this department are categorised under four programmes, which conform to the uniform budget and programme structure for the Human Settlements sector. The payments and budgeted estimates for each of these programmes are summarised below, details of which are presented in the *Annexure to Vote 8 – Human Settlements*.

9.1 Programme 1: Administration

The purpose of this programme is to identify and eliminate bottle-necks, as well as continuously improve the flow of financial, administrative and management information. The strategic objectives of this programme are to strengthen governance and service delivery. Tables 8.13 and 8.14 reflect a summary of payments and estimates for the period 2017/18 to 2023/24.

The department implemented the MTEF budget cuts of R24.982 million in 2021/22, R33.441 million in 2022/23 and R55.124 million in 2023/24 against *Compensation of employees* and *Goods and services*. These cuts were offset by a reversal of R5.939 million in 2021/22 and R6.940 million in respect of the *Compensation of employees* cut, as well as R1.161 million as an adjustment in the outer year.

Table 8.13 : Summary of payments and estimates by sub-programme: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Corporate Services	217 793	227 193	231 590	254 569	237 486	237 486	243 127	246 558	239 031
Total	217 793	227 193	231 590	254 569	237 486	237 486	243 127	246 558	239 031

Table 8.14 : Summary of payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	213 228	223 117	225 219	249 116	231 937	231 634	238 839	242 005	234 278
Compensation of employees	126 843	135 347	139 859	164 511	142 915	142 612	156 812	157 813	152 034
Goods and services	86 385	87 770	85 360	84 605	89 022	89 022	82 027	84 192	82 244
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	1 643	1 797	2 478	600	696	999	618	639	667
Provinces and municipalities	104	149	95	160	160	160	158	157	164
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 539	1 648	2 383	440	536	839	460	482	503
Payments for capital assets	2 598	2 279	3 840	4 853	4 853	4 853	3 670	3 914	4 086
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 598	2 279	3 840	4 853	4 853	4 853	3 670	3 914	4 086
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	324	-	53	-	-	-	-	-	-
Total	217 793	227 193	231 590	254 569	237 486	237 486	243 127	246 558	239 031

The Corporate Services sub-programme caters for services such as providing strategic leadership, co-ordination and management of strategies, as well as the administration of the department. The decrease in 2021/22 is as a result of the above-mentioned budget cuts. This sub-programme caters for items such as leasing of office accommodation, property payments, etc.

Compensation of employees shows a minor increase from 2020/21 to 2021/22 in respect of the annual pay progression, and is kept constant over the MTEF due to the reduction in growth of the public sector wage bill. The department has not budgeted to fill any new posts, only those that may become vacant during the MTEF. The growth over the MTEF is to cater for the pay progression, medical and housing allowances and includes a reversal of a portion of the *Compensation of employees*' budget cuts. The department will review the need to fill new posts in light of this reversal.

The increasing trend against *Goods and services* from 2017/18 to 2019/20 relates to spending pressures in respect of audit costs, operating leases, as well as property payments which were under-budgeted for. In 2020/21, the department is also providing for the development of an electronic management system which will be used as a back-up of all manual records, such as contracts, project files, etc. The 2021/22 MTEF allocations cater for inflationary adjustments. This category provides mainly for the management of office accommodation, training and development, IT related functions, etc. for the entire department.

With regard to *Transfers and subsidies*:

- *Provinces and municipalities* relates to motor vehicle licences for the department's entire fleet.
- The fluctuating trend against *Households* over the seven years relates to staff exit costs. The allocations over the 2021/22 MTEF relate to bursaries issued by the department to 16 external candidates in qualifications such as Civil Engineering, Construction Management, Town and Regional Planning, Geographic and Environmental Studies, etc.

Machinery and equipment relates to the replacement of motor vehicles, as well as the purchase of new motor vehicles for districts, as the department has decentralised its offices. The 2021/22 MTEF allocations provide for the purchase of departmental motor vehicles, IT equipment, etc.

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

9.2 Programme 2: Housing Needs, Research and Planning

The purpose of this programme is to develop tools to guide the department's investment decisions and to provide policy and support to the housing delivery process.

In addition, the programme provides for the facilitation and integration of housing sector planning, education of stakeholders in housing sector planning, alignment of the housing budget with the current and future housing needs, and the capacitation of housing stakeholders for housing delivery through mentorship and training.

The department implemented the MTEF budget cuts of R1.511 million in 2021/22, R2.394 million in 2022/23 and R3.150 million in 2023/24 against *Compensation of employees*.

Tables 8.15 and 8.16 illustrate payments and budgeted estimates from 2017/18 to 2023/24.

Table 8.15 : Summary of payments and estimates by sub-programme: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Administration	336	377	398	466	458	458	420	487	492
2. Policy	3 921	4 048	3 786	6 039	4 660	4 660	5 240	5 476	5 523
3. Planning	3 740	4 179	3 292	4 646	4 305	4 305	4 201	4 249	4 316
4. Research	8 514	8 724	9 600	9 075	9 211	9 211	9 599	9 442	9 146
Total	16 511	17 328	17 076	20 226	18 634	18 634	19 460	19 654	19 477

Table 8.16 : Summary of payments and estimates by economic classification: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	16 476	16 837	17 044	20 206	18 592	18 592	19 460	19 654	19 477
Compensation of employees	13 581	13 901	14 017	17 862	16 825	16 825	17 410	17 468	17 137
Goods and services	2 895	2 703	3 027	2 344	1 767	1 767	2 050	2 186	2 340
Interest and rent on land	-	233	-	-	-	-	-	-	-
Transfers and subsidies to:	22	481	21	-	22	22	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	22	481	21	-	22	22	-	-	-
Payments for capital assets	12	10	11	20	20	20	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	12	10	11	20	20	20	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	1	-	-	-	-	-	-	-	-
Total	16 511	17 328	17 076	20 226	18 634	18 634	19 460	19 654	19 477

The budget for the sub-programme: Administration over the 2021/22 MTEF provides for administration of services, managing personnel, financial administration and the co-ordination and monitoring of housing needs, research and planning and shows an increasing trend over the MTEF.

The sub-programme: Policy provides for creating platforms for various stakeholders for discussing, debating, drafting and informing human settlement policies, programmes, innovation and technology, and

mainly consists of *Compensation of employees* and the operational costs of the staff within the component. These policies include policies such as environmental management policy, policy guideline for the Accreditation of Community Resource Organisations, etc.

The sub-programme: Planning provides for the facilitation and integration of housing sector planning in all sectors such as local and district municipalities, as well as other departments such as COGTA, DOT, DOE, to name a few, in order to align the department's budget with current and future housing needs. The sub-programme further provides technical and professional support to municipalities in the review of their housing sector plans, IDPs and spatial development plans, to ensure alignment to the NDP and PGDS. Furthermore, the sub-programme is responsible for maintaining a project pipeline of potential projects identified through an engagement process with municipalities, and for conducting feasibility studies to determine suitability. At project level, the sub-programme identifies and manages the planning activities and studies of all human settlements projects such as environmental, geotechnical, bulk infrastructure, social aspects, land legal and town planning. The allocations over 2021/22 MTEF cater for the operational costs of staff within the Planning component.

The sub-programme: Research provides for the identification of any skills gaps in the major stakeholders that are an integral part of the housing delivery chain, including municipalities, traditional leaders and institutions, emerging contractors, youth and women. The sub-programme includes planned capacity building initiatives to ensure broader participation of key stakeholders in the delivery of sustainable human settlements. The budget grows steadily over the 2021/22 MTEF to cater for the implementation of capacity building programmes such as the training of traditional leaders and housing consumers, as well as beneficiary training for communities (i.e. training communities on their rights in housing, such as what type of housing they qualify for).

Compensation of employees shows a minor increase from 2020/21 to 2021/22 in respect of the annual pay progression. The budget shows no growth over the 2021/22 MTEF due to the reduction in growth of the public sector wage bill. The department has not provided for any pay increases over the MTEF, but has provided for medical and housing allowances. The department has not budgeted to fill any new posts, only those that may become vacant during the MTEF and this will be reviewed in-year. Included in this category is R339 000 in 2021/22 and R397 000 in 2022/23, which was allocated to the department and relates to the reversal of budget cuts effected against the provincial equitable share allocation for staff remunerated from the conditional grant allocation, as mentioned.

Goods and services shows an increasing trend over the 2021/22 MTEF to cater for inflationary adjustments. The programme continues to make provision for capacity building programmes relating to housing consumer and Councillor training.

Transfers and subsidies to: Households relates to staff exit costs.

Machinery and equipment relates to the purchase of office furniture, and no allocations have been made over the MTEF as this is not an annual requirement. However, this will be reviewed in-year, should the need arise.

Service delivery measures: Housing Needs, Research and Planning

Table 8.17 reflects the main service delivery measures pertaining to Programme 2.

Note that there are no current generic measures for this sector, but the department is largely following the sector measures from previous years.

Some of the outputs and performance indicator descriptions have been changed from the 2020/21 *EPRE* to ensure alignment with the department's 2021/22 APP.

Table 8.17 : Service delivery measures: Housing Needs, Research and Planning

Outputs	Performance indicators	Estimated performance		Medium-term targets		
		2020/21	2021/22	2022/23	2023/24	
Planning						
1.1	Spatial transformation through multi-programme integration in priority development	• No. of individuals provided with consumer education	3 000	10 000	12 000	13 000
		• No. of catalytic projects in planning	5	5	5	5
		• No. of human settlement development projects planned in accordance with the KZN Human Settlements Master Spatial Plan's (HSMSP) focus areas	21	20	21	22
		• No. of hectares of land procured/proclaimed	150	150	150	150
		• No. of farm dwelling projects in planning	2	1	-	1
		• No. of informal settlements upgraded to Phase 3	16	9	13	13

9.3 Programme 3: Housing Development

This programme is responsible for the implementation and monitoring of housing delivery within all districts including the eThekweni Metro, through various subsidy mechanisms in terms of national and provincial policies.

This programme has a number of projects at various stages of implementation within each municipality. It is also expected to achieve certain key strategic objectives of the department through the implementation of projects using various subsidy instruments. The subsidy instruments implemented by the department are: individual, project linked, institutional, consolidation, relocation, disaster management, social housing, rectification, social and economic facilities and rural housing stock.

Programme 3 consists of the bulk of the HSDG, the remainder of which falls under Programme 4. As such, this programme is aligned to the departmental conditional grant business plan, which contains a list of all projects that are to be implemented. This programme also includes the EPWP Integrated Grant for Provinces, TDRG, PEHG as well as ISUPG. Projects to be implemented include Vulindlela, Sobonakhona, etc. This programme is significantly impacted on by any fluctuations in the HSDG allocation, as previously discussed.

The department implemented the MTEF budget cuts of R6.693 million in 2021/22, R19.696 million in 2022/23 against *Compensation of employees*. In 2023/24 the programme has a net additional allocation of R132.180 million which is mainly from the conditional grants. The department also received funds amounting to R5.476 million in 2021/22 and R5.477 million in 2022/23 in respect of a re-appropriation from FLISP sales and is allocated to the Youth Directorate. These cuts are slightly offset by an allocation of R1.188 million in 2021/22 and R1.388 million in 2022/23 against *Compensation of employees* to reverse cuts effected against the equitable share for employees remunerated against the conditional grants.

Tables 8.18 and 8.19 illustrate a summary of payments and budgeted estimates from 2017/18 to 2023/24.

Table 8.18 : Summary of payments and estimates by sub-programme: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Administration	88 121	89 605	90 698	108 016	103 678	103 678	111 443	111 692	105 190
2. Financial Interventions	606 705	501 981	515 234	391 854	392 343	392 343	387 436	353 562	336 772
3. Incremental Interventions	1 352 987	1 161 959	1 544 693	1 735 190	1 557 872	1 335 078	1 461 192	1 448 263	1 572 343
4. Social and Rental Interventions	108 326	109 156	119 759	209 740	206 705	106 197	208 500	240 000	240 000
5. Rural Intervention	1 496 336	1 442 677	1 495 600	1 042 425	884 160	1 207 462	994 285	1 127 430	1 173 258
Total	3 652 475	3 305 378	3 765 984	3 487 225	3 144 758	3 144 758	3 162 856	3 280 947	3 427 563

Table 8.19 : Summary of payments and estimates by economic classification: Housing Development

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
Current payments	255 100	274 864	280 708	320 207	310 036	310 030	246 908	237 963	237 569
Compensation of employees	158 300	171 451	180 693	206 652	199 618	199 612	193 866	193 841	187 208
Goods and services	96 785	103 413	100 015	113 655	110 418	110 418	53 042	44 122	50 361
Interest and rent on land	15	-	-	-	-	-	-	-	-
Transfers and subsidies to:	3 366 840	3 014 966	3 472 745	3 158 851	2 829 800	2 829 806	2 910 290	3 042 533	3 189 542
Provinces and municipalities	256 935	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	50	-	-	-	-	-	-
Households	3 109 905	2 821 302	3 386 721	3 069 063	2 783 447	2 783 453	2 846 001	2 978 244	3 125 253
Payments for capital assets	30 510	15 548	12 519	8 167	4 922	4 922	5 658	451	452
Buildings and other fixed structures	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Machinery and equipment	597	116	143	451	2 922	2 922	451	451	452
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	25	-	12	-	-	-	-	-	-
Total	3 652 475	3 305 378	3 765 984	3 487 225	3 144 758	3 144 758	3 162 856	3 280 947	3 427 563

The sub-programme: Administration provides for administration of human settlement development projects, managing of personnel and financial administration. The sub-programme reflects a steady increase over the 2021/22 MTEF, due to inflationary increases. The outer year decreases though, and the middle year shows minimal growth. The low growth is mainly from the funds which were received up to 2022/23 in respect of the Youth Directorate, as mentioned hence there is a decrease in the outer year.

The Financial Interventions sub-programme provides for financial support to procure services relating to housing delivery. The subsidy instruments implemented include, among others, procurement of land for housing development, the operational costs for accredited municipalities, NHBRC enrolment fees, operational capital budget, implementation of the anti-land invasion strategy, etc. The increase from the Main to the Adjusted Appropriation is mainly to cater for NHBRC enrolment fees which were inadequately budgeted for. The decreasing trend over the 2021/22 MTEF is due to significant conditional grant budget cuts from previous financial years.

The Incremental Interventions sub-programme contributes towards achievement of Outcome 8 targets and ensuring sustainable human settlements. The subsidy instruments implemented include ISU, IRDP, emergency housing assistance, etc. The decrease from the Main to the Adjusted Appropriation and Revised Estimate is mainly due to some projects experiencing challenges with the installation of bulk water supply, as well as delays as a result of the fact that the applications for environmental impact assessments were submitted late because of the nationwide lockdown, etc. The increase over the 2021/22 MTEF relates to the ISUPG. Although the ISUPG was funded within the HSDG in the previous year, the amount allocated was lower and increased from 2021/22.

The sub-programme: Social and Rental Intervention provides for the CRU programme which aims to create a sustainable, affordable and secure rental housing option for households. Over the 2021/22 MTEF, the programme provides for projects such as hostel upgrades, including Kokstad CRU, Rocky Park hostel upgrades in iLembe, Jika Joe in Msunduzi, Newcastle N11 in Amajuba, etc. The decrease from the Adjusted Appropriation to the Revised Estimate is mainly due to delays experienced during the casting of concrete resulting from the non-approval of the project home enrolment by NHBRC, as the NHBRC requested requisite information to meet compliance in uBuhlebezwe and Kokstad.

The sub-programme: Rural Intervention provides for housing needs that are implemented utilising the rural housing subsidy. The increase from 2020/21 to the 2021/22 MTEF is due to the department aiming to finalise some of the rural projects such as KwaXolo, KwaJobe, Oshabeni, etc. which are currently on the ground in order to focus mainly on the Outcome 8 targets under the other programmes. The reduction from the 2020/21 Main to the Adjusted Appropriation was due to the implementation of budget cuts in the

Special Adjustments Estimate, and the increase in the Revised Estimate is due to projects moving faster than anticipated as more units were built in this programme. The department has put measures in place to downscale the delivery of units. The projects that are budgeted for over the MTEF period include projects with current contractual commitments, projects which contribute to medium to high density development (e.g. Breaking New Ground (BNG) Walks ups) that promote integrated development, projects that benefits the elderly, military veterans, people living with disabilities and child headed households. All new contracts for housing units projects will be critically assessed in order to determine the urgency and needs thereof. The allocations over the MTEF also include to rural housing projects, as well as OSS which is under this programme.

The strong growth against *Compensation of employees* can mainly be attributed to posts funded by the HSDG, in line with DORA, which allows for a portion (up to 5 per cent) of the conditional grant funding to be used for administrative purposes to enhance service delivery. The allocations over the 2020/21 MTEF relate to contract posts such as Professional Construction Project Manager, Community Development Practitioner, etc. which are funded through HSDG and TDRG. The department has not provided for any salary increases over the MTEF. The declining trend over the MTEF is in respect of the budget cuts implemented against this category. These cuts are slightly offset by an allocation of R1.188 million in 2021/22 and R1.388 million in 2022/23 against *Compensation of employees* to reverse cuts effected against the equitable share for employees remunerated against the conditional grants.

The department will still pay for pay progression over the MTEF but will fund this from savings that will result from posts that may become vacant and not filled. However, this will need to be reviewed in-year by the department.

Goods and services provides for operational costs of officials, implementation of the anti-land invasion strategy, as well as portion of the EPWP Integrated Grant for Provinces allocation. The growth from 2019/20 to 2021/22 is very low because the EPWP Integrated Grant for Provinces allocation is low in 2021/22 and the grant is not allocated beyond 2021/22, at this stage. The department allocates 1 per cent of the HSDG for the management of catalytic projects by HDA. This allocation for HDA is lower due to the budget cuts on the HSDG, meaning the base on which the one per cent is calculated is lower than in previous years, as well as ongoing implementation of cost-cutting measures on items such as consultants, travel and subsistence, etc.

Interest and rent on land pertains to interest paid on overdue accounts in 2017/18.

With regard to *Transfers and subsidies*:

- *Provinces and municipalities* shows a steady trend over the 2021/22 MTEF due to operational costs of the accredited municipalities that are implementing housing projects, including the payment of salaries, office accommodation, vehicles, computer systems, purchase of equipment and maintenance, stationery, etc.
- *Households* provides for the bulk of the housing programmes, as well as the TDRG. The HSDG grows consistently over the 2021/22 MTEF, following significant cuts made over the 2020/21 MTEF. The projects that the department is focusing on over the MTEF include ISU projects, IRDP projects, emergency housing assistance projects, etc. The MTEF allocations provide for projects such as rural housing projects with a budget of R940.098 million, urban housing projects (IRDP, ISU, etc.).

Buildings and other fixed structures is mainly related to the Social and Economic Amenities programme. The allocation does not continue over the MTEF as the department is anticipating to finalise the Social and Economic Amenities programme in 2020/21. This will be reviewed against final progress at the end of 2020/21, as mentioned.

Machinery and equipment includes the purchase of office furniture and equipment, as well as the purchase of vehicles. The increase in 2020/21 relates to the procurement of vehicle-drawn storage carts (tankers) to be used in the roll-out of the mass sanitisation intervention of the informal settlements in response to Covid-19. These equipment is to be used by various districts and municipalities in the province.

Service delivery measures: Housing Development

Table 8.20 reflects the main service delivery measures pertaining to Programme 3. Note that there are currently no generic measures for this sector. However, the department is largely following the sector measures from the previous years when there were still sector-specific measures.

Some of the outputs have changed to ensure alignment with the department's 2021/22 APP.

Table 8.20 : Service delivery measures: Housing Development

Outputs	Performance indicators	Estimated performance			
		2020/21	2021/22	2022/23	2023/24
1.1 Finance linked individual subsidy programme	• No. of beneficiaries subsidised in terms of FLISP	252	726	726	726
1.2 Community Residential Units	• No. of CRUs completed	400	400	650	700
1.3 Social Housing Units	• No. of social housing units delivered	200	200	400	600
1.4 Job creation	• No. of targeted FTEs	730	1 304	1 522	1 700
	• No. of work opportunities created through related programmes	4 500	5 500	6 500	7 000
	• No. of targeted persons day of work	180 150	300 000	350 000	370 000
	• No. of EPWP beneficiaries provided with accredited training	120	200	250	300
1.5 Companies of designated groups trained	• No. of designated group companies trained	50	50	80	100
1.6 Social housing institutions accredited	• No. of social housing institutions accredited	3	3	3	3
1.7 All subsidy instruments	• No. of serviced sites delivered through a range of programmes in the housing code	3 952	13 245	9 226	6 346
	• No. of new housing units completed through housing prog. (excl. CRU, FLISP, etc.) for households earning less than R3 500	10 036	11 345	12 481	12 951
	• No. of post-1994 title deeds registered for the subsidy market (April 1994-March 2014)	6 710	5 497	10 300	15 000
	• No. of new title deeds registered for the subsidy market (from April 2014)	2 944	730	900	1 865
1.8 Densely populated settlements sanitised in terms of the Covid-19 sanitisation and disinfection programme	• No. of densely populated settlements sanitised	105	105	-	-

9.4 Programme 4: Housing Asset Management

This programme is responsible for the management of Ex-Natal Provincial Administration and Own Affairs stock. This stock includes residential properties, vacant land and a variety of other non-residential properties, all of which belong to the KZN Housing Fund. In terms of its mandate, all properties will, on a progressive basis, either be transferred to individual occupants in terms of the Enhanced Extended Discount Benefit Scheme (EEDBS), or be disposed of in the open market. Some of these properties will also be devolved to municipalities. In cases where a transfer is not possible, such stock will remain rental stock. The KZN Housing Fund is in the process of being dis-established and, once this process is finalised, all assets and liabilities will be transferred to the Vote. Negotiations in this regard are still underway. The KZN Housing Fund is funded by equitable share and the HSDG over the MTEF.

It must be noted that *Transfers and subsidies to: Departmental agencies and accounts* relates to transfers to the KZN Housing Fund. Funding in respect of the KZN Housing Fund is accounted for against this category, due to compliance with an A-G finding and GRAP requirements.

Tables 8.21 and 8.22 give a summary of payments and budgeted estimates pertaining to this programme. The overall MTEF allocation for this programme shows the effects of the implementation of the EEDBS policy, as explained in greater detail below.

The department implemented MTEF budget cuts of R4.544 million in 2021/22, R5.952 million in 2022/23 and R9.449 million in 2023/24 under this programme against *Transfers and subsidies to: Departmental agencies and accounts*.

Table 8.21 : Summary of payments and estimates by sub-programme: Housing Asset Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
1. Administration	38 303	41 501	43 417	50 245	45 645	45 645	46 656	46 833	49 100
2. Sale and Transfer of Housing Properties	42 344	58 189	64 188	41 932	41 932	47 469	61 932	61 932	61 932
3. Housing Properties Maintenance	99 308	85 040	139 104	75 700	75 700	70 163	63 200	63 200	63 200
Total	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232

Table 8.22 : Summary of payments and estimates by economic classification: Housing Asset Management

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
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 sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232

The sub-programme: Administration provides for the management of Ex-Natal Provincial Administration and Own Affairs stock. The 2021/22 MTEF caters for inflationary adjustments. The lower than inflationary growth in 2022/23 is due to the budget cuts in the 2020/21 MTEF, and this will be reviewed in the next budget process.

The sub-programme: Sale and Transfer of Housing Properties provides for the transfer of rental housing stock to qualifying beneficiaries in terms of the EEDBS. The increase in 2018/19 and 2019/20 was as a result of provision that was made to fast-track the transfer of properties through the EEDBS programme. The decrease in 2020/21 is due to estimations that properties will be transferred to beneficiaries, as well as the relevant municipalities. There is steady growth over the 2021/22 MTEF to cater for increased municipal services, as well as rates and taxes for departmental housing properties.

The sub-programme: Housing Properties Maintenance provides for the co-ordination of the maintenance of departmental rental housing stock and rectification of units built prior to 1994. The constant trend over the 2021/22 MTEF relates to the rectification of pre-1994 housing stock which will be implemented in phases due to financial constraints as the HSDG funding was affected by the budget cuts in previous and current years. Due to the budget cuts over the 2020/21 MTEF, the HSDG has a limited allocation toward the rectification programmes in all three years of the MTEF and the impact of this will be that the department will undertake less rectification of departmental housing properties which will delay the transfer of properties to beneficiaries.

Service delivery measures: Housing Asset Management

Table 8.23 reflects the main service delivery measures pertaining to Programme 4. Note that there are currently no generic measures for this sector. However, the department is largely following the sector measures from previous years when there were sector specific outputs.

Some of the outputs have changed to ensure alignment with the department's 2021/22 APP.

Table 8.23 : Service delivery measures: Housing Asset Management

Outputs	Performance indicators	Estimated performance		Medium-term targets	
		2020/21	2021/22	2022/23	2023/24
1. To provide secure tenure to communities	• No. of pre-1994 title deeds issued	12 771	3 000	3 700	6 158
	• No. of rental units sold to beneficiaries	233	250	307	-
	• No. of units maintained	406	500	500	500
	• No. of units rectified for pre-1994 stock	554	350	350	350
	• No. of land parcels devolved to municipalities in terms of Section 15 of the Housing Act, 1997	75	100	200	400
2. Improved good governance	• No. of debtors reduced per financial year	383	300	400	500

10. Other programme information

10.1 Personnel numbers and costs

Table 8.24 provides detail of the department's approved establishment and personnel numbers, per level and programme, as well as a breakdown of employees dispensation classification.

Table 8.24 : Summary of departmental personnel numbers and costs by component

	Audited Outcome						Revised Estimate				Medium-term expenditure Estimate						Average annual growth over MTEF 2020/21 - 2023/24		
	2017/18		2018/19		2019/20		2020/21				2021/22		2022/23		2023/24		Pers. growth rate	Costs growth rate	% Costs of Total
	Pers nos ¹	Costs	Pers nos ¹	Costs	Pers nos ¹	Costs	Filled posts	Addit. posts	Pers nos ¹	Costs	Pers nos ¹	Costs	Pers nos ¹	Costs	Pers nos ¹	Costs			
R thousands																			
Salary level																			
1 – 7	206	25 055	219	23 505	236	24 554	191	14	205	74 022	231	72 421	231	72 396	228	71 805	3.6%	(1.0%)	20.1%
8 – 10	282	182 900	283	180 576	272	193 894	232	-	232	146 189	285	173 138	285	174 297	281	165 198	6.6%	4.2%	44.8%
11 – 12	79	54 018	94	73 448	83	74 436	84	-	84	87 289	65	69 092	65	68 992	63	65 939	(9.1%)	(8.9%)	20.5%
13 – 16	32	35 166	32	37 099	32	37 967	28	1	29	42 219	35	42 650	35	42 650	35	42 650	6.5%	0.3%	11.8%
Other	-	1 585	19	6 071	37	3 718	23	16	39	9 330	31	10 787	31	10 787	31	10 787	(7.4%)	5.0%	2.8%
Total	599	298 724	647	320 699	660	334 569	558	31	589	359 049	647	368 088	647	369 122	638	356 379	2.7%	(0.2%)	100.0%
Programme																			
1. Administration	281	126 843	301	135 347	336	139 859	257	23	280	142 612	319	156 812	319	157 813	319	152 034	4.4%	2.2%	41.7%
2. Housing Needs, Research and Planning	25	13 581	24	13 901	25	14 017	25	-	25	16 825	28	17 410	28	17 468	28	17 137	3.8%	0.6%	4.7%
3. Housing Development	293	158 300	322	171 451	299	180 693	276	8	284	199 612	300	193 866	300	193 841	291	187 208	0.8%	(2.1%)	53.5%
4. Housing Asset Management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	599	298 724	647	320 699	660	334 569	558	31	589	359 049	647	368 088	647	369 122	638	356 379	2.7%	(0.2%)	100.0%
Employee dispensation classification																			
PSA appointees not covered by OSDs	477	257 267	425	283 342	564	294 748	462	31	493	317 320	542	317 802	542	319 193	533	304 253	2.6%	(1.4%)	86.7%
Legal Professionals	10	842	8	5 392	8	5 744	8	-	8	6 119	8	6 456	8	6 456	8	6 740	-	3.3%	1.8%
Social Services Professions	13	2 488	11	3 139	11	3 346	11	-	11	3 464	11	3 655	11	3 655	11	3 816	-	3.3%	1.0%
Engineering Professions and related	59	30 403	177	26 108	51	27 831	51	-	51	29 235	60	37 104	60	36 747	60	38 364	5.6%	9.5%	9.6%
Educators and related professionals	6	1 530	6	1 626	6	1 733	6	-	6	1 744	6	1 840	6	1 840	6	1 921	-	3.3%	0.5%
Others (interns, EPWP, learnerships)	34	6 194	20	1 092	20	1 167	20	-	20	1 167	20	1 231	20	1 231	20	1 285	-	3.3%	0.3%
Total	599	298 724	647	320 699	660	334 569	558	31	589	359 049	647	368 088	647	369 122	638	356 379	2.7%	(0.2%)	100.0%

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

The personnel numbers show an increasing trend from 2017/18 to 2019/20. The increase in 2020/21 is to cater for the filling of 22 critical vacant posts such as Chief Operations Officer, Chief Director: Sustainable Human Settlements, Deputy Director: IMST, Deputy Director: Complaints Management Services, etc. The decrease from 2021/22 is in line with the HSDG budget cuts undertaken over MTEF, as there are contract posts budgeted for under the OPSCAP allocation within the HSDG. These posts are filled on a contractual basis as they are linked to projects, as mentioned. In this regard, the department did not provide for growth for these posts, but the allocations are kept constant and do provide for the 1.5 per cent pay progression over the MTEF. This will be reviewed by the department in the next budget process.

The allocations decrease over the 2021/22 MTEF due to the reduction in growth of the public sector wage bill. The department has not provided for any pay increases over the MTEF, but has provided for medical and housing allowances. The department has not budgeted to fill any new posts, only those that may become vacant during the MTEF. These will be reviewed if they need to be filled, as mentioned.

The number of contract workers relates to the appointment of staff, such as Quantity Surveyors, Planners, and Project Construction Managers with the technical skills required to oversee various aspects of housing projects. These are appointed on a contract basis, as and when required.

10.2 Training

Table 8.25 gives a summary of departmental spending and information on training. The amounts reflected relate mainly to project management, secretarial, financial management and computer training courses for staff.

The department is required by the Skills Development Act to budget at least 1 per cent of its salary expense for staff training. The department abides by this, exceeding the 1 per cent requirement in most years. The trend over MTEF is based on number of personnel to be trained. The fluctuation in numbers is due to EPWP trainings under Programme 3.

Table 8.25 : Information on training: Human Settlements

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
Number of staff	599	647	660	682	589	589	647	647	638
Number of personnel trained	174	351	215	650	650	650	650	650	650
of which									
Male	63	161	106	325	325	325	325	325	325
Female	111	190	109	325	325	325	325	325	325
Number of training opportunities	36	36	25	39	39	39	40	40	40
of which									
Tertiary	13	4	2	8	8	8	8	8	8
Workshops	4	4	1	5	5	5	5	5	5
Seminars	1	-	1	1	1	1	1	1	1
Other	18	28	21	25	25	25	26	26	26
Number of bursaries offered	-	-	15	18	18	18	18	18	18
Number of interns appointed	52	40	43	40	40	40	40	40	40
Number of learnerships appointed	-	-	-	10	10	10	15	15	15
Number of days spent on training	603	790	626	700	700	700	700	700	700
Payments on training by programme									
1. Administration	851	986	635	1 590	844	844	1 002	1 083	1 317
2. Housing Needs, Research and Planning	-	-	-	500	355	355	450	558	553
3. Housing Development	507	2 576	4 323	2 498	2 498	2 498	1 557	210	210
4. Housing Asset Management	-	-	-	-	-	-	-	-	-
Total	1 358	3 562	4 958	4 588	3 697	3 697	3 009	1 851	2 080

ANNEXURE TO VOTE 8 – HUMAN SETTLEMENTS

Table 8.A : Details of departmental receipts: Human Settlements

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	422	424	415	451	451	451	457	460	480
Sale of goods and services produced by department (excluding capital assets)	422	424	415	451	451	451	457	460	480
Sale by market establishments	235	215	199	250	250	250	250	250	261
Administrative fees	-	-	-	-	-	-	-	-	-
Other sales	187	209	216	201	201	201	207	210	219
<i>Of which</i>									
<i>Commission Insurance</i>	182	184	183	186	186	186	187	187	195
<i>Sale of tender documents</i>	5	25	-	15	15	15	15	15	16
<i>Other</i>	-	-	33	-	-	-	-	-	-
Sales of scrap, waste, arms and other used current goods (excluding capital assets)	-	-	-	-	-	-	-	-	-
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	19 452	1	13 318	20	20	43	21	21	22
Interest	19 452	1	13 318	20	20	43	21	21	22
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Sale of capital assets	39 200	27 668	6 229	670	670	2 538	707	710	741
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	39 200	27 668	6 229	670	670	2 538	707	710	741
Transactions in financial assets and liabilities	2 209	17 713	1 123	3 600	3 600	3 600	3 650	3 700	3 863
Total	61 283	45 806	21 085	4 741	4 741	6 632	4 835	4 891	5 106

Estimates of Provincial Revenue and Expenditure

Table 8.B : Payments and estimates by economic classification: Human Settlements

R thousand	Audited Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2017/18	2018/19	2019/20	2020/21			2021/22	2022/23	2023/24
Current payments	484 804	514 818	522 971	589 529	560 565	560 256	505 207	499 622	491 324
Compensation of employees	298 724	320 699	334 569	388 925	359 358	359 049	368 088	369 122	356 379
Salaries and wages	266 503	285 184	301 006	353 803	322 542	322 233	332 846	333 538	321 891
Social contributions	32 221	35 515	33 563	35 122	36 816	36 816	35 242	35 584	34 488
Goods and services	186 065	193 886	188 402	200 604	201 207	201 207	137 119	130 500	134 945
Administrative fees	533	933	1 127	1 118	989	989	820	852	877
Advertising	895	645	3 172	665	6 230	6 288	340	340	285
Minor assets	993	842	605	757	587	587	776	827	564
Audit cost: External	6 927	6 500	5 438	6 941	6 964	6 964	4 929	5 285	4 785
Bursaries: Employees	225	201	284	220	156	156	142	153	153
Catering: Departmental activities	4 553	3 954	5 243	2 779	2 164	2 164	2 215	1 993	1 997
Communication (G&S)	4 211	4 786	4 848	4 934	4 671	4 671	4 129	4 268	4 269
Computer services	11 806	13 443	11 710	14 651	17 610	17 620	14 943	16 193	15 959
Cons. & prof serv: Business and advisory services	13 095	9 882	15 165	19 876	13 396	13 595	7 349	1 721	3 830
Infrastructure and planning	44 749	50 979	44 588	54 777	40 312	40 312	24 550	27 266	30 488
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	3 276	3 423	1 840	9 294	9 794	9 794	2 644	2 588	2 588
Contractors	8 024	6 376	4 164	7 803	7 534	7 339	5 180	102	102
Agency and support / outsourced services	-	-	-	-	1 036	1 036	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including gvt. motor transport)	5 630	6 607	6 433	5 602	4 720	4 720	4 297	4 817	4 617
Housing	-	-	-	-	-	-	-	-	-
Inventories: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventories: Farming supplies	-	-	-	-	-	-	-	-	-
Inventories: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventories: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventories: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventories: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventories: Medical supplies	-	-	-	-	-	-	-	-	-
Inventories: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventories: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	2 237	2 310	2 612	1 712	15 877	15 973	853	703	731
Consumable: Stationery, printing and office supplies	1 006	1 474	894	1 410	861	868	1 492	1 546	1 544
Operating leases	28 609	27 193	28 664	24 947	29 713	29 713	25 883	25 756	25 756
Property payments	30 384	30 830	25 439	22 912	22 885	23 080	20 266	20 255	19 814
Transport provided: Departmental activity	563	653	955	370	370	370	1 031	1 370	1 370
Travel and subsistence	13 146	15 259	13 377	11 943	7 703	7 683	10 368	10 819	11 502
Training and development	1 358	3 562	4 958	4 588	3 697	3 697	3 009	1 851	2 080
Operating payments	1 014	954	816	1 179	1 012	1 019	1 277	1 169	1 008
Venues and facilities	389	-	140	-	-	-	-	-	-
Rental and hiring	2 442	3 080	5 930	2 126	2 926	2 569	626	626	626
Interest and rent on land	15	233	-	-	-	-	-	-	-
Interest	15	233	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 548 460	3 201 974	3 721 953	3 327 328	2 993 795	2 994 104	3 082 696	3 215 137	3 364 441
Provinces and municipalities	257 039	193 813	86 069	89 948	46 513	46 513	64 447	64 446	64 453
Provinces	105	149	95	160	160	160	158	157	164
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	105	149	95	160	160	160	158	157	164
Municipalities	256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Municipalities	256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
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	-	-	50	-	-	-	-	-	-
Households	3 111 466	2 823 431	3 389 125	3 069 503	2 784 005	2 784 314	2 846 461	2 978 726	3 125 756
Social benefits	3 452	4 450	2 922	154	1 009	1 318	154	154	154
Other transfers to households	3 108 014	2 818 981	3 386 203	3 069 349	2 782 996	2 782 996	2 846 307	2 978 572	3 125 602
Payments for capital assets	33 120	17 837	16 370	13 040	9 795	9 795	9 328	4 365	4 538
Buildings and other fixed structures	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Buildings	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	3 207	2 405	3 994	5 324	7 795	7 795	4 121	4 365	4 538
Transport equipment	960	451	1 045	1 108	1 108	1 108	1 167	1 223	1 277
Other machinery and equipment	2 247	1 954	2 949	4 216	6 687	6 687	2 954	3 142	3 261
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	350	65	65	-	-	-	-	-	-
Total	4 066 734	3 734 629	4 261 359	3 929 897	3 564 155	3 564 155	3 597 231	3 719 124	3 860 303

Table 8.C : Payments and estimates by economic classification: Administration

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	213 228	223 117	225 219	249 116	231 937	231 634	238 839	242 005	234 278
Compensation of employees	126 843	135 347	139 859	164 511	142 915	142 612	156 812	157 813	152 034
Salaries and wages	108 610	113 623	120 812	146 891	123 492	123 189	138 896	139 905	134 126
Social contributions	18 233	21 724	19 047	17 620	19 423	19 423	17 916	17 908	17 908
Goods and services	86 385	87 770	85 360	84 605	89 022	89 022	82 027	84 192	82 244
Administrative fees	290	257	244	336	88	88	330	346	317
Advertising	201	296	1 329	120	203	256	100	100	45
Minor assets	540	591	363	554	311	311	577	612	332
Audit cost: External	6 927	6 500	5 438	6 941	6 964	6 964	4 929	5 285	4 785
Bursaries: Employees	225	201	284	220	156	156	142	153	153
Catering: Departmental activities	134	102	196	160	148	148	138	145	145
Communication (G&S)	3 683	3 801	3 760	4 291	3 534	3 534	3 486	3 624	3 624
Computer services	11 488	13 156	11 710	14 404	17 610	17 610	14 644	15 877	15 661
Cons. & prof serv: Business and advisory services	207	120	166	150	107	306	123	126	126
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	2 752	3 060	1 044	2 900	2 900	2 900	2 400	2 344	2 344
Contractors	3 042	273	325	84	270	270	93	102	102
Agency and support / outsourced services	-	-	-	-	1 036	1 036	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including gov. motor transport)	5 195	6 183	5 924	5 100	4 218	4 218	3 795	4 315	4 115
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	930	562	1 506	317	1 703	1 703	299	310	310
Consumable: Stationery, printing and office supplies	955	1 420	873	1 313	761	761	1 405	1 456	1 456
Operating leases	28 424	27 193	28 664	24 947	29 713	29 713	25 883	25 756	25 756
Property payments	16 415	18 509	18 573	16 088	15 585	15 585	18 127	18 116	17 675
Transport provided: Departmental activity	4	-	42	-	-	-	-	-	-
Travel and subsistence	3 377	3 947	3 731	4 228	1 526	1 526	3 770	3 784	3 486
Training and development	851	986	635	1 590	844	844	1 002	1 083	1 317
Operating payments	745	612	549	862	545	650	784	658	495
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	1	4	-	800	443	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	1 643	1 797	2 478	600	696	999	618	639	667
Provinces and municipalities	104	149	95	160	160	160	158	157	164
Provinces	104	149	95	160	160	160	158	157	164
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	104	149	95	160	160	160	158	157	164
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 539	1 648	2 383	440	536	839	460	482	503
Social benefits	983	1 360	1 951	-	96	399	-	-	-
Other transfers to households	556	288	432	440	440	440	460	482	503
Payments for capital assets	2 598	2 279	3 840	4 853	4 853	4 853	3 670	3 914	4 086
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	2 598	2 279	3 840	4 853	4 853	4 853	3 670	3 914	4 086
Transport equipment	960	451	1 045	1 108	1 108	1 108	1 167	1 223	1 277
Other machinery and equipment	1 638	1 828	2 795	3 745	3 745	3 745	2 503	2 691	2 809
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	324	-	53	-	-	-	-	-	-
Total	217 793	227 193	231 590	254 569	237 486	237 486	243 127	246 558	239 031

Estimates of Provincial Revenue and Expenditure

Table 8.D : Payments and estimates by economic classification: Housing Needs, Research and Planning

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	16 476	16 837	17 044	20 206	18 592	18 592	19 460	19 654	19 477
Compensation of employees	13 581	13 901	14 017	17 862	16 825	16 825	17 410	17 468	17 137
Salaries and wages	11 804	12 074	12 167	15 309	14 421	14 421	15 310	15 019	14 688
Social contributions	1 777	1 827	1 850	2 553	2 404	2 404	2 100	2 449	2 449
Goods and services	2 895	2 703	3 027	2 344	1 767	1 767	2 050	2 186	2 340
Administrative fees	36	53	119	49	120	120	17	26	56
Advertising	20	17	32	5	4	9	-	-	-
Minor assets	12	14	42	5	4	4	-	11	12
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	2 044	1 505	1 910	859	609	609	804	736	740
Communication (G&S)	-	-	-	-	-	-	-	-	-
Computer services	60	32	-	85	-	10	102	110	90
Cons. & prof serv: Business and advisory services	-	79	24	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including gvt. motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	5	57	31	11	8	8	3	6	8
Consumable: Stationery, printing and office supplies	17	43	2	46	32	37	34	34	32
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	99	-	-	-	-	-	-	-
Travel and subsistence	701	799	799	784	635	615	640	705	849
Training and development	-	-	-	500	355	355	450	558	553
Operating payments	-	5	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	68	-	-	-	-	-	-
Interest and rent on land	-	233	-	-	-	-	-	-	-
Interest	-	233	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	22	481	21	-	22	22	-	-	-
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	22	481	21	-	22	22	-	-	-
Social benefits	22	481	21	-	22	22	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	12	10	11	20	20	20	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	12	10	11	20	20	20	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	12	10	11	20	20	20	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	1	-	-	-	-	-	-	-	-
Total	16 511	17 328	17 076	20 226	18 634	18 634	19 460	19 654	19 477

Table 8.E : Payments and estimates by economic classification: Housing Development

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	255 100	274 864	280 708	320 207	310 036	310 030	246 908	237 963	237 569
Compensation of employees	158 300	171 451	180 693	206 552	199 618	199 612	193 866	193 841	187 208
Salaries and wages	146 089	159 487	168 027	191 603	184 629	184 623	178 640	178 614	173 077
Social contributions	12 211	11 964	12 666	14 949	14 989	14 989	15 226	15 227	14 131
Goods and services	96 785	103 413	100 015	113 655	110 418	110 418	53 042	44 122	50 361
Administrative fees	207	623	764	733	781	781	473	480	504
Advertising	674	332	1 811	540	6 023	6 023	240	240	240
Minor assets	441	237	200	198	272	272	199	204	220
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	2 375	2 347	3 137	1 760	1 407	1 407	1 273	1 112	1 112
Communication (G&S)	528	985	1 088	643	1 137	1 137	643	644	645
Computer services	258	255	-	162	-	-	197	206	208
Cons. & prof serv: Business and advisory services	12 888	9 683	14 975	19 726	13 289	13 289	7 226	1 595	3 704
Infrastructure and planning	44 749	50 979	44 588	54 777	40 312	40 312	24 550	27 266	30 488
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	524	363	796	6 394	6 894	6 894	244	244	244
Contractors	4 982	6 103	3 839	7 719	7 264	7 069	5 087	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including gov. motor transport)	435	424	509	502	502	502	502	502	502
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	1 302	1 691	1 075	1 384	14 166	14 262	551	387	413
Consumable: Stationery, printing and office supplies	34	11	19	51	68	70	53	56	56
Operating leases	185	-	-	-	-	-	-	-	-
Property payments	13 969	12 321	6 866	6 824	7 300	7 495	2 139	2 139	2 139
Transport provided: Departmental activity	559	554	913	370	370	370	1 031	1 370	1 370
Travel and subsistence	9 068	10 513	8 847	6 931	5 542	5 542	5 958	6 330	7 167
Training and development	507	2 576	4 323	2 498	2 498	2 498	1 557	210	210
Operating payments	269	337	267	317	467	369	493	511	513
Venues and facilities	389	-	140	-	-	-	-	-	-
Rental and hiring	2 442	3 079	5 858	2 126	2 126	2 126	626	626	626
Interest and rent on land	15	-	-	-	-	-	-	-	-
Interest	15	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 366 840	3 014 966	3 472 745	3 158 851	2 829 800	2 829 806	2 910 290	3 042 533	3 189 542
Provinces and municipalities	256 935	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Provinces	1	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	1	-	-	-	-	-	-	-	-
Municipalities	256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Municipalities	256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	50	-	-	-	-	-	-
Households	3 109 905	2 821 302	3 386 721	3 069 063	2 783 447	2 783 453	2 846 001	2 978 244	3 125 253
Social benefits	2 447	2 609	950	154	891	897	154	154	154
Other transfers to households	3 107 458	2 818 693	3 385 771	3 068 909	2 782 556	2 782 556	2 845 847	2 978 090	3 125 099
Payments for capital assets	30 510	15 548	12 519	8 167	4 922	4 922	5 658	451	452
Buildings and other fixed structures	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Buildings	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	597	116	143	451	2 922	2 922	451	451	452
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	597	116	143	451	2 922	2 922	451	451	452
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	25	-	12	-	-	-	-	-	-
Total	3 652 475	3 305 378	3 765 984	3 487 225	3 144 758	3 144 758	3 162 856	3 280 947	3 427 563

Estimates of Provincial Revenue and Expenditure

Table 8.F : Payments and estimates by economic classification: Housing Asset Management

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Salaries and wages	-	-	-	-	-	-	-	-	-
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-
Minor assets	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	-	-	-	-	-	-	-	-
Communication (G&S)	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Cons. & prof serv: Business and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including gvt. motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Chemicals, fuel, oil, gas, wood and coal	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	-	-	-	-	-	-	-	-
Consumable: Stationery, printing and office supplies	-	-	-	-	-	-	-	-	-
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	-	-	-	-	-	-	-	-	-
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232
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	-	-	-	-	-	-	-	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	179 955	184 730	246 709	167 877	163 277	163 277	171 788	171 965	174 232

Table 8.G : Payments and estimates by economic classification: Conditional grants

R thousand	Audited Outcome			Main	Adjusted	Revised	Medium-term Estimates		
	2017/18	2018/19	2019/20	Appropriation	Appropriation	Estimate	2021/22	2022/23	2023/24
Current payments	169 259	187 753	190 610	212 211	207 215	207 215	135 485	126 291	132 400
Compensation of employees	77 566	89 923	96 012	102 880	102 880	102 880	87 176	86 950	86 950
Salaries and wages	76 642	89 069	95 057	102 005	100 832	100 832	86 376	86 150	86 150
Social contributions	924	854	955	875	2 048	2 048	800	800	800
Goods and services	91 693	97 830	94 598	109 331	104 335	104 335	48 309	39 341	45 450
Administrative fees	117	489	361	595	595	595	330	330	330
Advertising	674	228	900	540	3 040	3 040	240	240	240
Minor assets	426	130	141	105	105	105	105	105	105
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	2 367	2 347	3 137	1 750	1 400	1 400	1 262	1 100	1 100
Communication (G&S)	528	977	1 084	621	1 121	1 121	621	621	621
Computer services	-	32	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	12 888	9 683	14 975	19 726	13 244	13 244	7 226	1 595	3 704
Cons and prof serv: Infrastructure and planning	44 749	50 979	44 588	54 777	40 312	40 312	24 550	27 266	30 488
Cons and prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons and prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	477	363	796	6 394	6 894	6 894	244	244	244
Contractors	4 978	5 997	3 829	7 719	7 258	7 063	5 087	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. GMT)	435	424	509	502	502	502	502	502	502
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: Material and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	1 228	1 657	1 010	1 370	14 156	14 154	535	370	370
Consumable: Stationery, printing and office supplies	-	-	1	-	-	2	-	-	-
Operating leases	185	-	-	-	-	-	-	-	-
Property payments	13 969	12 321	6 866	6 824	7 300	7 495	2 139	2 139	2 139
Transport provided: Departmental activity	559	554	913	370	370	370	1 031	1 370	1 370
Travel and subsistence	4 696	5 860	5 168	3 305	3 305	3 305	2 145	2 514	3 292
Training and development	507	2 576	4 322	2 498	2 498	2 498	1 557	210	210
Operating payments	79	134	-	109	109	109	109	109	109
Venues and facilities	389	-	140	-	-	-	-	-	-
Rental and hiring	2 442	3 079	5 858	2 126	2 126	2 126	626	626	626
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 484 837	3 111 937	3 612 068	3 276 483	2 943 219	2 943 219	3 035 422	3 167 665	3 314 674
Provinces and municipalities	256 935	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Provinces	1	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	1	-	-	-	-	-	-	-	-
Municipalities	256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289
Municipalities	256 934	123 667	18 137	24 289	34 813	34 813	64 289	64 289	64 289
Municipal agencies and funds	-	69 997	67 837	65 499	11 540	11 540	-	-	-
Departmental agencies and accounts	141 652	143 229	200 792	117 632	117 632	117 632	125 132	125 132	125 132
Entities receiving funds	141 652	143 229	200 792	117 632	117 632	117 632	125 132	125 132	125 132
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	-	-	50	-	-	-	-	-	-
Households	3 086 250	2 775 044	3 325 252	3 069 063	2 779 234	2 779 234	2 846 001	2 978 244	3 125 253
Social benefits	234	140	402	154	154	154	154	154	154
Other transfers to households	3 086 016	2 774 904	3 324 850	3 068 909	2 779 080	2 779 080	2 845 847	2 978 090	3 125 099
Payments for capital assets	30 468	15 523	12 479	8 147	4 802	4 802	5 638	431	431
Buildings and other fixed structures	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Buildings	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	555	91	103	431	2 802	2 802	431	431	431
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	555	91	103	431	2 802	2 802	431	431	431
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	3 684 564	3 315 213	3 815 157	3 496 841	3 155 236	3 155 236	3 176 545	3 294 387	3 447 505

Table 8.H : Payments and estimates by economic classification: Human Settlements Development grant: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	163 634	158 705	155 392	159 926	173 294	173 294	128 336	126 291	132 400
Compensation of employees	77 566	83 358	85 961	95 324	95 324	95 324	86 818	86 950	86 950
Salaries and wages	76 642	82 505	85 007	94 524	93 351	93 351	86 018	86 150	86 150
Social contributions	924	853	954	800	1 973	1 973	800	800	800
Goods and services	86 068	75 347	69 431	64 602	77 970	77 970	41 518	39 341	45 450
Administrative fees	117	476	349	580	580	580	330	330	330
Advertising	674	153	433	240	2 740	2 740	240	240	240
Minor assets	426	130	141	105	105	105	105	105	105
Catering: Departmental activities	1 799	1 395	2 420	1 100	1 100	1 100	1 100	1 100	1 100
Communication (G&S)	528	977	1 084	621	1 121	1 121	621	621	621
Cons & prof serv: Business and advisory services	12 888	7 979	882	9 226	8 244	8 244	7 196	1 595	3 704
Cons and prof serv: Infrastructure and planning	44 749	40 573	43 227	38 830	34 312	34 312	24 550	27 266	30 488
Legal costs	477	-	394	244	744	744	244	244	244
Contractors	1 455	1 491	1 362	-	2 106	1 911	-	-	-
Fleet services (incl. GMT)	435	424	509	502	502	502	502	502	502
Consumable supplies	214	356	41	370	13 156	13 154	370	370	370
Consumable: Stationery, printing and office supplies	-	-	1	-	-	2	-	-	-
Operating leases	185	-	-	-	-	-	-	-	-
Property payments	13 969	12 321	6 866	6 824	7 300	7 495	2 139	2 139	2 139
Transport provided: Departmental activity	559	436	913	370	370	370	1 031	1 370	1 370
Travel and subsistence	4 683	5 750	5 073	3 145	3 145	3 145	2 145	2 514	3 292
Training and development	-	18	-	210	210	210	210	210	210
Operating payments	79	119	-	109	109	109	109	109	109
Venues and facilities	389	-	140	-	-	-	-	-	-
Rental and hiring	2 442	2 717	5 596	2 126	2 126	2 126	626	626	626
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	3 343 185	2 897 542	3 275 854	3 093 352	2 725 035	2 725 035	2 195 915	2 285 665	2 399 316
Provinces and municipalities	256 935	123 667	18 137	24 289	34 813	34 813	64 289	64 289	64 289
Provinces	1	-	-	-	-	-	-	-	-
Provincial agencies and funds	1	-	-	-	-	-	-	-	-
Municipalities	256 934	123 667	18 137	24 289	34 813	34 813	64 289	64 289	64 289
Municipalities	256 934	123 667	18 137	24 289	34 813	34 813	64 289	64 289	64 289
Non-profit institutions	-	-	50	-	-	-	-	-	-
Households	3 086 250	2 773 875	3 257 667	3 069 063	2 690 222	2 690 222	2 131 626	2 221 376	2 335 027
Social benefits	234	140	381	154	154	154	154	154	154
Other transfers to households	3 086 016	2 773 735	3 257 286	3 068 909	2 690 068	2 690 068	2 131 472	2 221 222	2 334 873
Payments for capital assets	30 468	15 523	12 479	8 147	4 802	4 802	5 638	431	431
Buildings and other fixed structures	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Buildings	29 913	15 432	12 376	7 716	2 000	2 000	5 207	-	-
Machinery and equipment	555	91	103	431	2 802	2 802	431	431	431
Other machinery and equipment	555	91	103	431	2 802	2 802	431	431	431
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	3 537 287	3 071 770	3 443 725	3 261 425	2 903 131	2 903 131	2 329 889	2 412 387	2 532 147

Table 8.I : Payments and estimates by economic classification: Human Settlements Development grant: Programme 4

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	141 652	130 537	190 632	117 632	117 632	117 632	125 132	125 132	125 132
Departmental agencies and accounts	141 652	130 537	190 632	117 632	117 632	117 632	125 132	125 132	125 132
Entities receiving funds	141 652	130 537	190 632	117 632	117 632	117 632	125 132	125 132	125 132
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	141 652	130 537	190 632	117 632	117 632	117 632	125 132	125 132	125 132

Table 8.J : Payments and estimates by economic classification: EPWP Integrated Grant for Provinces: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	5 625	10 315	12 624	11 638	8 721	8 721	7 149	-	-
Compensation of employees	-	457	3 137	581	581	581	358	-	-
Salaries and wages	-	457	3 137	581	581	581	358	-	-
Goods and services	5 625	9 858	9 487	11 057	8 140	8 140	6 791	-	-
Administrative fees	-	5	-	-	-	-	-	-	-
Catering: Departmental activities	568	952	717	650	300	300	162	-	-
Cons & prof serv: Business and advisory services	-	13	747	1 000	1 000	1 000	30	-	-
Contractors	3 523	4 503	2 467	6 119	3 552	3 552	5 087	-	-
Consumable supplies	1 014	1 301	969	1 000	1 000	1 000	165	-	-
Transport provided: Departmental activity	-	118	-	-	-	-	-	-	-
Travel and subsistence	13	31	3	-	-	-	-	-	-
Training and development	507	2 558	4 322	2 288	2 288	2 288	1 347	-	-
Operating payments	-	15	-	-	-	-	-	-	-
Rental and hiring	-	362	262	-	-	-	-	-	-
Transfers and subsidies	-	1 169	2 416	-	2 917	2 917	-	-	-
Households	-	1 169	2 416	-	2 917	2 917	-	-	-
Other transfers to households	-	1 169	2 416	-	2 917	2 917	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	5 625	11 484	15 040	11 638	11 638	11 638	7 149	-	-

Table 8.K : Payments and estimates by economic classification: Title Deeds Restoration grant: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	-	18 733	22 594	40 647	25 200	25 200	-	-	-
Compensation of employees	-	6 108	6 914	6 975	6 975	6 975	-	-	-
Salaries and wages	-	6 107	6 913	6 900	6 900	6 900	-	-	-
Social contributions	-	1	1	75	75	75	-	-	-
Goods and services	-	12 625	15 680	33 672	18 225	18 225	-	-	-
Administrative fees	-	8	12	15	15	15	-	-	-
Advertising	-	75	467	300	300	300	-	-	-
Cons & prof serv: Business and advisory services	-	1 691	13 346	9 500	4 000	4 000	-	-	-
Cons and prof serv: Infrastructure and planning	-	10 406	1 361	15 947	6 000	6 000	-	-	-
Legal costs	-	363	402	6 150	6 150	6 150	-	-	-
Contractors	-	3	-	1 600	1 600	1 600	-	-	-
Travel and subsistence	-	79	92	160	160	160	-	-	-
Transfers and subsidies	-	69 997	67 858	65 499	11 540	11 540	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Municipalities	-	69 997	67 837	65 499	11 540	11 540	-	-	-
Municipal agencies and funds	-	69 997	67 837	65 499	11 540	11 540	-	-	-
Households	-	-	21	-	-	-	-	-	-
Social benefits	-	-	21	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	88 730	90 452	106 146	36 740	36 740	-	-	-

Table 8.L : Payments and estimates by economic classification: Title Deeds Restoration grant: Programme 4

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	12 692	10 160	-	-	-	-	-	-
Departmental agencies and accounts	-	12 692	10 160	-	-	-	-	-	-
Entities receiving funds	-	12 692	10 160	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	12 692	10 160	-	-	-	-	-	-

Table 8.M : Payments and estimates by economic classification: ISU Partnership grant: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	714 375	756 868	790 226
Households	-	-	-	-	-	-	714 375	756 868	790 226
Other transfers to households	-	-	-	-	-	-	714 375	756 868	790 226
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	714 375	756 868	790 226

Table 8.N : Payments and estimates by economic classification: Provincial Emergency Housing grant: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	65 148	-	86 095	86 095	-	-	-
Households	-	-	65 148	-	86 095	86 095	-	-	-
Other transfers to households	-	-	65 148	-	86 095	86 095	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	-	65 148	-	86 095	86 095	-	-	-

Table 8.O : Summary of transfers to local government

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
A KZN2000 eThekweni	148 448	145 350	53 469	47 048	12 470	12 470	47 770	47 770	47 770
Total: Ugu Municipalities	10 890	4 950	1 317	5 930	4 477	4 477	2 277	2 277	2 277
B KZN212 uMdoni	1 304	-	236	1 272	500	500	-	-	-
B KZN213 uMzombe	-	-	-	-	-	-	-	-	-
B KZN214 uMuziwabantu	2 696	-	-	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	6 890	4 950	1 081	4 658	3 977	3 977	2 277	2 277	2 277
C DC21 Ugu District Municipality	-	-	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	41 143	23 318	2 642	8 591	7 406	7 406	4 264	4 264	4 264
B KZN221 uMshwathi	897	-	-	-	-	-	-	-	-
B KZN222 uMngeni	-	718	-	590	242	242	-	-	-
B KZN223 Mpozana	-	678	-	-	-	-	-	-	-
B KZN224 iMpindle	-	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	40 246	19 922	2 642	7 867	7 064	7 064	4 264	4 264	4 264
B KZN226 Mkhambathini	-	-	-	-	-	-	-	-	-
B KZN227 Richmond	-	2 000	-	134	100	100	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	32 027	2 062	1 883	3 485	3 343	3 343	1 793	1 793	1 793
B KZN235 Okhahlamba	-	-	619	136	100	100	-	-	-
B KZN237 iNkosi Langalibalele	-	32	182	707	350	350	-	-	-
B KZN238 Alfred Duma	32 027	2 030	1 082	2 642	2 893	2 893	1 793	1 793	1 793
C DC23 uThukela District Municipality	-	-	-	-	-	-	-	-	-
Total: uMzinyathi Municipalities	704	1 392	33	5 105	750	750	-	-	-
B KZN241 eNdameni	8	446	-	-	-	-	-	-	-
B KZN242 Nquthu	-	717	-	4 943	750	750	-	-	-
B KZN244 uMsinga	696	229	33	162	-	-	-	-	-
B KZN245 uMvoti	-	-	-	-	-	-	-	-	-
C DC24 uMzinyathi District Municipality	-	-	-	-	-	-	-	-	-
Total: Amajuba Municipalities	8 038	4 488	437	6 839	6 639	6 639	3 839	3 839	3 839
B KZN252 Newcastle	7 918	4 488	437	6 839	6 639	6 639	3 839	3 839	3 839
B KZN253 eMadlangeni	-	-	-	-	-	-	-	-	-
B KZN254 Dannhauser	120	-	-	-	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	361	1 102	3 096	480	270	270	-	-	-
B KZN261 eDumbe	-	-	-	-	-	-	-	-	-
B KZN262 uPhongolo	-	90	-	-	-	-	-	-	-
B KZN263 Abaqulusi	-	1 012	2 750	316	170	170	-	-	-
B KZN265 Nongoma	-	-	-	-	-	-	-	-	-
B KZN266 Ulundi	361	-	346	164	100	100	-	-	-
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	73	5	180	-	-	-	-	-	-
B KZN271 uMhlabuyalingana	-	-	-	-	-	-	-	-	-
B KZN272 Jozini	-	-	180	-	-	-	-	-	-
B KZN275 Mtubatuba	73	5	-	-	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	-	-	-	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	-	-	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	1 660	3 272	2 699	1 917	2 006	2 006	1 206	1 206	1 206
B KZN281 uMfolozi	-	-	-	592	200	200	-	-	-
B KZN282 uMhlatuze	1 660	3 272	2 109	1 206	1 706	1 706	1 206	1 206	1 206
B KZN284 uMlalazi	-	-	590	-	-	-	-	-	-
B KZN285 Mthonjaneni	-	-	-	119	100	100	-	-	-
B KZN286 Nkandla	-	-	-	-	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	-	-	-	-	-	-	-	-
Total: iLembe Municipalities	13 590	6 653	19 496	8 268	7 992	7 992	3 140	3 140	3 140
B KZN291 Mandeni	-	2 219	1 580	407	307	307	-	-	-
B KZN292 KwaDukuza	13 590	4 434	17 916	7 861	7 685	7 685	3 140	3 140	3 140
B KZN293 Ndwedwe	-	-	-	-	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	-	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	-	-	-	-	-	-	-
Total: Harry Gwala Municipalities	-	1 072	722	2 125	1 000	1 000	-	-	-
B KZN433 Greater Kokstad	-	-	250	427	200	200	-	-	-
B KZN434 uBuhlebezwe	-	-	-	121	100	100	-	-	-
B KZN435 uMzimkhulu	-	633	472	1 138	500	500	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	439	-	439	200	200	-	-	-
C DC43 Harry Gwala District Municipality	-	-	-	-	-	-	-	-	-
Unallocated	-	-	-	-	-	-	-	-	-
Total	256 934	193 664	85 974	89 788	46 353	46 353	64 289	64 289	64 289

Table 8.P : Transfers to local government - FLISP

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2020/21	2021/22	2022/23
A KZN2000 eThekweni	30 000	212	-	-	-	-	-	-	-
Total: uMgungundlovu Municipalities	8 624	-	-	-	-	-	-	-	-
B KZN225 Msunduzi	8 624	-	-	-	-	-	-	-	-
Total: uThukela Municipalities	26 233	-	-	-	-	-	-	-	-
B KZN238 Alfred Duma	26 233	-	-	-	-	-	-	-	-
Total	64 857	212	-	-	-	-	-	-	-

Table 8.Q : Transfers to local government - Accredited Municipalities

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	18 274	17 085	10 963	7 770	10 970	10 970	7 770	7 770	7 770
Total: Ugu Municipalities	6 890	4 950	474	2 277	3 177	3 177	2 277	2 277	2 277
B KZN216 Ray Nkonyeni	6 890	4 950	474	2 277	3 177	3 177	2 277	2 277	2 277
Total: uMgungundlovu Municipalities	11 721	10 956	2 642	4 264	6 064	6 064	4 264	4 264	4 264
B KZN225 Msunduzi	11 721	10 956	2 642	4 264	6 064	6 064	4 264	4 264	4 264
Total: uThukela Municipalities	2 077	676	832	1 793	2 493	2 493	1 793	1 793	1 793
B KZN238 Alfred Duma	2 077	676	832	1 793	2 493	2 493	1 793	1 793	1 793
Total: Amajuba Municipalities	3 842	3 102	437	3 839	5 439	5 439	3 839	3 839	3 839
B KZN252 Newcastle	3 842	3 102	437	3 839	5 439	5 439	3 839	3 839	3 839
Total: King Cetshwayo Municipalities	1 660	3 272	1 488	1 206	1 706	1 706	1 206	1 206	1 206
B KZN282 uMhlatuze	1 660	3 272	1 488	1 206	1 706	1 706	1 206	1 206	1 206
Total: iLembe Municipalities	5 982	3 057	742	3 140	4 440	4 440	3 140	3 140	3 140
B KZN292 KwaDukuza	5 982	3 057	742	3 140	4 440	4 440	3 140	3 140	3 140
Total	50 446	43 098	17 578	24 289	34 289	34 289	24 289	24 289	24 289

Table 8.R : Transfers to local government - Title deeds restoration programme (Both HSDG and TDRG)

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	40 174	47 696	42 506	39 278	1 500	1 500	-	-	-
Total: Ugu Municipalities	4 000	-	843	3 653	1 300	1 300	-	-	-
B KZN212 uMdoni	1 304	-	236	1 272	500	500	-	-	-
B KZN214 uMuziwabantu	2 696	-	-	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	-	-	607	2 381	800	800	-	-	-
Total: uMgungundlovu Municipalities	20 798	12 362	-	4 327	1 342	1 342	-	-	-
B KZN221 uMshwathi	897	-	-	-	-	-	-	-	-
B KZN222 uMngeni	-	718	-	590	242	242	-	-	-
B KZN223 Mpofana	-	678	-	-	-	-	-	-	-
B KZN225 Msunduzi	19 901	8 966	-	3 603	1 000	1 000	-	-	-
B KZN227 Richmond	-	2 000	-	134	100	100	-	-	-
Total: uThukela Municipalities	3 717	1 386	1 051	1 692	850	850	-	-	-
B KZN235 Okhahlamba	-	-	619	136	100	100	-	-	-
B KZN237 iNkosi Langalibalele	-	32	182	707	350	350	-	-	-
B KZN238 Alfred Duma	3 717	1 354	250	849	400	400	-	-	-
Total: uMzinyathi Municipalities	704	1 392	-	5 105	750	750	-	-	-
B KZN241 eNdameni	8	446	-	-	-	-	-	-	-
B KZN242 Nguthu	-	717	-	4 943	750	750	-	-	-
B KZN244 uMsinga	696	229	-	162	-	-	-	-	-
Total: Amajuba Municipalities	4 196	1 386	-	3 000	1 200	1 200	-	-	-
B KZN252 Newcastle	4 076	1 386	-	3 000	1 200	1 200	-	-	-
B KZN254 Dannhauser	120	-	-	-	-	-	-	-	-
Total: Zululand Municipalities	-	1 102	2 750	480	270	270	-	-	-
B KZN262 uPhongolo	-	90	-	-	-	-	-	-	-
B KZN263 AbaQulusi	-	1 012	2 750	316	170	170	-	-	-
B KZN266 Ulundi	-	-	-	164	100	100	-	-	-
Total: uMkhanyakude Municipalities	73	5	-	-	-	-	-	-	-
B KZN275 Mtubatuba	73	5	-	-	-	-	-	-	-
Total: King Cetshwayo Municipalities	-	-	1 211	711	300	300	-	-	-
B KZN281 uMfolozi	-	-	-	592	200	200	-	-	-
B KZN282 uMhlatuze	-	-	621	-	-	-	-	-	-
B KZN284 uMlalazi	-	-	590	-	-	-	-	-	-
B KZN285 Mthonjaneni	-	-	-	119	100	100	-	-	-
Total: iLembe Municipalities	7 608	3 596	18 754	5 128	3 028	3 028	-	-	-
B KZN291 Mandeni	-	2 219	1 580	407	307	307	-	-	-
B KZN292 KwaDukuza	7 608	1 377	17 174	4 721	2 721	2 721	-	-	-
Total: Harry Gwala Municipalities	-	1 072	722	2 125	1 000	1 000	-	-	-
B KZN433 Greater Kokstad	-	-	250	427	200	200	-	-	-
B KZN434 uBuhlebezwe	-	-	-	121	100	100	-	-	-
B KZN435 uMzimkhulu	-	633	472	1 138	500	500	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	439	-	439	200	200	-	-	-
Total	81 270	69 997	67 837	65 499	11 540	11 540	-	-	-

Table 8.S : Transfers to local government - CRU Programme and Municipal Rates and Taxes

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation 2020/21	Revised Estimate	Medium-term Estimates		
	2017/18	2018/19	2019/20				2021/22	2022/23	2023/24
A KZN2000 eThekweni	60 000	80 357	-	-	-	-	40 000	40 000	40 000
Total: uMzinyathi Municipalities	-	-	33	-	-	-	-	-	-
B KZN244 uMsinga	-	-	33	-	-	-	-	-	-
Total: Zululand Municipalities	361	-	346	-	-	-	-	-	-
B KZN266 Ulundi	361	-	346	-	-	-	-	-	-
Total: uMkhanyakude Municipalities	-	-	180	-	-	-	-	-	-
B KZN272 Jozini	-	-	180	-	-	-	-	-	-
Total: iLembe Municipalities	-	-	-	-	524	524	-	-	-
B KZN292 KwaDukuza	-	-	-	-	524	524	-	-	-
Total	60 361	80 357	559	-	524	524	40 000	40 000	40 000