

# VOTE 8

## Human Settlements

Operational budget	R4 342 997 000
MEC remuneration	Nil
Total amount to be appropriated	R4 342 997 000
Responsible MEC	MEC for Public Works and Human Settlements <sup>1</sup>
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.

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<sup>1</sup> 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 (PPPFA) (Act No. 5 of 2000) and revised regulations dated 16 January 2023
- 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)
- Protection of Personal Information Act (Act No. 4 of 2013)
- Skills Development Act (Act No. 97 of 1998)
- 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)

## **Aligning the department's budget to achieve government's prescribed outcomes**

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 to 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 6<sup>th</sup> Administration, the department has aligned its programmes and interventions to Priorities 1 (Building a Capable, Ethical and Developmental State), 2 (Economic Transformation and Job Creation) and 5 (Spatial Integration, Human Settlements and Local Government).

With regard to Priority 5, the outcomes over the MTSF period are as follows:

- Spatial transformation through multi-programme integration in priority development areas.
- Adequate housing and improved quality living environments.
- Security of tenure.

The department acknowledges that there is growing demand for housing, particularly in urban areas, and hence budget planning is centered on the provision of sustainable human settlements through the Integrated Residential Development programme (IRDP) and the Informal Settlements Upgrade (ISU) programme.

Over the 2023/24 MTEF, the department will continue to implement programmes that are responsive to these outcomes, and these include investing in human settlement priority development areas, continued implementation of urban housing programmes, social or rental housing programmes, CRU programme and other programmes that support homeownership for both the subsidy and the gap market, among others. Increased focus is placed on serviced sites, providing homeowners with title deeds or an alternative form of land ownership registration, as well as identifying and upgrading informal settlements.

Job creation initiatives and programmes supporting economic transformation, such as the Siyakha Incubation Programme, will also be undertaken. The department will also address Priority 1 through the implementation of the approved audit improvement plan to ensure that measures, processes, systems and controls by the department are effectively managed to support the achievement of a clean audit outcome in line with the department's five-year strategic outcome, among others. The department will continue to place emphasis on the promotion of good governance, accountability and best practices within the service delivery environment through its Fraud Prevention and Ethics Management Strategies.

## **2. Review of the 2022/23 financial year**

This section provides a review of 2022/23, outlining the main achievements and progress made during the year, as well as providing a brief discussion on challenges and new developments.

### ***Rental Housing Tribunal***

The plan for 2022/23 was to conduct hearings using virtual platforms with regard to proceedings of the Rental Housing Tribunal. Although this plan was implemented, load shedding posed a serious problem as some scheduled virtual hearings had to be cancelled or held physically. In some instances, it called for usage of telephonic mediations and this increased the total number of mediations that can be dealt with in a day. The challenges and gains experienced as a result of the implementation of the above interventions led to the planned implementation of an innovative Tribunal court digitisation plan and electronic case management system.

The process of finalisation of the National Regulations that will impact on the full implementation of the Rental Housing Act, No. 50 of 1999, is still underway. The National Department of Human Settlements (NDOHS) is still consolidating final inputs from provincial Tribunals and members of the public, which will inform the finalisation and ultimate promulgation of the effective date of the National Regulations. This will allow the Tribunal to attend to appeals on rulings and will introduce rescissions and variations of

Tribunal rulings, as well as dealing with matters of spoliation. These processes are currently being dealt with either at a Magistrates Court or High Court level.

### **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 projects are usually developed or managed on provincial or municipal owned land parcels in order to curb construction costs. The department uses its CRU norms and standards to guide the implementation of CRUs to ensure viable and sustainable CRU projects within reasonable costs.

In line with a previous national directive, all projects previously planned as CRUs which fall within approved Provincial Restructuring Zones were implemented as social housing projects. This change meant that more people benefit as the social housing programme caters for a bigger market (people who earn R1 850 to R22 000) as opposed to the CRU programme which caters only for the low-income market (people who earn from R800 to R3 500).

In 2022/23, the department prepared a request to NDOHS to consider the revision of CRU income bands to ensure that projects are self-sustaining. Discussions are currently underway in this regard. To support the CRU and social housing programme, the department developed guidelines for the management of rental housing stock and these are currently circulating among the management of the department for approval. A total of 521 CRU units are in the final stages of completion in the Newcastle, uMvoti, Greater Kokstad and uBuhlebezwe Municipalities, and are expected to be completed in the last quarter of 2022/23. This number of CRU units is based on the revised target in the revised business plan.

### **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 the priorities of government. In 2022/23, 103 ISU plans were completed across various districts, namely Harry Gwala (nine), iLembe (16), Ugu (nine), uMgungundlovu (39), uMzinyathi (seven), uThukela (eight), as well as Zululand (15). These numbers are unchanged from the 2022/23 *EPRE* as they relate to the total plans, not only for one financial year. The ISU plans undertaken promote participatory planning processes for the development of settlement layout plans based primarily on a negotiated process with the community. In this process, infrastructure assessments have the objective of ascertaining the current capacity, as well as future demands in a particular settlement.

ISU plans assist the department in ascertaining a cost estimate of infrastructure provision where a need has been identified. Such information relates to the detailed costing of interim and permanent engineering services, such as bulk electricity, water, sewer treatment plants, roads, foot paths and solid waste, among others. Such developmental interventions are pivotal in the upgrading of informal settlements, as well as in ensuring that the poorest of the poor do not have to live in precarious environments.

### **Rural housing development**

The rural housing programme is intended to provide housing opportunities to residents who live in rural settlements, where there is no outright land ownership. The settlements are usually governed by traditional authorities and residents have communal land rights. Rural development is critical to ensure sustainability and poverty alleviation as poverty is high in rural areas. To this end, this programme performed considerably well over the past year and is geared to continue delivering the much-needed housing opportunities through planned projects. While there are many projects planned for rural areas, several beneficiaries were identified through OSS war-rooms across various wards. The OSS war-rooms prioritise vulnerable groups such as the elderly and people with disabilities, who cannot wait for projects to go through normal processes and require a speedy intervention.

The April 2022 floods led to a temporary halt in construction activities. Despite this, the rural housing programme delivered 3 014 units at the end of the second quarter across all districts in the province, against a mid-year target of 3 317 units, indicating a speedy recovery from the disruption. This programme has not been without challenges due to the remote nature of some rural settlements, for instance, contractors are faced with considerable costs to deliver materials utilising poor road infrastructure.

Although there are challenges, this programme has assisted in improving the lives of the most vulnerable groups who had no other opportunity to access decent housing and enjoy security and comfort.

#### ***Finance Linked Individual Subsidy Programme (FLISP)***

The department focused on interventions targeting those categorised as gap market beneficiaries, who earn too much to qualify for a full government housing subsidy, while still earning too low to afford bonded housing. The FLISP subsidises individuals earning between R3 501 to R22 000 who purchase properties through financial institutions, and it is recognised that mortgage bonds are usually only availed to persons earning above R22 000, which is the middle-income market. There is a limitation on available developments within the affordable price range, and a further limitation is funding for potential developers for this target market.

The uptake of the programme gained momentum, though, and efforts were made to reach more potential beneficiaries. The department achieved 331 subsidised units as at the end of the third quarter.

FLISP is also a key focus area for the achievement of urban development. In order to increase the supply of gap or middle-income market housing to meet the high demand, the department engaged with private sector developers and other stakeholders, including financial institutions and large employers. Furthermore, greater emphasis was given IRDP projects, to make available serviced sites for the gap income market housing.

#### ***Emergency Housing Programme***

The department continued to provide assistance to families affected by disasters. To fast-track the provision of interventions, the department utilised the existing panel of service providers that were appointed for emergency cases and disaster related cases.

Heavy rains were experienced during April and May 2022 which led to floods that affected various districts within the province, mostly Ugu, the eThekweni Metro and iLembe. The department applied for funding to the NDOHS and was allocated R325.764 million with respect to the Provincial Emergency Housing grant (PEHG) for the provision of emergency interventions such as construction of Temporary Residential Units (TRUs). As at the end of third quarter, the department spent only R128.582 million of this funding due to delays caused by the unavailability of suitable buildable sites in these areas for construction of TRUs. An amount of R154.360 million from the PEHG funding was allocated towards the Rental Accommodation Scheme, a newly approved disaster intervention to complement the TRU intervention to assist people who have no suitable sites. This intervention is in place while a permanent solution is being explored.

Most of the flood victims were residing in mass care centres, and some were housed by relatives and neighbours. As a result of the unavailability of suitable land to construct TRUs, the department also explored and obtained approval to procure rental accommodation to assist to accommodate victims that were housed in mass care centres.

The department worked closely with the Provincial Disaster Management Centre, District Disaster Offices, the Housing Development Agency (HDA) and the affected municipalities to ensure that all recorded victims were provided with the necessary interventions.

### **3. Outlook for the 2023/24 financial year**

This section looks at the key focus areas of 2023/24, 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).

#### ***Rental Housing Tribunal***

The plan for 2023/24 is to fully implement virtual hearings to conduct Tribunal proceedings through digitised Tribunal courts. The Tribunal court digitisation is aimed at conducting hearings with parties far apart, i.e. one party being overseas and the other in another province. This effectively closes the distance-gap and improves on the case resolution turnaround time to ensure compliance with the Tribunal's service

standard. The department plans to link the uninterruptible power supply (UPS) to the court digital system to allow this work to continue, even during load shedding.

The introduction of the electronic case management system in 2023/24 will ensure an effective records management, to track each case from the lodgement of a complaint to its resolution. This online platform will improve landlord/tenant interaction with the Tribunal and administrative staff. Furthermore, the system will allow for the tracking of cases lodged, as well as producing accurate statistical reports to relevant stakeholders such as the local municipalities and live updates to the relevant stakeholders.

The term of office of the current members of the Rental Housing Tribunal expires at the end of January 2024, and the process of calling for nominations and the appointment of the new members of the Tribunal will be timeously implemented to ensure continuity.

The Rental Housing Amendment Act No. 35 of 2014 was assented to on 11 November 2014 by the President but the effective date was not promulgated owing to the need, among others, to finalise the regulations. The promulgation of the implementation date of the National Regulations under the Rental Housing Act No. 50 of 1999 and the Rental Housing Amendment Act No. 35 of 2014 will have a direct impact on the number of members to be appointed. The implementation date is not known yet, the Regulations has been consulted with various stakeholders and still to be presented at MINMEC and tabled at Parliament but it is anticipated that it will be passed in 2023/24. The Rental Housing Amendment Act No. 35 of 2014 makes provision for the appointment of 13 members instead of seven, under the current Act (Rental Housing Act No. 50 of 1999). This will extend the mandate of the Tribunal to deal with appeals on rulings of the Tribunal, as well as to handle applications for variation of rulings, rescissions, and spoliation applications. These processes are currently being dealt with at either a Magistrates Court or High Court.

### ***CRU***

The department approved the 20-year strategy in May 2019 for the upgrading of hostels to CRUs, and this strategy guides the upgrading of all hostels across the province and ensures that development costs are standardised and that the delivery of completed units is upscaled. During 2023/24, the department will review and update this strategy. A major focus in the CRU programme will continue to be the redevelopment of old hostels to CRUs and the construction of new CRU projects in various municipalities. In addition, there are various hostel upgrading projects in the eThekweni Metro currently at the planning stage, with some of these projects expected to commence with construction during 2023/24, including the development of the Donnelly Road CRU project.

Municipalities will continue to be 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 2 490 new CRUs in the current MTSF period ending 2024. In 2023/24, the department is planning to complete a total of 535 new CRU units in the eThekweni Metro, as well as the Newcastle, Greater Kokstad, uBuhlebezwe, and uMvoti Municipalities. The programme provides for projects, such as the construction of new CRUs, refurbishment of existing CRUs, old hostel upgrades, including the Kokstad CRU, Rocky Park, upgrades in iLembe, Jika Joe in Msunduzi, Newcastle N11 in Amajuba, etc. The 535 new CRU units are made up of 25 units in uBuhlebezwe, 100 units in the eThekweni Metro (hostel upgrades), 60 units in Kokstad, 50 units in Donnelly Road, as well as 300 units in Newcastle N11.

### ***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, as explained. In 2023/24, the department is allocated R790.226 million in respect of the Informal Settlements Upgrading Partnership Grant for Provinces (ISUPG). It is estimated that 5 693 sites will be provided with services such as water, sanitation, roads and storm water services, among others, in areas such as Madundube, Groutville, Etete, Nyathikazi, Lamontville, Ntuzuma, Johnstown, Blaauwbosch Laagte and Cavan, etc. The department allocated R358.582 million to the planning of projects and the installation of bulk services and R91 million to the purchase of strategic land parcels for informal settlement upgrades. The completed upgrading plans to be undertaken in 2023/24 will provide a roadmap to the upgrading of informal settlements to ensure that technical assessments, socio-economic, environmental and geotechnical factors, as well as the availability

of bulk infrastructure services will be provided to those living in informal settlements. The department, through its integrated planning directorate, will be appointing service providers to undertake detailed planning and detailed designs to install interim, basic and permanent services such as water, sanitation, roads and storm water services, among others, in various informal settlements around the eThekweni Metro, as well as Zululand, iLembe, Harry Gwala, uThukela, uMgungundlovu, King Cetshwayo, and the Amajuba District Municipalities.

The KZN ISU programme forum seeks to provide a vehicle for reporting and monitoring of the ISUPG and grant utilisation, as well as to offer technical assistance to municipalities and informal settlement practitioners in the province for optimum incremental upgrading interventions. Since its inception in 2018, the KZN ISU programme forum continues to provide a platform for knowledge sharing and an avenue for robust stakeholder participation and engagement, thereby ensuring stratified and collaborative participation. The forum meets on a quarterly basis and is chaired by the Director: Integrated Planning within the department.

The ISU programme includes major projects, such as Greater Amaoti (20 000), Madundube (2 259), Driefontein (949), uMlazi extension of Part 4 (6 200), as well as 8 985 units in Johnstown, Blaauwbosch Laagte and Cavan Phase 1, which will be implemented over the MTEF. These numbers are unchanged from the 2022/23 EPRE as they relate to the total plans, not only for one financial year.

#### ***Rural housing development***

The construction of top structures in rural areas will continue to be a focus area as it assists those who reside in undignified mud structures and are unable to provide better shelter for themselves. The identification of the most vulnerable residents will continue to ensure that they are prioritised as the demand for houses exceeds available resources. The relationship with the war-rooms will be strengthened to ensure that deserving families are prioritised for housing.

The province will also focus on delivering houses to those who have been affected by severe weather patterns in the last three years. While some incidents have not been declared as disasters, they have exposed the need to intensify the delivery of houses in rural areas.

There will be a shift in focus to districts that are severely under-developed and have high poverty indices. These areas include the Ugu, uMzinyathi, King Cetshwayo, uMgungundlovu and Harry Gwala Districts.

A total of 7 087 units (excluding units relating to the 2019 disaster) are planned for, and these will be constructed in areas such as Khathide in the Amajuba District, KwaXimba, Molweni, Dassinhoeck and Kwangcolosi in the eThekweni Metro, Isithebe and Maqumbi in iLembe, as well as reaching areas in the south of the province, such as Gudlucingo in Harry Gwala and uMzumbe, and KwaVukuzithathe and KwaMachi in the Ugu District.

#### ***Finance Linked Individual Subsidy Programme (FLISP)***

The department will still focus on interventions targeting those categorised as gap market beneficiaries, who earn too much to qualify for a full government housing subsidy, while still earning too low to afford bonded housing. The FLISP thus subsidises individuals earning between R3 501 to R22 000 who purchase properties through financial institutions, and it is recognised that mortgage bonds are usually only availed to persons earning above R22 000, which is the middle-income market. There is a limitation on available developments within the affordable price range, and a further limitation is funding for potential developers for this target market.

The uptake of the programme is gaining momentum, though, and efforts are being made to reach more potential beneficiaries. Notably, this programme has made considerable improvement in performance, with 1 868 subsidised units over the past five years. Strategies to ensure wider access to the subsidy include:

- Liaising with private sector developers to ensure that they are aware of FLISP for their potential buyers.
- Enabling housing stokvels and other financing options to be considered through FLISP, and not only mortgage bonds.
- Investigating the possibility of banks providing finance against Permits to Occupy (PTOs) or leaseholds in rural areas.

FLISP is also a key focus area for the achievement of urban development. In order to increase the supply of gap or middle-income market housing to meet the high demand, the department will engage with private sector developers and other stakeholders, including financial institutions and large employers. Furthermore, greater emphasis will continue to be given to IRDP projects, which will make available serviced sites for the gap income market housing.

#### ***Emergency housing programme***

In addressing the previous disasters that occurred from October 2019 to January 2020, the department received funding of R397 million as part of the HSDG for construction of 2 224 permanent houses during 2022/23, and a further R474 million was allocated for construction of 2 656 permanent houses for 2023/24. The department will focus on rebuilding permanent housing to assist people that were affected by October 2019 to January 2020 disasters. The department is currently doing detailed planning on 15 land parcels as part of a long-term solution for the April 2022 flood victims who are currently residing in temporary emergency accommodation. The project is planned to run for eight months, ending in June 2023. The 15 land parcels will yield 2 062 units.

While this programme only focuses on permanent solutions, however, the construction of temporary accommodation will be available as an immediate intervention when disasters occur. Also, other plans have been developed through the OSS programme to ensure that permanent solutions are provided to other families in need of shelter.

The title deeds programme does not have a ring-fenced allocation and it is incorporated in the projects under the HSDG.

## **4. Reprioritisation**

Significant amounts were budgeted for across various sub-programmes against *Goods and services* and *Transfers and subsidies to: Provinces and municipalities* for the provision of sustainable human settlements and this includes the IRDP, ISU programme, emergency housing, rural housing programme, the CRU programme and the Rectification Post-1994, etc. under the HSDG, ISUPG and the PEHG. This was according to the Transition Guide on Classification of Expenditure for Human Settlements Departments that was issued by National Treasury in February 2020.

The Transition Guide on Classification of Expenditure for Human Settlements was to be implemented with effect from 1 April 2022. The department, therefore, prepared the 2022/23 budget accordingly. However, after the budget was completed, in late February 2022, National Treasury issued a communique to defer the implementation of reclassifying housing expenditure to a later effective date to be determined by the SCOA Technical Committee. A resolution has since been taken by National Treasury, Provincial Treasury and KZN Human Settlements to reverse the classification of expenditure from *Goods and services* and *Transfers and subsidies to: Provinces and municipalities* back to *Transfers and subsidies to: Households*, pending the findings of the SCOA Technical Committee. The purpose of the funds remains unchanged. As such, the various housing programmes are classified under *Transfers and subsidies to: Households* over the 2023/24 MTEF.

The department did not undertake any major reprioritisation over the 2023/24 MTEF.

## **5. Procurement**

The 2023/24 procurement plan is in the process of being finalised. The department will continue to strengthen its procurement systems focusing on reducing turnaround times when procuring goods and services by means of inviting price quotations and competitive bids. The department will continue to strengthen its control measures, contract management and records management in order to maintain 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.

The department has developed their own policy for procurement in line with the PPPFA and the revised regulations, as promulgated on 16 January 2023.



## 6. Receipts and financing

### 6.1 Summary of receipts and financing

Table 8.1 indicates the sources of funding for Vote 8 for the period 2019/20 to 2025/26.

The budget for 2023/24 is made up of the equitable share of R412.849 million, the HSDG of R3.132 billion, R790.226 million in respect of the ISUPG, as well as R7.669 million in respect of the EPWP Integrated Grant for Provinces.

The department received disaster allocations of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of the HSDG, hence the reduction in 2024/25. These funds relate to disasters that occurred during 2019 and 2020 where there were floods and storms, which resulted in damage to houses. The allocation for the EPWP Integrated Grant for Provinces is based on the previous year's achievements and is not allocated beyond 2023/24, at this stage.

**Table 8.1 : Summary of receipts**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
Equitable share	405 861	403 443	423 210	419 260	432 455	432 455	412 849	434 095	451 857
Conditional grants	3 850 852	3 069 141	3 282 937	3 698 591	4 024 355	4 024 355	3 930 148	3 602 330	3 763 714
Human Settlements Development grant	3 583 907	3 020 763	2 455 021	2 935 224	2 935 224	2 935 224	3 132 253	2 776 615	2 901 007
EPWP Integrated Grant for Provinces	15 090	11 638	7 149	6 499	6 499	6 499	7 669	-	-
Title Deeds Restoration grant	100 612	36 740	-	-	-	-	-	-	-
Provincial Emergency Housing grant	151 243	-	106 392	-	325 764	325 764	-	-	-
Informal Sett. Upgrading Part. Grant for Prov.	-	-	714 375	756 868	756 868	756 868	790 226	825 715	862 707
<b>Total receipts</b>	<b>4 256 385</b>	<b>3 472 584</b>	<b>3 706 147</b>	<b>4 117 851</b>	<b>4 456 810</b>	<b>4 456 810</b>	<b>4 342 997</b>	<b>4 036 425</b>	<b>4 215 571</b>
<b>Total payments</b>	<b>4 261 359</b>	<b>3 547 458</b>	<b>3 713 205</b>	<b>4 123 328</b>	<b>4 464 562</b>	<b>4 464 562</b>	<b>4 342 997</b>	<b>4 036 425</b>	<b>4 215 571</b>
Surplus/(Deficit) before financing	(4 974)	(74 874)	(7 058)	(5 477)	(7 752)	(7 752)	-	-	-
Financing									
of which									
Provincial roll-overs	50 450	86 095	-	-	-	-	-	-	-
Provincial cash resources	40 997	5 476	7 058	5 477	7 752	7 752	-	-	-
<b>Surplus/(Deficit) after financing</b>	<b>86 473</b>	<b>16 697</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The department receives a provincial allocation, as well as funding for several national conditional grants, namely the HSDG, Title Deeds Restoration grant (TDRG) which was absorbed into the HSDG from 2021/22, EPWP Integrated Grant for Provinces, PEHG, as well as ISUPG which commenced in 2021/22.

The department was allocated funding for the TDRG in the prior years. 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 were not utilised for other purposes. These funds were absorbed back into the HSDG from 2021/22.

Additional funding of R325.764 million was allocated *via* the PEHG, with National Treasury issuing Government Gazette no. 47 197 on 5 August 2022. These funds, which were appropriated in the 2022/23 Adjustments Estimate, were allocated in response to the application submitted by the department following the April 2022 flood disaster and are for the provision of 4 983 TRUs.

The department was 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 included that at least 15 per cent of the HSDG must be spent on ISU. This grant was created by shifting funds from the HSDG to ensure that funds allocated for this purpose could not be utilised for other purposes.

#### **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 iMpendle Municipalities. The department transferred funds in April 2007 to these municipalities to undertake various housing projects and, during the reconciliation of funds transferred, 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 as a result of the Covid-19 pandemic.

***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 related to the ISUPG as it remained ring-fenced within the HSDG in 2020/21. The number of units, sites and housing opportunities across all projects was 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 eThekweni 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 provincial roll-over of R86.095 million in 2020/21 relates to funds rolled over from 2019/20 in respect of the PEHG for storms that occurred between December 2018 and January 2019 that affected eight districts in KZN, 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 in areas such as Ugu, iLembe, uMzinyathi and uThukela, etc.

An amount of R5.476 million was approved to be allocated to the department relating to funds collected from the sale of units at Ridgeview Gardens in respect of the FLISP development, as well as portion of interest received from the Ithala Development Finance Corporation (IDFC) relating to the Military Veterans' housing project, where funds were paid to the IDFC in 2016/17, but little progress was made on this project. These funds were allocated to the department to cater for the FLISP communication strategy, as well as to cover spending pressures under the rural housing project in the Zululand District.

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 towards the country's Covid-19 response. Also, the equitable share budget was reduced by R11.443 million as part of the provincial response to the Covid-19 pandemic.

The department under-spent the 2020/21 allocation by R16.697 million mainly due to the budget providing for the purchase of laptops for new employees, as well as the upgrading of existing laptops and purchasing of additional laptops in response to the Covid-19 pandemic as employees had to work from home. This purchase was still at procurement stage at year-end with orders placed, but delivery not occurring before year-end. There was also under-spending against *Compensation of employees* as a result of vacant posts.

***2021/22 financial year:***

In 2021/22, National Treasury issued Government Gazette No. 44 593 which saw the allocation of funds to the department with respect to the PEHG. In this regard, the department had made an application for disaster funding following Tropical Cyclone Eloise in February 2021. An amount of R102.590 million was allocated for the provision of TRUs for 1 592 affected households. A further R3.802 million was transferred to the department in this regard, making the transfer a total of R106.392 million. It must be noted that the

department's equitable share was cut by R44.879 million, R61.484 million and R80.407 million over the 2021/22 MTEF in respect of fiscal consolidation cuts made by National Treasury, as well as *Compensation of employees* budget cuts.

*Provincial cash resources* reflects R7.058 million which relates to the following:

- R5.476 million was approved to be allocated to the department relating to funds collected from the sale of units at Ridgeview Gardens in respect of the FLISP development, as well as portion of interest received from the IDFC relating to the Military Veterans' housing project, where funds were paid to the IDFC in 2016/17, but little progress was made on this project. These funds were allocated to the department to cater for the FLISP communication strategy, as well as to cover spending pressures under the rural housing project in the Zululand District.
- R1.582 million was allocated to the department relating to funds collected from the sale of units at Ridgeview Gardens in respect of the FLISP development. These funds were allocated to cater for pressures from the purchase of 300 monitors and docking stations resulting from the purchase of 300 laptops in the department.

The department fully spent the 2021/22 allocation at year-end.

#### **2022/23 financial year:**

The department received additional funding of R346.711 million, as follows:

- R325.764 million was allocated *via* the PEHG, with National Treasury issuing Government Gazette no. 47 197 on 5 August 2022 allocating this funding to the province. These funds were appropriated in the 2022/23 Adjustments Estimate and were allocated in response to the application submitted by the department following the April 2022 flood disaster and were for the provision of 4 983 TRUs.
- R7.762 million was allocated for the carry-through costs of the 2021 wage agreement. In this regard, National Treasury allocated additional funding to the province for the non-pensionable allowance and this funding is allocated against the equitable share.
- R5.433 million was allocated for the provisional 3 per cent cost of living adjustment for all levels of employees, in line with the pronouncement made by the Minister of Finance in his MTBPS speech and this funding is allocated against the equitable share.
- R2.275 million was allocated from donor funds received by the province since the April 2022 flood disaster occurred, reflected against provincial cash resources. These funds were to be used towards the cost of providing meals and so forth to people being assisted with accommodation in private facilities. These funds were specifically and exclusively allocated for this purpose and hence may not be used for any other purpose.
- R5.477 million was approved to be allocated to the department against provincial cash resources relating to funds collected from the sale of units at Ridgeview Gardens in respect of the FLISP development, as well as portion of interest received from the IDFC relating to the Military Veterans' housing project, where funds were paid to the IDFC in 2016/17, but little progress was made on this project. These funds were allocated to the department to cater for the FLISP communication strategy, as well as to cover spending pressures under the rural housing project in the Zululand District.

In terms of the December 2022 IYM, the department is projecting to fully spend the 2022/23 allocation.

The 2023/24 MTEF shows a decrease in the outer years as a result of the department receiving a disaster allocation of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of the HSDG, as mentioned. These funds relate to disasters that occurred during 2019 and 2020 where there were floods and storms, which resulted in damage to houses.

The department's budget was reduced by R44.879 million, R61.484 million and R80.407 million in respect of the *Compensation of employees*' budget reduction (wage freeze and fiscal consolidation), as well as the fiscal consolidation cuts over the 2021/22 MTEF. The cuts were proportionally effected against all four programmes. Over the 2023/24 MTEF, the department's budget was cut by R5.221 million, R2.111 million

and R3.716 million as a result of data updates of the Provincial Equitable Share formula, as well as downward revisions to the own revenue projections. The budget for the Vote as a whole shows an increasing trend in the two outer years of the 2023/24 MTEF, as the cut in the first year of the MTEF was far higher than the two outer years

## 6.2 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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
Tax receipts	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
Sale of goods and services other than capital assets	415	372	368	460	460	459	380	402	420
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Interest, dividends and rent on land	13 318	38	8	21	21	20	22	23	24
Sale of capital assets	6 229	2 806	3 651	710	710	1 260	741	774	809
Transactions in financial assets and liabilities	1 123	2 429	2 664	3 700	3 700	5 943	1 863	1 937	2 024
<b>Total</b>	<b>21 085</b>	<b>5 645</b>	<b>6 691</b>	<b>4 891</b>	<b>4 891</b>	<b>7 682</b>	<b>3 006</b>	<b>3 136</b>	<b>3 277</b>

*Sale of goods and services other than capital assets* is derived from commission on PERSAL deductions such as insurance premiums and garnishee orders, rental on state-owned property, parking fees and tender fees. The department reduced the budget over the MTEF to take into account the collection trend for the past years. The fluctuating trend in the seven-year period 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 2019/20 high collection is mainly from interest received from the IDFC on the R100 million that was paid to the IDFC in 2016/17 for the Military Veterans' housing project. Furthermore, interest was received from the acquisition of Boschhoek Farm for the Siyahlala la housing project. The budget is conservative 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 properties and the 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 in the prior years and the 2022/23 Revised Estimate. Out of a total of 330 units, 302 have been sold to date. The high collection in the 2022/23 Revised Estimate also includes the sale of redundant assets, which is projected to take place in the fourth quarter. The department does not budget for the sales of units in Ridgeview Gardens, hence, the revenue budget over the MTEF relates to the sale of redundant motor vehicles.

*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 fluctuating trend over the period is related to the uncertain nature of this source.

## 6.3 Donor funding – Nil

## 7. 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*.

## 7.1 Key assumptions

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

- All inflation related increases are based on CPI projections.
- Over the 2023/24 MTEF, National Treasury has provided provinces with the budget for a 3 per cent cost of living adjustment carry-through. There were also reductions implemented in line with PES data update and own revenue reductions which were implemented under Programme 1: Administration against *Compensation of employees* and Programme 4: Housing Asset Management against *Transfers and subsidies to: Departmental agencies and accounts*.
- The department has provided for *Compensation of employees* to decrease by 2.4 per cent in 2023/24 as a result of the 2023/24 budget cuts implemented against this category and this will be reviewed in-year. There is growth of 1.2 per cent in 2024/25 and 1.1 per cent in the outer year of the MTEF. The low increase over the MTEF is insufficient for the 1.5 per cent pay progression, and will be reviewed in the next budget process. No salary increases have been budgeted for in 2023/24 and 2025/26 in line with National Treasury guidelines.

## 7.2 Amendments to provincial and equitable share funding: 2021/22 to 2023/24 MTEF

Table 8.3 shows amendments to provincial and equitable share funding received over the 2021/22, 2022/23 and 2023/24 MTEF periods, and excludes conditional grant funding.

The carry-through amounts for the outer year (i.e. 2025/26) are based on the incremental percentage used in the 2023/24 MTEF.

**Table 8.3 : Summary of amendments to provincial and equitable share allocations for the 2021/22 to 2023/24 MTEF**

R thousand	2021/22	2022/23	2023/24	2024/25	2025/26
<b>2021/22 MTEF period</b>	<b>(30 919)</b>	<b>(46 093)</b>	<b>(78 748)</b>	<b>(82 292)</b>	<b>(85 995)</b>
Fiscal consolidation budget cut	(7 551)	(7 959)	(14 394)	(15 042)	(15 719)
COE budget cut (wage freeze and fiscal consolidation)	(37 328)	(53 525)	(66 013)	(68 984)	(72 088)
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	1 734	1 812
<b>2022/23 MTEF period</b>		-	-	-	-
<b>2023/24 MTEF period</b>			<b>51</b>	<b>3 134</b>	<b>1 589</b>
Cost of living adjustment carry-through (3%)			5 272	5 245	5 305
PES data update and own revenue reductions			(5 221)	(2 111)	(3 716)
<b>Total</b>	<b>(30 919)</b>	<b>(46 093)</b>	<b>(78 697)</b>	<b>(79 158)</b>	<b>(84 406)</b>

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

- R7.551 million, R7.959 million and R14.394 million were cut over the MTEF 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 over the MTEF in respect of the *Compensation of employees* budget reduction (wage freeze and fiscal consolidation). The cuts were proportionally effected against three programmes in respect of *Compensation of employees*.
- The department's equitable share was increased by R1.659 million in 2023/24, with carry-through, for an adjustment to the outer year related to a recalculation of the wage freeze cuts.
- The department's baseline was 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' housing 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 were allocated under Programme 3: Housing Development to the Youth Directorate.

In the 2022/23 MTEF, the department received no additional funding.

In the 2023/24 MTEF, the following adjustments were made:

- The department's equitable share was increased by R5.272 million, R5.245 million and R5.305 million over the MTEF in respect of the carry-through for the 3 per cent cost of living adjustment allocated to *Compensation of employees* in all three programmes.
- The department's equitable share was reduced by R5.221 million in 2023/24, R2.111 million in 2024/25 and R3.716 million in 2025/26. These reductions relate to the previously mentioned equitable share reduction as a result of the annual updates of the data that informs the Provincial Equitable Share formula, as well as reductions in the province's own revenue baseline. These budget cuts were implemented under Programmes 1 and 4 against *Compensation of employees*.

### **7.3 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 2019/20 includes 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 included, 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 the reconstruction and repair of houses in the eThekweni Metro. There was also a roll-over of R86.095 million in respect of the PEHG and R5.476 million approved to be allocated to the department relating to funds collected from the sale of units at Ridgeview Gardens in respect of the FLISP development, as explained. These were offset to some extent by 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 increase in 2021/22 was as a result of R102.590 million disaster funding allocated in respect of the PEHG following Tropical Cyclone Eloise in February 2021. Further contributing to the increase was R8 million that was allocated towards the 2021 wage agreement. In addition, R1.582 million was allocated to the department relating to funds collected from the sale of units at Ridgeview Gardens in respect of the FLISP development, as mentioned. The increase from the 2022/23 Main to the Adjusted Appropriation is mainly as a result of an amount of R325.764 million allocated in response to the application submitted by the department following the April 2022 flood disaster and this was for the provision of 4 983 TRUs. These funds were allocated against the PEHG. There is a decrease from 2023/24 to 2024/25 as a result of the department receiving disaster allocations of R397.705 million in 2022/23 and R474.974 million in 2023/24, only, allocated under the HSDG in Programme 3, against *Goods and services* (inventory: materials and supplies).

It is noted that the 2022/23 Revised Estimate in Table 8.5 does not balance to the spending by economic classification reflected in the December IYM. In the December IYM, the department had not yet undertaken journals to correct expenditure affected by the reclassification of funds relating to the Transition Guide on Classification of Expenditure for Human Settlements Departments, but has corrected the Revised Estimate in this chapter.

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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
1. Administration	231 590	236 079	271 188	246 558	257 217	257 217	236 172	249 133	259 017
2. Housing Needs, Research and Planning	17 076	16 357	17 638	19 654	21 543	21 543	22 430	23 294	24 326
3. Housing Development	3 765 984	3 122 097	3 257 678	3 685 151	4 010 078	4 010 078	3 914 546	3 593 146	3 759 667
4. Housing Asset Management	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
<b>Total</b>	<b>4 261 359</b>	<b>3 547 458</b>	<b>3 713 205</b>	<b>4 123 328</b>	<b>4 464 562</b>	<b>4 464 562</b>	<b>4 342 997</b>	<b>4 036 425</b>	<b>4 215 571</b>

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>522 971</b>	<b>498 792</b>	<b>509 546</b>	<b>1 577 734</b>	<b>523 611</b>	<b>534 581</b>	<b>498 592</b>	<b>512 901</b>	<b>528 625</b>
Compensation of employees	334 569	336 554	351 414	369 480	360 795	368 140	360 537	364 829	368 793
Goods and services	188 402	162 238	158 132	1 208 254	162 816	166 441	138 055	148 072	159 832
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>3 721 953</b>	<b>3 044 100</b>	<b>3 179 929</b>	<b>2 541 149</b>	<b>3 933 563</b>	<b>3 922 593</b>	<b>3 832 521</b>	<b>3 513 915</b>	<b>3 677 040</b>
Provinces and municipalities	86 069	104 441	70 636	2 332 248	129 796	163 883	94 453	124 810	124 818
Departmental agencies and accounts	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	50	-	-	-	-	-	-	-	-
Households	3 389 125	2 766 734	2 942 592	36 936	3 628 043	3 582 986	3 568 219	3 218 253	3 379 661
<b>Payments for capital assets</b>	<b>16 370</b>	<b>4 566</b>	<b>23 700</b>	<b>4 445</b>	<b>7 388</b>	<b>7 388</b>	<b>11 884</b>	<b>9 609</b>	<b>9 906</b>
Buildings and other fixed structures	12 376	-	8 655	-	-	-	5 000	2 000	2 000
Machinery and equipment	3 994	4 566	15 045	4 445	7 388	7 388	6 884	7 609	7 906
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>65</b>	<b>-</b>	<b>30</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>4 261 359</b>	<b>3 547 458</b>	<b>3 713 205</b>	<b>4 123 328</b>	<b>4 464 562</b>	<b>4 464 562</b>	<b>4 342 997</b>	<b>4 036 425</b>	<b>4 215 571</b>

Programme 1 reflects a steady increase from 2019/20 to 2021/22. The increase in 2020/21 relates to 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 was used by various districts and municipalities in the province. The increase in 2021/22 was mainly due to funds allocated to the department relating to the sale of units at Ridgeview Gardens in respect of the FLISP development. These funds were allocated to Programme 1 to cater for pressures from the purchase of 300 laptops, monitors and docking stations, as explained. These funds were also for the purchase of two VW panel-vans to be used for community outreach programmes. Also contributing to the increase was additional funding allocated by National Treasury against *Compensation of employees* towards the non-pensionable cash allowance portion of the 2021 wage agreement. The increase from the 2022/23 Main to the Adjusted Appropriation is mainly due to savings realised from other programmes from vacant funded posts. These savings were moved to Programme 1 to cater for payments in respect of items such as catering, rental and hiring and contractors to perform activities in the community outreach programmes that were under-budgeted for. Also contributing to the increase was additional funding allocated by National Treasury against *Compensation of employees* towards the carry-through costs of the 2021 wage agreement and wage increment for SMS and non-SMS. The dip from the 2022/23 Revised Estimate to 2023/24 is due to funds that were re-allocated to the department for the Youth Directorate to cater for the FLISP communication strategy for a three-year period ending 2022/23. The increasing trend over the 2023/24 MTEF is to cater for inflationary increases and also provides for the management of office accommodation, training and development, IT related functions, etc. for the entire department. The department implemented a portion of the 2023/24 MTEF budget cuts of R4.125 million, R1.668 million and R2.936 million under this programme against *Compensation of employees*.

Programme 2: Housing Needs, Research and Planning reflects a fluctuating trend from 2019/20 to 2021/22. The decrease in 2020/21 was 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 which were higher in 2021/22. The increase from the 2022/23

Main to the Adjusted Appropriation was mainly due to the newly appointed Director: Transversal Programmes where savings were realised from Programme 1. Also contributing to the increase was additional funding allocated by National Treasury against *Compensation of employees* towards the carry-through costs of the 2021 wage agreement and the wage increment for SMS and non-SMS. This programme provides platforms for various stakeholders for discussing, 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 programme shows an increasing trend over the 2023/24 MTEF. Programme 2 was not affected by the 2023/24 MTEF budget cuts.

Programme 3 spending was high in 2019/20 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 the reconstruction and repair of damaged houses, flats and hostels in areas such as the eThekwin Metro, as well as uMdoni, uMuziwabantu, uMzumbe and Ray Nkonyeni. The decrease in 2020/21 was mainly due to the 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 which were higher in 2021/22. This decrease was slightly offset by a roll-over of R86.095 million in respect of the PEHG, as explained. The increase in 2021/22 was due to the allocation of R106.392 million relating to the PEHG following Tropical Cyclone Eloise, as mentioned. Further contributing to the increase was additional funding allocated by National Treasury against *Compensation of employees* towards the non-pensionable cash allowance portion of the 2021 wage agreement. The increase from the 2022/23 Main to the Adjusted Appropriation was mainly due to the additional funding received via the PEHG amounting to R325.764 million in respect of the April 2022 flood disaster, as well as the additional funding allocated by National Treasury against *Compensation of employees* towards the carry-through costs of the 2021 wage agreement and the wage increment for SMS and non-SMS. The fluctuating trend over the 2023/24 MTEF is due to the disaster allocations of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of the HSDG, hence the reduction in 2024/25. These funds relate to disasters that occurred during 2019 and 2020 where there were floods and storms, which resulted in damage to houses. Programme 3 was not affected by the 2023/24 MTEF budget cuts. The conditional grants for normal housing projects are gradually increasing over the MTEF. The reduction seen in the outer years is due to disaster funding being allocated in 2022/23 and 2023/24, only.

Programme 4 (which comprises the KZN Housing Fund) reflects a decreasing trend from 2019/20 to 2021/22 due to an allocation in 2019/20 relating to the TDRG to cater for planning activities such as town planning, opening of township registers, land surveying, structural assessments and conveyancing in the eThekwin Metro. The decrease from 2019/20 to 2020/21 was due to the budget cuts to reduce the growth of the public sector wage bill, which were higher in 2021/22. The increase from the 2022/23 Main to the Adjusted Appropriation relates to the reprioritisation of funding in respect of the April 2022 flood disaster to cater for the repairing of flats that were damaged by the disaster. The dip in 2023/24 is as a result of the fact that the department implemented a portion of the 2023/24 MTEF budget cuts of R1.096 million, R443 000 and R780 000 under this programme against *Transfers and subsidies to: Departmental agencies and accounts* to be effected against personnel costs of the KZN Housing Fund. The 2023/24 MTEF provides for the issuance of title deeds, maintenance of rental units, as well as selling of rental units to beneficiaries, among others.

*Compensation of employees* reflects a steady increase from 2019/20 to 2021/22. The decrease from the 2022/23 Main to the Adjusted Appropriation was due to savings identified against *Compensation of employees* because of vacant posts, as mentioned. This was offset to some extent by additional funding allocated by National Treasury against *Compensation of employees* towards the carry-through costs of the 2022/23 wage increment for SMS and non-SMS. The increase from the Adjusted Appropriation to the Revised Estimate relates to the appointment of Chief Works Inspectors to carry out assessments for the April flood disaster which was not adequately budgeted for in the Adjustments Estimate. The department will undertake a post-Adjustments Estimate virement at year-end. The department has a total of 93 vacant posts including Assistant Directors, Senior Administrative Officers and Administration Officers, among others, which are budgeted to be filled in 2023/24. The budget over the 2023/24 MTEF is increasing



slightly due to the carry-through of the 3 per cent cost of living adjustment implemented in 2022. The department is considering removing and merging some of the lower level posts that may become vacant over the MTEF such as Drivers, Administration Clerks and Assistant Directors, among others, where possible. The criticality of each post and the impact of removing or merging a post will be assessed as and when each post becomes vacant over the MTEF. The dip from the 2022/23 Revised Estimate to 2023/24 is due to funds that were re-allocated to the department for the Youth Directorate for a three-year period ending 2022/23, as well as the fact that the department implemented a portion of the 2023/24 MTEF budget cuts of R4.125 million, R1.668 million and R2.936 million under this category. This category will be reviewed in-year, taking into account progress made with the filling of posts.

*Goods and services* reflects a reduction in 2020/21 due to savings identified in this category as a result of delays in the implementation of capacity building programmes such as housing consumer education, as well as various training programmes, as the department was in the process of implementing a new training strategy in line with Covid-19 regulations. These savings were moved to other economic classification categories. The decrease from the 2022/23 Main to the Adjusted Appropriation was due to the reclassification of funds which were initially classified under this category in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments as was issued by National Treasury in February 2020. The Transition Guide on Classification of Expenditure was to be implemented on 1 April 2022. The department, therefore, prepared the 2022/23 budget accordingly. On 28 February 2022, National Treasury issued a communique to defer the implementation of reclassifying housing expenditure to a later effective date to be determined by the SCOA Technical Committee. A resolution was taken by National Treasury, Provincial Treasury and the department to reverse the classification of expenditure during the 2022/23 Adjustments Estimate to *Transfers and subsidies to: Households*, and prior years and 2023/24 MTEF amounts were restated accordingly. The 2023/24 MTEF provides for operational costs of the department, implementation of the anti-land invasion strategy and the one per cent allocation of the HSDG for the management of catalytic projects by HDA. The increasing trend over the 2023/24 MTEF is mainly due to inflationary increases.

In respect of *Transfers and subsidies*:

- The fluctuating trend against *Provinces and municipalities* from 2019/20 to 2021/22 relates to the transfer to the eThekweni Metro for the CRU programme being re-aligned to the agreement entered into by the department and the eThekweni Metro to transfer funds for the CRU programme. The transfers for the CRU programme continue over the 2023/24 MTEF and relate to the Thokoza CRU and Donnelly Road CRU in the eThekweni Metro. The increase in 2020/21 was mainly due to a shift of the TDRG funds, which were originally budgeted for against *Goods and services* for the appointment of conveyancers to undertake title deeds transfer activities such as township establishment, conveyancing, etc. The decrease from the 2022/23 Main to the Adjusted Appropriation was due to the reclassification of funds which was classified under this category in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as explained. These funds were reclassified in the 2022/23 Adjustments Estimate to *Transfers and subsidies: to Households*. The MTEF allocations are mainly for the CRU programme and operational costs for accredited municipalities.
- *Departmental agencies and accounts* relates to transfers to the KZN Housing Fund and 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 high spending in 2019/20 compared to 2020/21 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 in 2020/21 was 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 beyond this year. The increase from the 2022/23 Main to Adjusted Appropriation relates to the reprioritisation of funding in respect of the April 2022 flood disaster relating to the repairing of flats that were damaged by the disaster. There is steady growth over the 2023/24 MTEF to cater for increased municipal services, as well as rates and taxes for departmental housing properties.
- *Non-profit institutions* reflects R50 000 in 2019/20 which relates to a donation to the Wentworth Organisation of Women 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 2019/20 to 2021/22, largely in respect of the HSDG, as the bulk of the housing programmes are budgeted for within this category. The 2019/20 amount includes the additional 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 in 2020/21 was a result of the budget cuts implemented against the HSDG, as mentioned. Although the spending decreases in 2020/21, this takes into account funds of R278.136 million received for the disaster recovery component within the HSDG, as well as a provincial roll-over of R86.095 million in respect of the PEHG, but the grants saw significant cuts over the 2020/21 MTEF. The 2021/22 amount includes R106.392 million allocated for disaster funding following Tropical Cyclone Eloise in February 2021. The increase from the 2022/23 Main to the Adjusted Appropriation is mainly due to the reclassification of housing-related expenses in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as mentioned. These funds were moved from *Goods and services* and *Transfers and subsidies to: Provinces and municipalities*, as explained. The conditional grants for normal housing projects gradually increase over the MTEF. The reduction in the outer years is because the disaster funding is allocated in 2022/23 and 2023/24, only. This allocation ends in 2023/24, as mentioned.

*Buildings and other fixed structures* is mainly related to the Social and Economic Amenities programme. The spending in 2019/20 was in respect of the scope of the programme in order to complete the remaining work within the Emfihlweni and Sonkombo community hall projects. There was no spending in 2020/21 due to poor performance by the contractor on the Emfihlweni and Sonkombo community hall projects. The legal section of the department gave the go ahead in May 2021 for the department to terminate the contract and appoint contractors from the database to complete both community hall projects. The amount spent in 2021/22 was for the finalisation of work which was affected by the poor performance of the implementing agent in 2020/21. The allocation over the 2023/24 MTEF is to cater for the completion of these project as the new contractor was appointed. These projects will be completed over the 2023/24 MTEF.

*Machinery and equipment* shows an increasing trend from 2019/20 to 2021/22 due to its cyclical nature. The increase in 2020/21 relates to 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 was used by various districts and municipalities in the province. The increase in 2021/22 was due to the purchase of 300 laptops which were ordered in 2020/21 but delivered and paid for in 2021/22, as explained. Furthermore, this increase was linked to the purchase of two VW panel-vans to be used for community outreach programmes, as mentioned. The increase from the 2022/23 Main to the Adjusted Appropriation is due to the re-classification of funds relating to cell phone contracts which were budgeted for under *Goods and services* instead of *Machinery and equipment*. The allocations over the 2023/24 MTEF cater for the purchase of office furniture for vacant funded posts to be filled, as well as purchase of vehicles and other equipment.

*Payments for financial assets* relates to the write-off of staff debts in 2019/20 and 2021/22.

## 7.4 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 2023/24 MTEF, namely the HSDG, EPWP Integrated Grant for Provinces and the ISUPG. The EPWP Integrated Grant for Provinces receives funding up to 2023/24, while the HSDG and the ISUPG receive funding 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, ISU programme, 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		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
Human Settlements Development grant	3 634 357	3 020 733	2 455 018	2 935 224	2 935 224	2 935 224	3 132 253	2 776 615	2 901 007
EPWP Integrated Grant for Provinces	15 040	11 638	7 149	6 499	6 499	6 499	7 669	-	-
Title Deeds Restoration grant	100 612	36 740	-	-	-	-	-	-	-
Provincial Emergency Housing grant	65 148	86 095	106 392	-	325 764	325 764	-	-	-
Informal Settlements Upgrading Part. Grant for Prov.	-	-	714 375	756 868	756 868	756 868	790 226	825 715	862 707
<b>Total</b>	<b>3 815 157</b>	<b>3 155 206</b>	<b>3 282 934</b>	<b>3 698 591</b>	<b>4 024 355</b>	<b>4 024 355</b>	<b>3 930 148</b>	<b>3 602 330</b>	<b>3 763 714</b>

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>Current payments</b>	<b>190 610</b>	<b>158 998</b>	<b>142 755</b>	<b>1 204 483</b>	<b>140 156</b>	<b>152 620</b>	<b>137 580</b>	<b>132 400</b>	<b>132 400</b>
Compensation of employees	96 012	91 821	92 562	87 308	89 808	98 647	86 950	86 950	86 950
Goods and services	94 598	67 177	50 193	1 117 175	50 348	53 973	50 630	45 450	45 450
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>3 612 068</b>	<b>2 993 764</b>	<b>3 130 638</b>	<b>2 493 677</b>	<b>3 883 147</b>	<b>3 870 683</b>	<b>3 787 137</b>	<b>3 467 499</b>	<b>3 628 883</b>
Provinces and municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Departmental agencies and accounts	200 792	130 431	126 148	125 132	130 132	130 132	125 132	125 132	125 132
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	50	-	-	-	-	-	-	-	-
Households	3 325 252	2 759 015	2 933 985	36 454	3 623 376	3 576 825	3 567 716	3 217 728	3 379 112
<b>Payments for capital assets</b>	<b>12 479</b>	<b>2 444</b>	<b>9 541</b>	<b>431</b>	<b>1 052</b>	<b>1 052</b>	<b>5 431</b>	<b>2 431</b>	<b>2 431</b>
Buildings and other fixed structures	12 376	-	8 655	-	-	-	5 000	2 000	2 000
Machinery and equipment	103	2 444	886	431	1 052	1 052	431	431	431
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>3 815 157</b>	<b>3 155 206</b>	<b>3 282 934</b>	<b>3 698 591</b>	<b>4 024 355</b>	<b>4 024 355</b>	<b>3 930 148</b>	<b>3 602 330</b>	<b>3 763 714</b>

As previously mentioned, the HSDG allocation was increased by R151.243 million in 2019/20 for storm damages between December 2018 and January 2019, as well as the roll-over of R50.450 million. The decrease in 2020/21 is attributed to the budget cuts implemented against the HSDG as part of national government's budget reprioritisation to source the R100 billion cut from national departments for the national Covid-19 response. The numbers of units, sites and housing opportunities across all projects were reduced as a result of these budget cuts. The 2021/22 allocation was decreased due to the creation of ISUPG which was from the HSDG. The increases in 2022/23 and over 2023/24 MTEF provide for all housing projects funded from the HSDG, as well as the additional allocations received of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of a disaster allocation under the HSDG, hence the reduction in 2024/25. These funds relate to disasters that occurred during 2019 and 2020 where there were floods and storms, which resulted in damage to houses. The fluctuating trend over the 2023/24 MTEF provides for various housing projects such as rural housing projects

The department receives funding in respect of the EPWP Integrated Grant for Provinces 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 the previous year's achievements and is not allocated beyond 2023/24, at this stage. The 2023/24 allocation will be used to employ 233 people who will undertake work, such as housing enhancement, EPWP skills development programme and the maintenance of hostels. The department does not utilize any equitable share funding for the creation of EPWP jobs.

The department receives funding for the TDRG 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. This grant was absorbed back into the HSDG from 2021/22 onward.

The department received funding for the PEHG in 2019/20. These funds related to 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 R86.095 million was rolled over to 2020/21. The PEHG received an allocation of R106.392 million in the 2021/22 Adjustments Estimate in terms of Government Gazette No. 44 593. In this regard, the department made an application for disaster funding following Tropical Cyclone Eloise in February 2021. This allocation was for the provision of TRUs for 1 592 affected households. This grant received R325.764 million in the 2022/23 Adjustments Estimate following the April 2022 flood disaster and these funds cater for the provision of 4 983 TRUs.

The department received funding of R714.375 million 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 included that at least 15 per cent of the HSDG must be spent on informal settlements upgrading. The new grant was 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 projects budgeted for over the 2023/24 MTEF include the Etete Phase 4 housing project, Empangeni IRDP housing project, Greater Amaoti housing project, Johnstown, Blaauwbosch Laagte and Cavan Phases 2 and 3, 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 high spending in 2019/20 relates to contract posts budgeted for under the Operational Capital (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 increase from the 2022/23 Main to the Adjusted Appropriation relates to a virement undertaken to cater for the appointment of professionals to undertake technical assessments on various flood damage projects. No provision is made for any growth in the outer year and this will be reviewed in the next budget process.

The significant decrease against *Goods and services* in 2020/21 relates to the budget cuts effected against the HSDG conditional grant to fund the Covid-19 response nationally, as mentioned. The increase from 2021/22 to the 2022/23 Main Appropriation and the subsequent decrease to the Adjusted Appropriation was due to the reclassification of funds which was classified under this category in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as explained. These funds were then reclassified to *Transfers and subsidies: to Households*. The 2023/24 MTEF also provides for the management of catalytic projects, the anti-land invasion strategy, etc. The reduction in the outer years is in line with the reduction of the HSDG allocation, which affects OPSCAP funding which is five per cent of the total HSDG allocation, and fees for the management of catalytic projects across the province are one per cent of the total allocation, and these are provided for under this category.

In respect of *Transfers and subsidies*:

- A fluctuating trend against *Provinces and municipalities* from 2019/20 to 2021/22 relates to the transfer to the eThekweni Metro for the CRU programme being re-aligned to the agreement entered into by the department and the eThekweni Metro to transfer funds for the CRU programme. The increase in 2020/21 was mainly due to a shift of the TDRG funds, which were originally budgeted for against *Goods and services* for the appointment of conveyancers to undertake title deeds transfer activities such as township establishment, conveyancing, etc. The decrease from the 2022/23 Main to the Adjusted Appropriation was due to the reclassification of funds which were classified under this category in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as mentioned. The amounts allocated over the 2023/24 MTEF cater mainly for the CRU programme and operational costs for accredited municipalities.
- *Departmental agencies and accounts* relates to transfers to the KZN Housing Fund and the HDA. The high spending 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 the

eThekweni Metro. The increase from the 2022/23 Main to the Adjusted Appropriation relates to the reprioritisation of funding in respect of the April 2022 flood disaster relating to the repairing of flats that were damaged by the disaster. 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 R50 000 in 2019/20 which relates to a donation to Wentworth Organisation of Women 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* reflects the budget for housing programmes as they are budgeted for within this category. The 2019/20 spending includes the additional funds of R151.243 million received for storm damages between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease in 2020/21 was a result of the budget cuts implemented against the HSDG, as mentioned. The 2021/22 amount includes R106.392 million allocated following Tropical Cyclone Eloise in February 2021. The increase from the 2022/23 Main to the Adjusted Appropriation is mainly due to the reclassification of housing-related expenses in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as well as the allocation of R325.764 million in the 2022/23 Adjustments Estimate following the April 2022 flood disaster to cater for the provision of 4 983 TRUs. The fluctuating trend over the 2023/24 MTEF is due to disaster allocations of R397.705 million in 2022/23 and R474.974 million in 2023/24 received in respect of the HSDG, hence the reduction in 2024/25. These funds relate to disasters that occurred during 2019 and 2020 where there were floods and storms, which resulted in damage to houses, as mentioned

*Buildings and other fixed structures* is mainly related to the Social and Economic Amenities programme. The spending in 2019/20 was in respect of the scope of the programme in order to complete the remaining work within Emfihlweni and Sonkombo community hall projects. There was no spending in 2020/21 due to poor performance by the contractor on the Emfihlweni and Sonkombo community hall projects. The spending in 2021/22 was for the finalisation of work which was affected by the poor performance of the implementing agent in 2020/21. The allocations over the 2023/24 MTEF cater for the completion of these project as the new contractor was appointed, as mentioned. These projects will be completed over the 2023/24 MTEF, as mentioned.

*Machinery and equipment* provides for the purchase of furniture and equipment for employees funded from the HSDG. The increase in 2020/21 relates to expenditure incurred in relation to the procurement of vehicle-drawn water tankers to be used in the roll-out of the mass sanitisation of the informal settlements in respect of the Covid-19 interventions, as explained.

## 7.5 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 *2023/24 Estimates of Capital Expenditure (ECE)*.

**Table 8.8 : Summary of infrastructure payments and estimates by category**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Existing infrastructure assets</b>	-	-	-	-	-	-	-	-	-
Maintenance and repair: Current	-	-	-	-	-	-	-	-	-
Upgrades and additions: Capital	-	-	-	-	-	-	-	-	-
Refurbishment and rehabilitation: Capital	-	-	-	-	-	-	-	-	-
<b>New infrastructure assets: Capital</b>	<b>12 376</b>	<b>-</b>	<b>8 655</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5 000</b>	<b>2 000</b>	<b>2 000</b>
<b>Infrastructure transfers</b>	<b>3 342 701</b>	<b>2 795 786</b>	<b>3 144 625</b>	<b>3 565 217</b>	<b>3 755 964</b>	<b>3 575 217</b>	<b>3 659 362</b>	<b>3 342 213</b>	<b>3 503 597</b>
Infrastructure transfers: Current	17 578	32 190	45 505	34 289	44 289	44 289	44 289	44 289	44 289
Infrastructure transfers: Capital	3 325 123	2 763 596	3 099 120	3 530 928	3 711 675	3 530 928	3 615 073	3 297 924	3 459 308
<b>Infrastructure: Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Infrastructure: Leases	25 994	26 888	27 343	24 954	24 954	24 957	24 154	27 717	29 959
<b>Non infrastructure<sup>1</sup></b>	<b>-</b>	<b>-</b>	<b>122 508</b>	<b>126 875</b>	<b>-</b>	<b>126 875</b>	<b>132 985</b>	<b>132 985</b>	<b>132 985</b>
<b>Total</b>	<b>3 381 071</b>	<b>2 822 674</b>	<b>3 303 131</b>	<b>3 717 046</b>	<b>3 780 918</b>	<b>3 727 049</b>	<b>3 821 501</b>	<b>3 504 915</b>	<b>3 668 541</b>
Capital infrastructure	3 337 499	2 763 596	3 107 775	3 530 928	3 711 675	3 530 928	3 620 073	3 299 924	3 461 308
Current infrastructure	43 572	59 078	72 848	59 243	69 243	69 246	68 443	72 006	74 248

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 spending in 2019/20 was in respect of the scope of the programme in order to complete the remaining work with regard to the Emfihlweni and Sonkombo community hall projects. There was no spending in 2020/21 due to poor performance by the contractor on the Emfihlweni and Sonkombo community hall projects, as mentioned. The spending in 2021/22 and the 2023/24 MTEF allocations relate to the finalisation of work which was affected by the poor performance of the implementing agent in 2020/21. These projects will be completed over the 2023/24 MTEF, as mentioned.

The category *Infrastructure transfers* changed 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 low amount 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 increase from 2021/22 onwards was due to the increase in spending of the accredited municipalities which led to an increase in operational costs. The operational costs of accredited municipalities are flat-lined over the 2023/24 due to the fact that these operational costs are paid based on the percentage spent by municipalities and are therefore difficult to accurately budget for.
- *Infrastructure transfers: Capital* comprises transfers relating to capital projects for housing development, including upgrading of informal settlements, rural intervention and CRUs, etc. in respect of the departmental conditional grants. The high amount in 2019/20 was due to additional funds of R151.243 million received for the response to storms between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease in 2020/21 was because of the budget cuts implemented against the HSDG, as mentioned. The increase in 2021/22 was due to additional funding of R106.392 million following Tropical Cyclone Eloise, as explained. The transfers for the CRU programme continue over the MTEF and relate to the Thokoza CRU and Donnelly Road CRU in the eThekweni Metro. The projects provided for against this category include the redevelopment of 2 554 old hostels to CRUs, constructing 650 new CRUs, the ISU programme with over 10 000 serviced sites, rural housing subsidy with 7 803 units, etc. The department received a disaster allocation of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of the HSDG, hence the reduction in 2024/25. These funds relate to disasters that occurred during 2019 and 2020 where there were floods and storms, which resulted in damage to houses.

The category *Infrastructure: Leases* relates to the operational leases for office accommodation leased by the department. The increasing trend over the MTEF relates to inflationary increases, as well as the increase in district offices due to decentralisation. The decentralisation process took place in the prior years and the department now has offices in nearly all districts. The department under-budgeted for operational leases against *Infrastructure: Leases* in 2021/22, 2022/23, as well as 2023/24 and is anticipating to utilise savings from other areas to cover this shortfall. This will be adjusted in-year.

The category *Non infrastructure* reflects funding from 2021/22 onwards to correct the classification in relation to the HSDG infrastructure budget. These allocations cater for items such as operational costs which are not related to infrastructure, including advertising, communication, etc. The increase in the 2022/23 Revised Estimate is to cater for *Compensation of employees* in respect of professionals appointed to deal with the April flood disasters.

## 7.6 Summary of Public Private Partnerships – Nil

## 7.7 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 made from *Transfers and subsidies to: Departmental agencies and accounts*.

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

R thousand	Sub-programme	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
		2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
Transfers to other entities		-	-	-	-	-	-	-	-	-
Transfers to other entities		246 759	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
KZN Housing Fund	4 (all 3 sub-programmes)	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
Wentworth Organisation of Women	3.3 Incremental Interventions	50	-	-	-	-	-	-	-	-
<b>Total</b>		<b>246 759</b>	<b>172 925</b>	<b>166 701</b>	<b>171 965</b>	<b>175 724</b>	<b>175 724</b>	<b>169 849</b>	<b>170 852</b>	<b>172 561</b>

With regard to the KZN Housing Fund, the high spending 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 increase from the 2022/23 Main to the Adjusted Appropriation relates to the reprioritisation of funding in respect of the April 2022 flood disaster to cater for the repairing of flats that were damaged by the disaster. There is steady growth over the MTEF to cater for increased municipal services, as well as rates and taxes for departmental housing properties.

In 2019/20, a donation of R50 000 was made to Wentworth Organisation of Women to cover costs incurred on undertaking door-to-door surveys for possible low-cost housing in Austerville Ward 68, as mentioned.

## 7.8 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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
Category A	53 469	72 045	39 520	327 641	98 320	136 248	64 172	94 522	94 522
Category B	32 325	32 273	30 985	1 915 977	31 319	27 478	30 117	30 117	30 117
Category C	-	-	-	88 473	-	-	-	-	-
Unallocated	180	-	-	-	-	-	-	-	-
<b>Total</b>	<b>85 974</b>	<b>104 318</b>	<b>70 505</b>	<b>2 332 091</b>	<b>129 639</b>	<b>163 726</b>	<b>94 289</b>	<b>124 639</b>	<b>124 639</b>

**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		
		2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
Accredited municipalities	3.2 Financial Intervention	17 758	32 190	45 505	34 289	44 289	44 289	44 289	44 289	44 289
CRU programme	3.4 Social & Rental Intervention	-	51 501	25 000	45 000	85 350	85 350	50 000	80 350	80 350
HSDG	3.4 All Interventions	-	-	-	1 532 962	-	34 087	-	-	-
ISUPG	3.4 Incremental Interventions	-	-	-	719 840	-	-	-	-	-
Rates and taxes	3.4 Social & Rental Intervention	379	524	-	-	-	-	-	-	-
Title Deeds Restoration grant	3.2 Financial Intervention	67 837	20 103	-	-	-	-	-	-	-
<b>Total</b>		<b>85 974</b>	<b>104 318</b>	<b>70 505</b>	<b>2 332 091</b>	<b>129 639</b>	<b>163 726</b>	<b>94 289</b>	<b>124 639</b>	<b>124 639</b>

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

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 the Thokoza CRU and Donnelly Road CRU in the eThekweni Metro, where the construction of units commenced in 2021/22. The MTEF caters for transfers in respect of the CRU programme to the eThekweni Metro only.

Categories A and B: The department provides transfers for title deeds restoration, municipal rates and taxes, as well as operational costs of accredited municipalities including eThekweni, Ugu, uMgungundlovu, uThukela, Zululand, iLembe, Amajuba and King Cetshwayo, among others.

## 7.9 Transfers and subsidies

Table 8.12 provides a summary of transfers and subsidies per programme, as 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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>1. Administration</b>	<b>2 478</b>	<b>1 437</b>	<b>2 600</b>	<b>639</b>	<b>1 898</b>	<b>3 392</b>	<b>667</b>	<b>696</b>	<b>728</b>
Provinces and municipalities	95	123	132	157	157	157	164	171	179
Motor vehicle licences	95	123	132	157	157	157	164	171	179
Households	2 383	1 314	2 468	482	1 741	3 235	503	525	549
Staff exit costs	1 926	1 113	1 399	-	824	2 318	-	-	-
Donations	25	-	609	-	600	600	-	-	-
Bursaries	432	201	460	482	317	317	503	525	549
<b>2. Housing Needs, Research and Planning</b>	<b>21</b>	<b>76</b>	<b>678</b>	<b>-</b>	<b>130</b>	<b>130</b>	<b>-</b>	<b>-</b>	<b>-</b>
Households	21	76	678	-	130	130	-	-	-
Staff exit costs	21	76	678	-	130	130	-	-	-
<b>3. Housing Development</b>	<b>3 472 745</b>	<b>2 869 662</b>	<b>3 009 950</b>	<b>2 368 545</b>	<b>3 755 811</b>	<b>3 743 347</b>	<b>3 662 005</b>	<b>3 342 367</b>	<b>3 503 751</b>
Provinces and municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Op. costs for accredited municipalities (HSDG)	17 758	32 190	44 516	34 289	44 289	44 289	44 289	44 289	44 289
Human Settlements Development grant	-	-	-	1 532 962	-	34 087	-	-	-
ISU Partnership grant	-	-	-	719 840	-	-	-	-	-
CRU programme (HSDG)	-	51 500	25 000	45 000	85 350	85 350	50 000	80 350	80 350
Title Deeds Restoration grant	67 837	20 104	-	-	-	-	-	-	-
Rates and taxes for Sec. 21 properties (HSDG)	379	524	989	-	-	-	-	-	-
Non-profit institutions	50	-	-	-	-	-	-	-	-
Donation	50	-	-	-	-	-	-	-	-
Households	3 386 721	2 765 344	2 939 445	36 454	3 626 172	3 579 621	3 567 716	3 217 728	3 379 112
Staff exit costs	548	1 485	2 057	-	519	519	-	-	-
Claims against the state	-	-	3	-	2	2	-	-	-
Staff exit costs (TDRG)	-	36	-	-	-	-	-	-	-
Staff exit costs (HSDG)	402	36	170	154	154	154	154	154	154
Donations (Equitable Share)	-	-	-	-	2 275	2 275	-	-	-
EPWP Integrated Grant for provinces	-	2 884	1 864	-	-	-	2 489	-	-
Informal Sett. Upgrading Part. Grant for Prov.	-	-	709 707	-	756 868	756 868	790 226	825 715	825 715
Provincial Emergency Housing grant	65 148	86 095	106 392	-	325 764	325 764	-	-	-
Human Settlements Development grant	3 320 623	2 674 808	2 119 252	36 300	2 540 590	2 494 039	2 774 847	2 391 859	2 553 243
of which:									
FLISP	-	-	30 612	36 300	36 009	36 009	36 300	36 300	36 300
Rectification of RDP stock	-	-	156 447	-	151 608	139 492	181 356	196 404	169 594
IRDP	-	-	410 370	-	414 722	368 628	527 715	702 396	808 957
Rural subsidy communal land right	-	-	1 245 250	-	1 295 297	1 295 297	1 221 398	1 168 396	1 192 038
Others	3 320 623	2 674 808	276 573	-	642 954	654 613	808 078	288 363	346 354
<b>4. Housing Asset Management</b>	<b>246 709</b>	<b>172 925</b>	<b>166 701</b>	<b>171 965</b>	<b>175 724</b>	<b>175 724</b>	<b>169 849</b>	<b>170 852</b>	<b>172 561</b>
Departmental agencies and accounts	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
Equitable Share	43 417	42 193	40 553	46 833	45 592	45 592	44 717	45 720	47 429
Title Deeds Restoration grant	10 160	-	-	-	-	-	-	-	-
Human Settlements Development grant	193 132	130 732	126 148	125 132	130 132	130 132	125 132	125 132	125 132
<b>Total</b>	<b>3 721 953</b>	<b>3 044 100</b>	<b>3 179 929</b>	<b>2 541 149</b>	<b>3 933 563</b>	<b>3 922 593</b>	<b>3 832 521</b>	<b>3 513 915</b>	<b>3 677 040</b>

With regard to Programme 1:

- *Provinces and municipalities* in Programme 1 relates to motor vehicle licence fees.
- *Households* pertains to staff exit costs, donations and bursaries paid to external students in qualifications such as Civil Engineering, Construction Management, Town and Regional Planning, Geographic and Environmental Studies, etc. The spending 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. The increase in 2021/22 relates to unanticipated staff exit costs, donations of school uniforms to needy children for three schools in the Dundee area in the Endumeni Municipality, as well as donations of furniture such as beds, a kitchenette, etc. which was donated to needy beneficiaries identified through OSS. The increase in the 2022/23 Adjusted Appropriation was to cater for higher than anticipated staff exit costs, a donation made towards the funeral of an employee who was shot while performing his duties and for



the costs of furniture such as beds, a kitchenette, etc. which were donated to needy beneficiaries identified through OSS. The 2023/24 MTEF allocations provide for external bursaries.

Spending against *Households* from 2020/21 to 2022/23 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 in respect of an allowance that was not paid to the employee. This category is not budgeted for over the 2023/24 MTEF.

With regard to Programme 3:

- A fluctuating trend against *Provinces and municipalities* from 2019/20 to 2021/22 relates to the transfer to the eThekweni Metro for the CRU programme being re-aligned to the agreement entered into by the department and the eThekweni Metro to transfer funds for the CRU programme. The increase in 2020/21 was mainly due to a shift of the TDRG funds, which were originally budgeted for against *Goods and services* for the appointment of conveyancers to undertake title deeds transfer activities such as township establishment, conveyancing, etc. The decrease from the 2022/23 Main to the Adjusted Appropriation was due to the reclassification of funds which was classified under this category in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as mentioned. The amount allocated over the 2023/24 MTEF is mainly for the CRU programme and operational costs for accredited municipalities, as mentioned.
- The amount of R50 000 against *Non-profit institutions* in 2019/20 relates to a donation to Wentworth Organisation of Women, as mentioned.
- *Households* reflects the budget for housing programmes as they are budgeted for within this category. The 2019/20 spending includes the additional funds of R151.243 million received for storm damages between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease in 2020/21 was a result of the budget cuts implemented against the HSDG, as mentioned. The 2021/22 spending includes R106.392 million allocated following Tropical Cyclone Eloise in February 2021. The increase from the 2022/23 Main to the Adjusted Appropriation is mainly due to the reclassification of housing-related expenses in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as well as the allocation of R325.764 million in the 2022/23 Adjustments Estimate following the April 2022 flood disaster to cater for the provision of 4 983 TRUs. The fluctuating trend over the 2023/24 MTEF is due to disaster allocations of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of the HSDG, hence the reduction in 2024/25. These funds relate to disasters that occurred during 2019 and 2020 where there were floods and storms, which resulted in damage to houses, as mentioned

With regard to *Departmental agencies and accounts* in Programme 4, which relates to the KZN Housing Fund, the high transfer 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 increase from the 2022/23 Main to the Adjusted Appropriation relates to the reprioritisation of funding in respect of the April 2022 flood disaster to cater for the repairing of flats that were damaged by the disaster. There is steady growth over the MTEF to cater for increased municipal services, as well as rates and taxes for departmental housing properties, as mentioned.

## 8. 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*.

### 8.1 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 2019/20 to 2025/26. 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*. Also, the department implemented a portion of the 2023/24 MTEF budget cuts of R4.125 million, R1.668 million and R2.936 million under this programme against *Compensation of employees*.

**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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
1. Corporate Services	231 590	236 079	271 188	246 558	257 217	257 217	236 172	249 133	259 017
<b>Total</b>	<b>231 590</b>	<b>236 079</b>	<b>271 188</b>	<b>246 558</b>	<b>257 217</b>	<b>257 217</b>	<b>236 172</b>	<b>249 133</b>	<b>259 017</b>

**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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>225 219</b>	<b>232 680</b>	<b>254 638</b>	<b>242 005</b>	<b>249 139</b>	<b>247 645</b>	<b>229 153</b>	<b>241 805</b>	<b>251 360</b>
Compensation of employees	139 859	143 494	152 674	157 813	152 801	151 307	149 271	151 714	152 503
Goods and services	85 360	89 186	101 964	84 192	96 338	96 338	79 882	90 091	98 857
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>2 478</b>	<b>1 437</b>	<b>2 600</b>	<b>639</b>	<b>1 898</b>	<b>3 392</b>	<b>667</b>	<b>696</b>	<b>728</b>
Provinces and municipalities	95	123	131	157	157	157	164	171	179
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	2 383	1 314	2 469	482	1 741	3 235	503	525	549
<b>Payments for capital assets</b>	<b>3 840</b>	<b>1 962</b>	<b>13 950</b>	<b>3 914</b>	<b>6 180</b>	<b>6 180</b>	<b>6 352</b>	<b>6 632</b>	<b>6 929</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	3 840	1 962	13 950	3 914	6 180	6 180	6 352	6 632	6 929
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>53</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>231 590</b>	<b>236 079</b>	<b>271 188</b>	<b>246 558</b>	<b>257 217</b>	<b>257 217</b>	<b>236 172</b>	<b>249 133</b>	<b>259 017</b>

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. This sub-programme caters for items such as leasing of office accommodation, property payments, etc. There is an increasing trend over the 2023/24 MTEF, but the budget is lower than the previous financial years, due to under-budgeting for operational leases and other costs as a result of the effect of the 2021/22 and 2023/24 MTEF budget cuts. The department will review this in-year.

*Compensation of employees* shows a steady increase from 2019/20 to 2021/22 in respect of the annual pay progression. The department has 29 funded vacant posts within this programme, including Director: Rental Housing and Tribunal, Deputy Director: Fleet Services, Assistant Director: Facilities and Administration Officers, among others, and these posts will be filled in 2023/24. The budget over the MTEF allows for the filling of posts as they are already in the establishment, but, due to the 2023/24 budget cuts, pay progression is not provided for and this will be reviewed in-year. The decrease in 2023/24 is as a result of the 2023/24 MTEF budget cuts being implemented against this category and the highest cut being in 2023/24. The growth over the MTEF also caters for the pay progression, as well as medical aid contributions and housing allowances. The budget shows slight growth over the 2023/24 MTEF due to the additional funding received in respect of the 3 per cent cost of living adjustment carry-through which was proportionately allocated against all programmes

*Goods and services* shows an increase in 2020/21 and this was in respect of savings moved to this category to cater for various spending pressures, including publications in newspapers in respect of community projects that the department successfully implemented and that were ready for handover, as well as higher than anticipated costs of branding and display materials by the Communications unit. The increase in

2021/22 was to cater for spending pressures in various items relating to Covid-19. These included PPE, hygiene products, the fumigation of offices, as well as contractors, rental and hiring, etc. Furthermore, funds collected from the sale of units at Ridgeview Gardens in respect of the FLISP development were allocated to this category to cater for pressures from the purchase of 300 computer monitors and docking stations, as discussed. The increase from the 2022/23 Main to the Adjusted Appropriation caters for the community outreach programmes which were under-budgeted for, audit costs for the construction of TRUs for the April 2022 flood disaster which were not budgeted for, payments to Independent Newspapers and the Igunundu Agency to publish advertisements in various newspapers such as the Mercury, Isolezwe and Bayede newspapers, highlighting the department's programmes and achievements on a quarterly basis, which were inadequately budgeted for, as well as the increase in fuel tariffs and costs for maintenance and repairs of government motor vehicles which were under-budgeted for and were high in this year. The MTEF caters for inflationary adjustments, and 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* relates to staff exit costs, donations and external bursaries. The allocations also relate to bursaries issued by the department to external candidates in qualifications such as Civil Engineering, Construction Management, Town and Regional Planning, Geographic and Environmental Studies, etc. The increase from the 2022/23 Main to the Adjusted Appropriation was to cater for unanticipated staff exit costs, a donation made towards the funeral of an employee who was shot while performing his duties and for the costs of furniture such as beds, a kitchenette, etc. which were donated to needy beneficiaries identified through OSS, as mentioned.

*Machinery and equipment* relates to the purchase and replacement of motor vehicles, as well as the purchase of new motor vehicles for districts, as the department has decentralised its offices. The increase in 2021/22 was due to savings moved to this category for the purchase of 300 laptops which were ordered in 2020/21 but delivered and paid for in 2021/22. The 2023/24 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.

## 8.2 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.

Tables 8.15 and 8.16 illustrate payments and budgeted estimates from 2019/20 to 2025/26.

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*. The department did not implement the 2023/24 budget cuts against this programme.

**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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
1. Administration	398	430	527	487	549	549	498	520	543
2. Policy	3 786	4 044	3 444	5 456	4 525	4 525	5 079	5 334	5 570
3. Planning	3 292	3 786	4 103	4 269	4 840	4 840	5 520	5 707	5 960
4. Research	9 600	8 097	9 564	9 442	11 629	11 629	11 333	11 733	12 253
<b>Total</b>	<b>17 076</b>	<b>16 357</b>	<b>17 638</b>	<b>19 654</b>	<b>21 543</b>	<b>21 543</b>	<b>22 430</b>	<b>23 294</b>	<b>24 326</b>

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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>17 044</b>	<b>16 243</b>	<b>16 888</b>	<b>19 654</b>	<b>21 413</b>	<b>21 413</b>	<b>22 430</b>	<b>23 294</b>	<b>24 326</b>
Compensation of employees	14 017	15 609	15 312	17 468	18 890	18 890	19 783	19 841	19 957
Goods and services	3 027	634	1 576	2 186	2 523	2 523	2 647	3 453	4 369
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>21</b>	<b>76</b>	<b>678</b>	<b>-</b>	<b>130</b>	<b>130</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	21	76	678	-	130	130	-	-	-
<b>Payments for capital assets</b>	<b>11</b>	<b>38</b>	<b>45</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	11	38	45	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>27</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>17 076</b>	<b>16 357</b>	<b>17 638</b>	<b>19 654</b>	<b>21 543</b>	<b>21 543</b>	<b>22 430</b>	<b>23 294</b>	<b>24 326</b>

The budget for the sub-programme: Administration over the 2023/24 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, 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 include policies such as the environmental management policy, policy guideline for the Accreditation of Community Resource Organisations, etc. The 2023/24 MTEF allocations grow steadily, despite the budget cuts that were effected the previous MTEF periods, with inflationary growth in the outer year.

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 and 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 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 the 2023/24 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 over the 2023/24 MTEF caters 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 2019/20 to 2021/22 in respect of the annual pay progression. The increase from the 2022/23 Main to the Adjusted Appropriation is due to costs for the newly appointed Director: Transversal Programmes, as well as the wage agreement increment. The budget

shows slight growth over the 2023/24 MTEF due to the additional funding received in respect of the 3 per cent cost of living adjustment carry-through which was proportionately allocated against all programmes.

*Goods and services* shows an increasing trend over the 2023/24 MTEF to cater for inflationary adjustments. The category continues to make provision for capacity building programmes relating to housing consumer and Councillor training over the 2023/24 MTEF.

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

*Machinery and equipment* relates to the purchase of office furniture, and there are no allocations 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 2022/23 EPRE to ensure alignment with the department's 2023/24 APP.

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

Table 6.11 : Service delivery measures: Housing Needs, Research and Planning						
Outputs		Performance indicators	Estimated performance	Medium-term targets		
			2022/23	2023/24	2024/25	2025/26
Planning						
1.1	Spatial transformation through multi-programme integration in priority development	<ul style="list-style-type: none"><li>No. of individuals provided with human settlements consumer education</li><li>No. of catalytic projects in planning</li><li>No. of human settlement development projects planned</li><li>No. of hectares of land procured/proclaimed</li><li>No. of farm residents assistance housing projects in planning</li><li>No. of planned projects completed for upgrading to Phase 3 of the ISUP</li><li>No. of integrated implementation programmes for priority development areas completed per year</li><li>Percentage of investment of total Human Settlements allocation in PDAs</li><li>Percentage of land acquired during 2014-2019 within the PDAs rezoned</li></ul>	<div>10 000</div> <div>5</div> <div>18</div> <div>150</div> <div>2</div> <div>5</div> <div>4</div> <div>19%</div> <div>10%</div>	<div>10 000</div> <div>5</div> <div>25</div> <div>150</div> <div>3</div> <div>5</div> <div>6</div> <div>12%</div> <div>-</div>	<div>10 000</div> <div>5</div> <div>27</div> <div>150</div> <div>3</div> <div>5</div> <div>5</div> <div>13%</div> <div>-</div>	<div>10 000</div> <div>5</div> <div>27</div> <div>150</div> <div>3</div> <div>5</div> <div>5</div> <div>15%</div> <div>-</div>

## 8.3 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 for the department through implementation of projects using various subsidy instruments.

The subsidy instruments implemented by the department are explained as follows:

- Individual subsidy instrument provides access to state assistance where qualifying households wish to acquire an existing house or a vacant serviced residential stand, linked to a house construction contract through an approved mortgage loan.
- Institutional instrument provides capital grants to social housing institutions which construct and manage affordable rental units, among others.
- Consolidation instrument provides for the completion of houses on the serviced sites. Beneficiaries of such stands may apply under this instrument for further assistance to construct a house on their stands or to upgrade or complete a house that they may have constructed from their own resources.
- Disaster management instrument is used for temporary housing for disaster victims until they can be provided with permanent houses, among others.

- Social housing instrument aims at developing affordable rental in areas where bulk infrastructure (sanitation, water and transport) may be under-utilised, therefore improving urban efficiency, etc.
- Rectification instrument was created to facilitate the improvement of state financed residential properties created through state housing programme interventions.
- Social and economic facilities instrument is in line with the policy to establish quality, sustainable human settlements, and it was introduced to fund primary social and economic amenities, where funding is not available from other sources.
- Rural housing stock instrument deals with the rules for housing subsidies in respect of housing development on communal land registered in the name of the state, or which will be held by community members subject to the rules or custom of that community, among others.

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 is significantly impacted on by any fluctuations in the HSDG allocation. This programme also includes the EPWP Integrated Grant for Provinces, TDRG, PEHG as well as the ISUPG. Projects to be implemented include the Vulindlela and Sobonakhona rural housing projects, among others.

The department received disaster allocations of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of the HSDG, hence the reduction in 2024/25, as mentioned. The department implemented the MTEF budget cuts of R6.693 million in 2021/22, R19.696 million in 2022/23 against *Compensation of employees*. The department did not implement the 2023/24 budget cuts against this programme.

Tables 8.18 and 8.19 illustrate a summary of payments and budgeted estimates from 2019/20 to 2025/26.

**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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
1. Administration	90 698	90 946	95 572	111 692	109 355	109 355	109 530	115 948	121 085
2. Financial Interventions	515 234	521 157	427 063	363 456	384 841	428 101	442 745	441 937	416 126
3. Incremental Interventions	1 544 693	1 310 558	1 291 624	1 665 522	1 971 401	1 928 141	1 858 189	1 585 681	1 732 234
4. Social and Rental Interventions	119 759	125 696	198 170	249 184	249 184	249 184	282 684	281 184	298 184
5. Rural Intervention	1 495 600	1 073 740	1 245 249	1 295 297	1 295 297	1 295 297	1 221 398	1 168 396	1 192 038
<b>Total</b>	<b>3 765 984</b>	<b>3 122 097</b>	<b>3 257 678</b>	<b>3 685 151</b>	<b>4 010 078</b>	<b>4 010 078</b>	<b>3 914 546</b>	<b>3 593 146</b>	<b>3 759 667</b>

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>280 708</b>	<b>249 869</b>	<b>238 020</b>	<b>1 316 075</b>	<b>253 059</b>	<b>265 523</b>	<b>247 009</b>	<b>247 802</b>	<b>252 939</b>
Compensation of employees	180 693	177 451	183 428	194 199	189 104	197 943	191 483	193 274	196 333
Goods and services	100 015	72 418	54 592	1 121 876	63 955	67 580	55 526	54 528	56 606
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>3 472 745</b>	<b>2 869 662</b>	<b>3 009 950</b>	<b>2 368 545</b>	<b>3 755 811</b>	<b>3 743 347</b>	<b>3 662 005</b>	<b>3 342 367</b>	<b>3 503 751</b>
Provinces and municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	50	-	-	-	-	-	-	-	-
Households	3 386 721	2 765 344	2 939 445	36 454	3 626 172	3 579 621	3 567 716	3 217 728	3 379 112
<b>Payments for capital assets</b>	<b>12 519</b>	<b>2 566</b>	<b>9 705</b>	<b>531</b>	<b>1 208</b>	<b>1 208</b>	<b>5 532</b>	<b>2 977</b>	<b>2 977</b>
Buildings and other fixed structures	12 376	-	8 655	-	-	-	5 000	2 000	2 000
Machinery and equipment	143	2 566	1 050	531	1 208	1 208	532	977	977
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>12</b>	<b>-</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>3 765 984</b>	<b>3 122 097</b>	<b>3 257 678</b>	<b>3 685 151</b>	<b>4 010 078</b>	<b>4 010 078</b>	<b>3 914 546</b>	<b>3 593 146</b>	<b>3 759 667</b>

The sub-programme: Administration provides for administration of human settlement development projects, managing of personnel and financial administration. The sub-programme reflects an increasing trend over the 2023/24 MTEF. 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' housing project, etc. be allocated back to them, with R5.476 million allocated in 2020/21, R5.476 million in 2021/22 and R5.477 million in 2022/23. These funds are allocated under Programme 3 to the Youth Directorate. This will be reviewed in-year and the department will utilise savings from other areas to cater for the FLISP communication strategy over the MTEF. The outer years show an increase due to the fact that savings identified against Programme 4 in 2023/24 from vacant funded posts which will no longer be filled, are allocated to this programme following a decision to fill the critical posts of Construction Project Managers on a permanent basis, as most of these posts are filled on contract utilising the OPSCAP allocation.

The Financial Interventions sub-programme provides for financial support to procure services relating to housing delivery such as the National Home Builders Registration Council (NHBRC), FLISP, rectification of post-1994 houses, EPWP programme with the conditional grant, as well as OPSCAP, among others, and these are catered for over the MTEF. The subsidy instruments implemented under this sub-programme include, among others, the procurement of land for housing development, the operational costs for accredited municipalities, project home enrolment fees with the NHBRC, OPSCAP within the HSDG, implementation of the anti-land invasion strategy, etc. The decreasing trend is from the rectification of post 1994 housing stock, as currently over the MTEF there are no new projects to be rectified. The high Revised Estimate is due to the appointment of professionals to undertake technical assessments on various flood damage projects.

The Incremental Interventions sub-programme contributes towards achievement of Outcome 8 targets and ensuring sustainable human settlements. The subsidy instruments implemented include the ISU programme, IRDP, emergency housing assistance, etc. The ISU programme includes major projects, such as 200 units in Greater Amaoti, 2 259 units in Madundube, 949 units in Driefontein, 6 200 units in uMlazi extension of Part 4, as well as 8 985 units in Johnstown, Blaauwbosch Laagte and Cavan Phase 1, which will be implemented over the MTEF. The department received disaster allocations of R397.705 million in 2022/23 and R474.974 million in 2023/24 in respect of the HSDG, hence the reduction in 2024/25, as mentioned. The decrease from the Adjusted Appropriation to the Revised Estimate is as a result of the fact that most urban projects are delayed because of challenges experienced by district and local municipalities in the provision of bulk infrastructure like roads upgrades, bulk water supply and sewer line upgrades, as well as delays because of poor performance by developer contractors failing to complete bulks services on time.

The sub-programme: Social and Rental Interventions provides for the CRU programme which aims to create a sustainable, affordable and secure rental housing option for households. Over the 2023/24 MTEF, a major focus in the CRU programme continues to be on the redevelopment of old hostels to CRUs and the construction of new CRU projects in four municipalities where 2 154 units are planned to be constructed, as explained. In 2023/24, the department is planning to build a total of 535 new CRU units in the Msunduzi, Newcastle, Greater Kokstad, uBuhlebezwe, eThekweni and uMvoti Municipalities. The programme provides for projects such as the construction of new CRUs, the refurbishment of existing CRUs, hostel upgrades, including the Kokstad CRU, Rocky Park hostel upgrades in iLembe, Jika Joe in Msunduzi, Newcastle N11 in Amajuba, etc. The 535 new CRU units are made up of 60 units in Kokstad, 25 units in uBuhlebezwe, 100 units in Kokstad, 100 units in eThekweni (hostels), 50 units in Donnelly Road, as well as 300 units in Newcastle N11.

The sub-programme: Rural Intervention provides for housing needs that are implemented utilising the rural housing subsidy, which entails extending the benefits of the housing subsidy scheme to those individuals living in areas referred to as rural areas where they enjoy functional security of tenure to the land they occupy as opposed to legal security of tenure. This land is normally in rural areas, belongs to the state and is governed by traditional authorities. The projects that are budgeted for over the 2023/24 MTEF period include projects with current contractual commitments, projects which contribute to medium to high density development (e.g. Breaking New Ground) that promote integrated development, as well as projects that benefit the elderly, military veterans, people living with disabilities and child headed households. All new contracts for housing unit projects will be critically assessed in order to determine the urgency and needs thereof. Where urgent intervention is required, the OSS programme is then used to fast track the delivery of

houses. The allocations over the MTEF also cater for rural housing projects, as well as OSS. The rural housing projects include the KwaXolo Phase 1 and the Ubuhleбомzinyathi Phase 2 rural housing projects. The reduction from 2023/24 to 2024/25 is due to the focus of the department being on eradicating informal settlements and implementing urban projects.

The 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 budget shows slight growth over the 2023/24 MTEF due to the department having received additional funding for the wage increment over the MTEF, and has provided for the 1.5 per cent pay progression, as well as the filling of some critical posts. The department has 27 funded vacant posts within this programme, including Deputy Director: Administration Support, Administrative Officer and Control Works Inspector, among others, and these posts will be filled in 2023/24. The additional funding received in respect of the 3 per cent cost of living adjustment carry-through was proportionately allocated against all programmes.

*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 EPWP Integrated Grant for Provinces is not allocated beyond 2023/24, at this stage. The department allocates 1 per cent of the HSDG for the management of catalytic projects by HDA. The significant decrease from the 2022/23 Main to the Adjusted Appropriation is due to the reclassification of housing-related expenses from this category to *Transfers and subsidies to: Households*, to reverse the attempt to implement the Transition Guide on Classification of Expenditure for Human Settlements Departments, as explained. The 2023/24 MTEF also provides for the management of catalytic projects, the anti-land invasion strategy, etc.

With regard to *Transfers and subsidies*:

- *Provinces and municipalities* shows a significant increase in the 2022/23 Main Appropriation mainly due to the reclassification of housing-related expenses from *Transfers and subsidies to: Households*, to align it with the ERF and SCOA expenses in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments, as explained. The municipalities are responsible for the projects and the department transfers funds to the municipalities which are responsible and accountable for the construction of houses to be distributed to the beneficiaries. This is a correction of the budget, rather than reprioritisation, as explained. This category also caters for the 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.
- *Non-profit institutions* reflects an allocation of R50 000 in 2019/20 which relates to a donation to Wentworth Organisation of Women, as explained.
- *Households* provides for the bulk of the housing programmes. The 2019/20 amount includes the additional funds of R151.243 million received for storm damages between December 2018 and January 2019, as well as the roll-over of R50.450 million, as mentioned. The decrease in 2020/21 was a result of the budget cuts implemented against the HSDG, as mentioned. Although the spending decreases in 2020/21, 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, as well as a provincial roll-over of R86.095 million in respect of the PEHG, as mentioned, but the grants saw significant cuts over the 2020/21 MTEF. The 2021/22 amount includes R106.392 million allocated following Tropical Cyclone Eloise in February 2021. The increase from the 2022/23 Main to the Adjusted Appropriation is mainly due to the reclassification of housing-related expenses in implementing the Transition Guide on Classification of Expenditure for Human Settlements Departments. These funds were moved from *Goods and services* and *Transfers and subsidies to: Provinces and municipalities*, as mentioned.

*Buildings and other fixed structures* is mainly related to the Social and Economic Amenities programme. The spending in 2019/20 was in respect of the Emfihlweni and Sonkombo community hall projects. There is no spending in 2020/21 due to poor performance by the contractor on the Emfihlweni and Sonkombo community hall projects. The legal section of the department gave the go ahead for the department to terminate the contract and appoint contractors from the database to complete both community hall projects.



The spending in 2021/22 relates to the finalisation of work which was affected by the poor performance of the implementing agent in 2020/21. The allocations over the 2023/24 MTEF cater for the completion of these projects as the new contractor was appointed.

*Machinery and equipment* includes the purchase of office furniture and equipment, as well as the purchase of vehicles.

### 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 2023/24 APP.

**Table 8.20 : Service delivery measures: Housing Development**

Outputs	Performance indicators	Estimated performance	Medium-term targets		
		2022/23	2023/24	2024/25	2025/26
1.1 Adequate housing and improved quality living environment	• No. of Breaking New Ground (BNG) houses delivered	11 351	12 611	10 906	10 312
	• No. of serviced sites delivered	9 244	5 575	7 608	10 151
	• No. of households that received subsidies through FLISP	594	653	718	768
	Community Residential Units	650	535	661	531
Social Housing Units	• No. of rental social housing units delivered	200	-	-	-
	• No. of informal settlements upgraded to Phase 3 of the Upgrading of Informal Settlements (ISU) programme	2	2	2	2
1.2 Economically transformed human settlements sector	• No. of FTEs created	1 500	1 600	1 700	1 800
	• No. of work opportunities created through related programmes	5 700	5 800	5 900	6 000
	• No. of targeted persons day of work	345 000	368 000	391 000	414 000
	• No. of EPWP beneficiaries provided with accredited training	250	250	300	300
1.3 Companies of designated groups trained	• No. of designated group companies trained	120	140	150	180
1.4 Social housing institutions accredited	• No. of social housing institutions accredited	3	3	3	3
1.5 Improved Security of Tenure	• No. of post-1994 title deeds registered	2 554	5 025	4 566	7 444
	• No. of new title deeds registered	778	1 459	844	1 244
	• No. of post-2014 title deeds registered	60	170	-	-
1.6 Densely populated settlements sanitised	• No. of densely populated settlements sanitised	40	-	-	-

## 8.4 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. The EEDBS policy was introduced to assist persons to acquire state financed rental housing, and to assist existing sales debtors to settle the balance on purchase prices of properties acquired from the public sector or to repay publicly financed credit that had been used for housing purposes. It awards subsidies and discounts to qualifying beneficiaries, thereby reducing their debt on properties which assists to fast track the transfer process.

Some of the aforementioned properties will also be devolved to municipalities. In cases where a transfer is not possible, such stock will remain rental stock and will be rented out to low income groups. 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. 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*. Also, the department implemented a portion of the 2023/24 MTEF budget cuts of R1.096 million, R443 000 and R780 000 under this programme against *Transfers and subsidies to: Departmental agencies and accounts*.

Tables 8.21 and 8.22 give a summary of payments and budgeted estimates pertaining to this programme. The overall MTEF allocation shows the effects of the implementation of the EEDBS policy, as explained in greater detail below. The budget shows slight growth over the 2023/24 MTEF due to the additional funding received in respect of the 3 per cent cost of living adjustment carry-through which was also allocated 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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
1. Administration	43 417	42 193	40 553	46 833	45 592	45 592	44 717	45 720	47 429
2. Sale and Transfer of Housing Properties	64 188	58 675	57 509	61 932	61 932	61 932	61 932	61 932	61 932
3. Housing Properties Maintenance	139 104	72 057	68 639	63 200	68 200	68 200	63 200	63 200	63 200
<b>Total</b>	<b>246 709</b>	<b>172 925</b>	<b>166 701</b>	<b>171 965</b>	<b>175 724</b>	<b>175 724</b>	<b>169 849</b>	<b>170 852</b>	<b>172 561</b>

**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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>246 709</b>	<b>172 925</b>	<b>166 701</b>	<b>171 965</b>	<b>175 724</b>	<b>175 724</b>	<b>169 849</b>	<b>170 852</b>	<b>172 561</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>246 709</b>	<b>172 925</b>	<b>166 701</b>	<b>171 965</b>	<b>175 724</b>	<b>175 724</b>	<b>169 849</b>	<b>170 852</b>	<b>172 561</b>

The sub-programme: Administration provides for the management of Ex-Natal Provincial Administration and Own Affairs stock. The 2023/24 MTEF caters for inflationary adjustments.

The sub-programme: Sale and Transfer of Housing Properties provides for the transfer of rental housing stock to qualifying beneficiaries, such as low income earners, in terms of the EEDBS. There is no growth over the 2023/24 MTEF and this will be reviewed in-year.

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. There is no growth over the 2023/24 MTEF and this will be reviewed in-year.

### 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 2023/24 APP.

**Table 8.23 : Service delivery measures: Housing Asset Management**

Outputs	Performance indicators	Estimated performance	Medium-term targets			
		2022/23	2023/24	2024/25	2025/26	
1. Improved Security of Tenure	<ul style="list-style-type: none"> <li>No. of pre-1994 title deeds registered</li> <li>No. of rental units sold to beneficiaries</li> </ul>	1 645	2 102	7 098	9 398	
Adequate housing and improved quality living environment	<ul style="list-style-type: none"> <li>No. of rental units maintained</li> <li>No. of units rectified for pre-1994 stock</li> <li>No. of land parcels devolved to municipalities for human settlements development in terms of Section 15 of the Housing Act, 1997</li> </ul>	150	100	100	100	
		300	300	300	300	
		250	300	250	250	
		100	100	100	100	
2. Improved good governance	<ul style="list-style-type: none"> <li>No. of debtors reduced</li> </ul>	200	200	200	200	

## 9. Other programme information

### 9.1 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 Estimate						Average annual growth over MTEF		
	2019/20		2020/21		2021/22		2022/23				2023/24		2024/25		2025/26		2022/23 - 2025/26		
	Pers nos <sup>1</sup>	Costs	Pers nos <sup>1</sup>	Costs	Pers nos <sup>1</sup>	Costs	Filled posts	Addit. posts	Pers nos <sup>1</sup>	Costs	Pers nos <sup>1</sup>	Costs	Pers nos <sup>1</sup>	Costs	Pers nos <sup>1</sup>	Costs	Pers. growth rate	Costs growth rate	% of Total
<b>R thousands</b>																			
<b>Salary level</b>																			
1 – 7	236	24 554	223	74 022	216	73 905	218	14	232	81 811	221	69 976	221	70 249	221	71 364	(1.6%)	(4.5%)	20.3%
8 – 10	272	193 894	232	123 694	246	157 108	271	-	271	164 351	283	164 685	283	167 448	283	169 377	1.5%	1.0%	45.5%
11 – 12	83	74 436	85	87 289	58	68 352	63	-	63	67 576	68	68 483	68	69 361	68	69 495	2.6%	0.9%	18.7%
13 – 16	32	37 967	35	42 219	34	41 329	34	1	35	41 756	35	43 846	36	44 291	36	45 083	0.9%	2.6%	11.9%
Other	37	3 718	40	9 330	39	10 720	44	16	60	12 646	69	13 547	69	13 480	68	13 474	4.3%	2.1%	3.6%
<b>Total</b>	<b>660</b>	<b>334 569</b>	<b>615</b>	<b>336 554</b>	<b>593</b>	<b>351 414</b>	<b>630</b>	<b>31</b>	<b>661</b>	<b>368 140</b>	<b>676</b>	<b>360 537</b>	<b>677</b>	<b>364 829</b>	<b>676</b>	<b>368 793</b>	<b>0.8%</b>	<b>0.1%</b>	<b>100.0%</b>
<b>Programme</b>																			
1. Administration	336	139 859	306	143 494	292	152 674	310	23	333	151 307	349	149 271	349	151 714	349	152 503	1.6%	0.3%	41.3%
2. Housing Needs, Research and Planning	25	14 017	25	15 609	22	15 312	28	-	28	18 890	31	19 783	31	19 841	30	19 957	2.3%	1.8%	5.3%
3. Housing Development	299	180 693	284	177 451	279	183 428	292	8	300	197 943	296	191 483	297	193 274	297	196 333	(0.3%)	(0.3%)	53.3%
4. Housing Asset Management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>660</b>	<b>334 569</b>	<b>615</b>	<b>336 554</b>	<b>593</b>	<b>351 414</b>	<b>630</b>	<b>31</b>	<b>661</b>	<b>368 140</b>	<b>676</b>	<b>360 537</b>	<b>677</b>	<b>364 829</b>	<b>676</b>	<b>368 793</b>	<b>0.8%</b>	<b>0.1%</b>	<b>100.0%</b>
<b>Employee dispensation classification</b>																			
PSA appointees not covered by OSDs	564	294 748	519	294 825	488	301 128	525	15	540	318 211	571	308 411	572	312 703	571	314 331	1.9%	(0.4%)	85.8%
Legal Professionals	8	5 744	8	6 119	8	6 456	8	-	8	6 456	8	6 740	8	6 740	8	7 042	-	2.9%	1.8%
Social Services Professions	11	3 346	11	3 464	11	3 655	11	-	11	3 655	11	3 816	11	3 816	11	3 987	-	2.9%	1.0%
Engineering Professions and related	34	25 280	31	21 072	41	27 615	36	-	36	36 747	11	26 102	11	26 169	11	27 341	(32.6%)	(9.4%)	8.2%
Educators and related professionals	6	1 733	6	1 744	6	1 840	6	-	6	1 840	6	1 921	6	1 921	7	2 618	5.3%	12.5%	0.6%
Others (interns, EPWP, learnerships)	37	3 718	40	9 330	39	10 720	44	16	60	12 321	69	13 547	69	13 480	68	13 474	4.3%	122.0%	2.6%
<b>Total</b>	<b>660</b>	<b>334 569</b>	<b>615</b>	<b>336 554</b>	<b>593</b>	<b>351 414</b>	<b>630</b>	<b>31</b>	<b>661</b>	<b>368 140</b>	<b>676</b>	<b>360 537</b>	<b>677</b>	<b>364 829</b>	<b>676</b>	<b>368 793</b>	<b>0.8%</b>	<b>0.1%</b>	<b>100.0%</b>

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

The personnel numbers show an increasing trend from 2019/20 to 2020/21. 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 were filled on a contractual basis as they are linked to projects. In this regard, the department did not provide for growth for these posts, but the allocations are kept constant and do not provide adequately for the 1.5 per cent pay progression over the MTEF. This will be reviewed by the department in the next budget process. The budget shows slight growth over the 2023/24 MTEF due to the additional funding received in respect of the 3 per cent cost of living adjustment carry-through which was proportionately allocated against all four programmes.

The allocations decrease from 2022/23 to 2023/24 and remain constant in 2024/25 due to the budget cuts attributed to efforts to reduce the headcount numbers of government. The department has provided for medical aid contributions and housing allowances. The department has a total of 93 funded vacant posts, including Director: Rental Housing and Tribunal, Deputy Director: Fleet Services, Assistant Director: Facilities, Administration Officers, Deputy Director: Administration Support, Administrative Officer and Control Works Inspector, among others, and these posts will be filled in 2023/24 as there is sufficient budget to fill them. The department is considering removing and merging some of the lower level posts that may become vacant over the MTEF such as Drivers, Administration Clerks and Assistant Directors, among

others, where possible. The criticality of each post and the impact of removing or merging that post will be assessed as and when each post becomes vacant over the MTEF.

The department is still in the process of reprioritising posts in line with the budget for the new organisational structure which is being finalised and will be implemented over the 2023/24 MTEF.

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 who are appointed on a contract basis, as and when required.

## 9.2 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 training under Programme 3. The department will review the 2023/24 MTEF budget in-year.

**Table 8.25 : Information on training: Human Settlements**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
Number of staff	660	615	593	661	661	661	676	677	676
Number of personnel trained	215	46	208	960	960	960	960	960	960
of which									
Male	106	20	65	463	463	463	463	463	463
Female	109	26	143	497	497	497	497	497	497
Number of training opportunities	25	47	28	32	32	32	37	37	37
of which									
Tertiary	2	9	2	5	5	5	5	5	5
Workshops	1	1	1	4	4	4	4	4	4
Seminars	1	8	1	2	2	2	2	2	2
Other	21	29	24	21	21	21	26	26	26
Number of bursaries offered	15	12	13	18	18	18	18	18	18
Number of interns appointed	43	32	33	30	30	30	30	30	30
Number of learnerships appointed	-	-	20	15	15	15	15	15	15
Number of days spent on training	626	360	573	700	700	700	800	800	800
<b>Payments on training by programme</b>									
1. Administration	635	54	603	1 083	1 083	1 083	1 317	1 375	1 437
2. Housing Needs, Research and Planning	-	-	-	522	119	119	517	581	620
3. Housing Development	4 323	2 854	994	210	8 558	7 597	3 648	210	210
4. Housing Asset Management	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>4 958</b>	<b>2 908</b>	<b>1 597</b>	<b>1 815</b>	<b>9 760</b>	<b>8 799</b>	<b>5 482</b>	<b>2 166</b>	<b>2 267</b>

## ANNEXURE – 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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Tax receipts</b>	-	-	-	-	-	-	-	-	-
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	-	-	-	-	-	-	-	-	-
<b>Sale of goods and services other than capital assets</b>	<b>415</b>	<b>372</b>	<b>368</b>	<b>460</b>	<b>460</b>	<b>459</b>	<b>380</b>	<b>402</b>	<b>420</b>
Sale of goods and services produced by department (excluding capital assets)	415	372	368	460	460	459	380	402	420
Sale by market establishments	199	185	172	250	250	249	161	173	181
Administrative fees	-	-	-	-	-	-	-	-	-
Other sales	216	187	196	210	210	210	219	229	239
Of which									
Commission Insurance	183	187	186	194	194	194	203	212	221
Sale of tender documents	-	-	-	16	16	16	16	17	18
Other	33	-	10	-	-	-	-	-	-
Sale of scrap, waste, arms and other used current goods (excluding capital assets)	-	-	-	-	-	-	-	-	-
<b>Transfers received from:</b>	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments	-	-	-	-	-	-	-	-	-
International organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
<b>Fines, penalties and forfeits</b>	-	-	-	-	-	-	-	-	-
<b>Interest, dividends and rent on land</b>	<b>13 318</b>	<b>38</b>	<b>8</b>	<b>21</b>	<b>21</b>	<b>20</b>	<b>22</b>	<b>23</b>	<b>24</b>
Interest	13 318	38	8	21	21	20	22	23	24
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Sale of capital assets</b>	<b>6 229</b>	<b>2 806</b>	<b>3 651</b>	<b>710</b>	<b>710</b>	<b>1 260</b>	<b>741</b>	<b>774</b>	<b>809</b>
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Other capital assets	6 229	2 806	3 651	710	710	1 260	741	774	809
<b>Transactions in financial assets and liabilities</b>	<b>1 123</b>	<b>2 429</b>	<b>2 664</b>	<b>3 700</b>	<b>3 700</b>	<b>5 943</b>	<b>1 863</b>	<b>1 937</b>	<b>2 024</b>
<b>Total</b>	<b>21 085</b>	<b>5 645</b>	<b>6 691</b>	<b>4 891</b>	<b>4 891</b>	<b>7 682</b>	<b>3 006</b>	<b>3 136</b>	<b>3 277</b>

# 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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>522 971</b>	<b>498 792</b>	<b>509 546</b>	<b>1 577 734</b>	<b>523 611</b>	<b>534 581</b>	<b>498 592</b>	<b>512 901</b>	<b>528 625</b>
Compensation of employees	334 569	336 554	351 414	369 480	360 795	368 140	360 537	364 829	368 793
Salaries and wages	301 006	301 129	309 285	333 084	321 427	327 685	320 839	324 381	327 370
Social contributions	33 563	35 425	42 129	36 396	39 368	40 455	39 698	40 448	41 423
Goods and services	188 402	162 238	158 132	1 208 254	162 816	166 441	138 055	148 072	159 832
Administrative fees	1 127	358	1 009	1 164	1 266	1 333	1 259	1 515	1 677
Advertising	3 172	5 111	3 097	1 015	3 769	5 581	991	2 340	2 411
Minor assets	605	464	2 927	967	1 332	1 232	664	793	833
Audit cost: External	5 438	5 098	5 868	5 285	7 486	7 486	4 785	5 296	6 033
Bursaries: Employees	284	349	287	153	318	318	153	160	167
Catering: Departmental activities	5 243	562	3 106	2 151	3 112	4 235	2 385	2 159	2 256
Communication (G&S)	4 848	4 685	1 987	4 268	1 588	1 588	2 001	2 063	2 425
Computer services	11 710	22 454	21 860	15 877	15 826	15 826	15 661	18 189	20 804
Cons & prof sev: Business and advisory services	15 165	4 607	2 415	1 751	6 064	5 370	3 879	3 836	3 842
Infrastructure and planning	44 588	33 765	30 873	27 266	18 219	22 260	30 488	30 488	30 488
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1 840	1 349	2 377	2 588	2 588	1 874	2 588	2 691	2 801
Contractors	4 164	2 724	2 965	4 511	10 043	3 891	1 193	106	111
Agency and support / outsourced services	-	913	-	-	71	71	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	6 433	4 287	5 903	4 817	7 336	7 336	4 617	5 098	5 604
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	-	-	-	1 071 693	-	2 534	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	165	-	-	-	-	-
Consumable supplies	2 612	15 266	4 983	759	1 441	1 312	977	771	784
Consumable: Stationery, printing and office supplies	894	795	913	1 583	1 604	1 578	1 571	1 969	2 117
Operating leases	28 664	28 541	29 146	25 756	26 695	23 572	25 756	29 389	31 647
Property payments	25 439	19 050	21 161	21 625	28 650	32 094	21 184	23 461	24 805
Transport provided: Departmental activity	955	32	386	-	708	837	-	-	-
Travel and subsistence	13 377	6 996	11 342	11 284	11 523	12 701	10 988	14 047	17 103
Training and development	4 958	2 908	1 597	1 815	9 760	8 799	5 482	2 166	2 267
Operating payments	816	887	517	1 135	1 586	1 477	807	909	1 031
Venues and facilities	140	-	-	-	-	-	-	-	-
Rental and hiring	5 930	1 037	3 613	626	1 831	3 136	626	626	626
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>3 721 953</b>	<b>3 044 100</b>	<b>3 179 929</b>	<b>2 541 149</b>	<b>3 933 563</b>	<b>3 922 593</b>	<b>3 832 521</b>	<b>3 513 915</b>	<b>3 677 040</b>
Provinces and municipalities	86 069	104 441	70 636	2 332 248	129 796	163 883	94 453	124 810	124 818
Provinces	95	123	131	157	157	157	164	171	179
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	95	123	131	157	157	157	164	171	179
Municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
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	3 389 125	2 766 734	2 942 592	36 936	3 628 043	3 582 986	3 568 219	3 218 253	3 379 661
Social benefits	2 922	2 746	4 305	154	1 627	3 121	154	154	154
Other transfers to households	3 386 203	2 763 988	2 938 287	36 782	3 626 416	3 579 865	3 568 065	3 218 099	3 379 507
<b>Payments for capital assets</b>	<b>16 370</b>	<b>4 566</b>	<b>23 700</b>	<b>4 445</b>	<b>7 388</b>	<b>7 388</b>	<b>11 884</b>	<b>9 609</b>	<b>9 906</b>
Buildings and other fixed structures	12 376	-	8 655	-	-	-	5 000	2 000	2 000
Buildings	12 376	-	8 655	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	5 000	2 000	2 000
Machinery and equipment	3 994	4 566	15 045	4 445	7 388	7 388	6 884	7 609	7 906
Transport equipment	1 045	3 239	3 976	1 223	1 223	1 223	1 277	1 333	1 393
Other machinery and equipment	2 949	1 327	11 069	3 222	6 165	6 165	5 607	6 276	6 513
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>65</b>	<b>-</b>	<b>30</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>4 261 359</b>	<b>3 547 458</b>	<b>3 713 205</b>	<b>4 123 328</b>	<b>4 464 562</b>	<b>4 464 562</b>	<b>4 342 997</b>	<b>4 036 425</b>	<b>4 215 571</b>

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>225 219</b>	<b>232 680</b>	<b>254 638</b>	<b>242 005</b>	<b>249 139</b>	<b>247 645</b>	<b>229 153</b>	<b>241 805</b>	<b>251 360</b>
Compensation of employees	139 859	143 494	152 674	157 813	152 801	151 307	149 271	151 714	152 503
Salaries and wages	120 812	123 537	129 365	139 105	131 200	129 706	130 121	132 364	133 103
Social contributions	19 047	19 957	23 309	18 708	21 601	21 601	19 150	19 350	19 400
Goods and services	85 360	89 186	101 964	84 192	96 338	96 338	79 882	90 091	98 857
Administrative fees	244	68	390	346	289	340	317	332	402
Advertising	1 329	1 715	1 971	100	1 144	1 444	45	47	118
Minor assets	363	317	2 103	612	959	959	332	347	363
Audit cost: External	5 438	5 098	5 868	5 285	7 486	7 486	4 785	5 296	6 033
Bursaries: Employees	284	349	287	153	318	318	153	160	167
Catering: Departmental activities	196	32	2 893	145	2 544	3 701	133	139	158
Communication (G&S)	3 760	3 749	1 987	3 624	1 565	1 565	1 358	1 417	1 780
Computer services	11 710	22 454	21 860	15 877	15 826	15 826	15 661	18 189	20 804
Cons & prof sev: Business and advisory services	166	349	141	126	138	138	126	132	138
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	1 044	934	682	2 344	2 344	1 839	2 344	2 447	2 557
Contractors	325	220	1 469	102	1 114	1 355	102	106	111
Agency and support / outsourced services	-	913	-	-	71	71	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	5 924	3 952	5 523	4 315	6 834	6 834	4 115	4 596	5 102
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	1 506	1 605	192	310	367	408	310	324	339
Consumable: Stationery, printing and office supplies	873	745	863	1 456	1 442	1 442	1 456	1 770	1 849
Operating leases	28 664	28 541	29 146	25 756	26 695	23 572	25 756	29 389	31 647
Property payments	18 573	15 590	17 763	18 116	19 208	19 612	17 675	19 952	21 296
Transport provided: Departmental activity	42	-	386	-	708	837	-	-	-
Travel and subsistence	3 731	1 660	3 707	3 784	3 244	3 244	3 402	3 556	3 916
Training and development	635	54	603	1 083	1 083	1 083	1 317	1 375	1 437
Operating payments	549	702	517	658	1 128	1 128	495	517	640
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	4	139	3 613	-	1 831	3 136	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>2 478</b>	<b>1 437</b>	<b>2 600</b>	<b>639</b>	<b>1 898</b>	<b>3 392</b>	<b>667</b>	<b>696</b>	<b>728</b>
Provinces and municipalities	95	123	131	157	157	157	164	171	179
Provinces	95	123	131	157	157	157	164	171	179
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	95	123	131	157	157	157	164	171	179
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	2 383	1 314	2 469	482	1 741	3 235	503	525	549
Social benefits	1 951	1 113	1 400	-	824	2 318	-	-	-
Other transfers to households	432	201	1 069	482	917	917	503	525	549
<b>Payments for capital assets</b>	<b>3 840</b>	<b>1 962</b>	<b>13 950</b>	<b>3 914</b>	<b>6 180</b>	<b>6 180</b>	<b>6 352</b>	<b>6 632</b>	<b>6 929</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	3 840	1 962	13 950	3 914	6 180	6 180	6 352	6 632	6 929
Transport equipment	1 045	868	3 976	1 223	1 223	1 223	1 277	1 333	1 393
Other machinery and equipment	2 795	1 094	9 974	2 691	4 957	4 957	5 075	5 299	5 536
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>53</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total economic classification</b>	<b>231 590</b>	<b>236 079</b>	<b>271 188</b>	<b>246 558</b>	<b>257 217</b>	<b>257 217</b>	<b>236 172</b>	<b>249 133</b>	<b>259 017</b>

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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>17 044</b>	<b>16 243</b>	<b>16 888</b>	<b>19 654</b>	<b>21 413</b>	<b>21 413</b>	<b>22 430</b>	<b>23 294</b>	<b>24 326</b>
Compensation of employees	14 017	15 609	15 312	17 468	18 890	18 890	19 783	19 841	19 957
Salaries and wages	12 167	13 522	13 089	15 057	16 419	15 332	17 104	17 070	17 100
Social contributions	1 850	2 087	2 223	2 411	2 471	3 558	2 679	2 771	2 857
Goods and services	3 027	634	1 576	2 186	2 523	2 523	2 647	3 453	4 369
Administrative fees	119	48	94	136	136	152	146	222	320
Advertising	32	5	21	-	-	2	-	-	-
Minor assets	42	-	39	11	11	16	7	30	55
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	1 910	15	-	736	375	359	771	912	991
Communication (G&S)	-	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof sev: Business and advisory services	24	-	249	-	403	403	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt 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	31	16	89	6	29	28	-	-	-
Consumable: Stationery, printing and office supplies	2	-	2	34	70	71	32	96	166
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	-	-	-	-	-	-	-	-	-
Transport provided: Departmental activity	-	-	-	-	-	-	-	-	-
Travel and subsistence	799	544	1 082	699	1 374	1 367	1 168	1 597	2 182
Training and development	-	-	-	522	119	119	517	581	620
Operating payments	-	6	-	42	6	6	6	15	35
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	68	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>21</b>	<b>76</b>	<b>678</b>	<b>-</b>	<b>130</b>	<b>130</b>	<b>-</b>	<b>-</b>	<b>-</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
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	21	76	678	-	130	130	-	-	-
Social benefits	21	76	678	-	130	130	-	-	-
Other transfers to households	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>11</b>	<b>38</b>	<b>45</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	11	38	45	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	11	38	45	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>27</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>17 076</b>	<b>16 357</b>	<b>17 638</b>	<b>19 654</b>	<b>21 543</b>	<b>21 543</b>	<b>22 430</b>	<b>23 294</b>	<b>24 326</b>



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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>280 708</b>	<b>249 869</b>	<b>238 020</b>	<b>1 316 075</b>	<b>253 059</b>	<b>265 523</b>	<b>247 009</b>	<b>247 802</b>	<b>252 939</b>
Compensation of employees	180 693	177 451	183 428	194 199	189 104	197 943	191 483	193 274	196 333
Salaries and wages	168 027	164 070	166 831	178 922	173 808	182 647	173 614	174 947	177 167
Social contributions	12 666	13 381	16 597	15 277	15 296	15 296	17 869	18 327	19 166
Goods and services	100 015	72 418	54 592	1 121 876	63 955	67 580	55 526	54 528	56 606
Administrative fees	764	242	525	682	841	841	796	961	955
Advertising	1 811	3 391	1 105	915	2 625	4 135	946	2 293	2 293
Minor assets	200	147	785	344	362	257	325	416	415
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	3 137	515	213	1 270	193	175	1 481	1 108	1 107
Communication (G&S)	1 088	936	-	644	23	23	643	646	645
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof sev: Business and advisory services	14 975	4 258	2 025	1 625	5 523	4 829	3 753	3 704	3 704
Infrastructure and planning	44 588	33 765	30 673	27 266	18 219	22 260	30 488	30 488	30 488
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	796	415	1 695	244	244	35	244	244	244
Contractors	3 839	2 504	1 496	4 409	8 929	2 536	1 091	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt motor transport)	509	335	380	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	-	-	-	1 071 693	-	2 534	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	165	-	-	-	-	-
Consumable supplies	1 075	13 645	4 702	443	1 045	876	667	447	445
Consumable: Stationery, printing and office supplies	19	50	48	93	92	65	83	103	102
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	6 866	3 460	3 398	3 509	9 442	12 482	3 509	3 509	3 509
Transport provided: Departmental activity	913	32	-	-	-	-	-	-	-
Travel and subsistence	8 847	4 792	6 553	6 801	6 905	8 090	6 418	8 894	11 005
Training and development	4 323	2 854	994	210	8 558	7 597	3 648	210	210
Operating payments	267	179	-	435	452	343	306	377	356
Venues and facilities	140	-	-	-	-	-	-	-	-
Rental and hiring	5 858	898	-	626	-	-	626	626	626
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>3 472 745</b>	<b>2 869 662</b>	<b>3 009 950</b>	<b>2 368 545</b>	<b>3 755 811</b>	<b>3 743 347</b>	<b>3 662 005</b>	<b>3 342 367</b>	<b>3 503 751</b>
Provinces and municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
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	3 386 721	2 765 344	2 939 445	36 454	3 626 172	3 579 621	3 567 716	3 217 728	3 379 112
Social benefits	950	1 557	2 227	154	673	673	154	154	154
Other transfers to households	3 385 771	2 763 787	2 937 218	36 300	3 625 499	3 578 948	3 567 562	3 217 574	3 378 958
<b>Payments for capital assets</b>	<b>12 519</b>	<b>2 566</b>	<b>9 705</b>	<b>531</b>	<b>1 208</b>	<b>1 208</b>	<b>5 532</b>	<b>2 977</b>	<b>2 977</b>
Buildings and other fixed structures	12 376	-	8 655	-	-	-	5 000	2 000	2 000
Buildings	12 376	-	8 655	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	5 000	2 000	2 000
Machinery and equipment	143	2 566	1 050	531	1 208	1 208	532	977	977
Transport equipment	-	2 371	-	-	-	-	-	-	-
Other machinery and equipment	143	195	1 050	531	1 208	1 208	532	977	977
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>12</b>	<b>-</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>3 765 984</b>	<b>3 122 097</b>	<b>3 257 678</b>	<b>3 685 151</b>	<b>4 010 078</b>	<b>4 010 078</b>	<b>3 914 546</b>	<b>3 593 146</b>	<b>3 759 667</b>

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	-	-	-	-	-	-	-	-	-
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 sev: Business and advisory services	-	-	-	-	-	-	-	-	-
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	-	-	-	-	-	-	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. govt 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	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>246 709</b>	<b>172 925</b>	<b>166 701</b>	<b>171 965</b>	<b>175 724</b>	<b>175 724</b>	<b>169 849</b>	<b>170 852</b>	<b>172 561</b>
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving transfers	246 709	172 925	166 701	171 965	175 724	175 724	169 849	170 852	172 561
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	-	-	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
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	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>246 709</b>	<b>172 925</b>	<b>166 701</b>	<b>171 965</b>	<b>175 724</b>	<b>175 724</b>	<b>169 849</b>	<b>170 852</b>	<b>172 561</b>

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>Current payments</b>	<b>190 610</b>	<b>158 998</b>	<b>142 755</b>	<b>1 204 483</b>	<b>140 156</b>	<b>152 620</b>	<b>137 580</b>	<b>132 400</b>	<b>132 400</b>
Compensation of employees	96 012	91 821	92 562	87 308	89 808	98 647	86 950	86 950	86 950
Salaries and wages	95 057	90 860	91 612	86 508	89 008	97 847	86 150	86 150	86 150
Social contributions	955	961	950	800	800	800	800	800	800
Goods and services	94 598	67 177	50 193	1 117 175	50 348	53 973	50 630	45 450	45 450
Administrative fees	361	72	268	330	520	520	330	330	330
Advertising	900	2 341	1 061	240	240	1 750	240	240	240
Minor assets	141	36	539	105	105	-	105	105	105
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	3 137	515	3	1 262	162	144	1 478	1 100	1 100
Communication (G&S)	1 084	936	-	621	-	-	621	621	621
Computer services	-	-	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	14 975	4 258	2 025	1 625	5 523	4 829	3 753	3 704	3 704
Cons and prof serv: Infrastructure and planning	44 588	32 534	30 673	27 266	18 219	15 760	30 488	30 488	30 488
Cons and prof serv: Laboratory services	-	-	-	-	-	-	-	-	-
Cons and prof serv: Scientific and tech services	-	-	-	-	-	-	-	-	-
Legal costs	796	415	1 695	244	244	35	244	244	244
Contractors	3 829	2 197	1 469	4 409	2 429	2 536	1 091	-	-
Agency and support / outsourced services	-	-	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (incl. GMT)	509	335	380	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	-	-	-	1 071 693	-	2 534	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	165	-	-	-	-	-
Consumable supplies	1 010	13 535	4 378	398	704	535	594	370	370
Consumable: Stationery, printing and office supplies	1	2	29	-	28	1	-	-	-
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	6 866	3 460	3 398	3 509	9 442	12 482	3 509	3 509	3 509
Transport provided: Departmental activity	913	32	-	-	-	-	-	-	-
Travel and subsistence	5 168	2 754	3 773	3 861	3 563	4 748	3 292	3 292	3 292
Training and development	4 322	2 854	502	210	8 558	7 597	3 648	210	210
Operating payments	-	3	-	109	109	-	109	109	109
Venues and facilities	140	-	-	-	-	-	-	-	-
Rental and hiring	5 858	898	-	626	-	-	626	626	626
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>3 612 068</b>	<b>2 993 764</b>	<b>3 130 638</b>	<b>2 493 677</b>	<b>3 883 147</b>	<b>3 870 683</b>	<b>3 787 137</b>	<b>3 467 499</b>	<b>3 628 883</b>
Provinces and municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Municipalities	85 974	104 318	70 505	2 332 091	129 639	163 726	94 289	124 639	124 639
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	200 792	130 431	126 148	125 132	130 132	130 132	125 132	125 132	125 132
Social security funds	-	-	-	-	-	-	-	-	-
Entities receiving funds	200 792	130 431	126 148	125 132	130 132	130 132	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	3 325 252	2 759 015	2 933 985	36 454	3 623 376	3 576 825	3 567 716	3 217 728	3 379 112
Social benefits	402	72	170	154	154	154	154	154	154
Other transfers to households	3 324 850	2 758 943	2 933 815	36 300	3 623 222	3 576 671	3 567 562	3 217 574	3 378 958
<b>Payments for capital assets</b>	<b>12 479</b>	<b>2 444</b>	<b>9 541</b>	<b>431</b>	<b>1 052</b>	<b>1 052</b>	<b>5 431</b>	<b>2 431</b>	<b>2 431</b>
Buildings and other fixed structures	12 376	-	8 655	-	-	-	5 000	2 000	2 000
Buildings	12 376	-	8 655	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	5 000	2 000	2 000
Machinery and equipment	103	2 444	886	431	1 052	1 052	431	431	431
Transport equipment	-	2 371	-	-	-	-	-	-	-
Other machinery and equipment	103	73	886	431	1 052	1 052	431	431	431
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>3 815 157</b>	<b>3 155 206</b>	<b>3 282 934</b>	<b>3 698 591</b>	<b>4 024 355</b>	<b>4 024 355</b>	<b>3 930 148</b>	<b>3 602 330</b>	<b>3 763 714</b>

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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>155 392</b>	<b>134 847</b>	<b>132 802</b>	<b>1 160 956</b>	<b>135 347</b>	<b>145 064</b>	<b>132 400</b>	<b>132 400</b>	<b>132 400</b>
Compensation of employees	85 961	82 839	89 892	86 950	89 450	97 307	86 950	86 950	86 950
Salaries and wages	85 007	81 879	88 942	86 150	88 650	96 507	86 150	86 150	86 150
Social contributions	954	960	950	800	800	800	800	800	800
Goods and services	69 431	52 008	42 910	1 074 006	45 897	47 757	45 450	45 450	45 450
Administrative fees	349	71	268	330	402	402	330	330	330
Advertising	433	1 539	1 061	240	240	1 750	240	240	240
Minor assets	141	36	24	105	105	-	105	105	105
Catering: Departmental activities	2 420	253	3	1 100	-	-	1 100	1 100	1 100
Communication (G&S)	1 084	936	-	621	-	-	621	621	621
Cons & prof serv: Business and advisory services	882	3 611	1 641	1 595	5 493	4 799	3 704	3 704	3 704
Cons and prof serv: Infrastructure and planning	43 227	24 167	30 673	27 266	18 219	15 760	30 488	30 488	30 488
Legal costs	394	338	1 695	244	244	35	244	244	244
Contractors	1 362	785	-	-	-	-	-	-	-
Fleet services (incl. GMT)	509	335	380	502	502	502	502	502	502
Inventory: Material and supplies	-	-	-	1 034 665	-	802	-	-	-
Consumable supplies	41	13 015	-	370	370	229	370	370	370
Consumable: Stationery, printing and office supplies	1	2	1	-	-	1	-	-	-
Property payments	6 866	3 460	3 398	3 509	9 442	12 482	3 509	3 509	3 509
Transport provided: Departmental activity	913	-	-	-	-	-	-	-	-
Travel and subsistence	5 073	2 720	3 766	2 514	3 561	4 746	3 292	3 292	3 292
Training and development	-	-	-	210	7 210	6 249	210	210	210
Operating payments	-	3	-	109	109	-	109	109	109
Venues and facilities	140	-	-	-	-	-	-	-	-
Rental and hiring	5 596	737	-	626	-	-	626	626	626
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>3 275 854</b>	<b>2 754 214</b>	<b>2 186 527</b>	<b>1 648 705</b>	<b>2 668 693</b>	<b>2 656 282</b>	<b>2 869 290</b>	<b>2 516 652</b>	<b>2 641 044</b>
Provinces and municipalities	18 137	84 214	70 505	1 612 251	129 639	163 726	94 289	124 639	124 639
Municipalities	18 137	84 214	70 505	1 612 251	129 639	163 726	94 289	124 639	124 639
Municipalities	18 137	84 214	70 505	1 612 251	129 639	163 726	94 289	124 639	124 639
Non-profit institutions	50	-	-	-	-	-	-	-	-
Households	3 257 667	2 670 000	2 116 022	36 454	2 539 054	2 492 556	2 775 001	2 392 013	2 516 405
Social benefits	381	36	170	154	154	154	154	154	154
Other transfers to households	3 257 286	2 669 964	2 115 852	36 300	2 538 900	2 492 402	2 774 847	2 391 859	2 516 251
<b>Payments for capital assets</b>	<b>12 479</b>	<b>2 444</b>	<b>9 541</b>	<b>431</b>	<b>1 052</b>	<b>1 052</b>	<b>5 431</b>	<b>2 431</b>	<b>2 431</b>
Buildings and other fixed structures	12 376	-	8 655	-	-	-	5 000	2 000	2 000
Buildings	12 376	-	8 655	-	-	-	-	-	-
Machinery and equipment	103	2 444	886	431	1 052	1 052	431	431	431
Transport equipment	-	2 371	-	-	-	-	-	-	-
Other machinery and equipment	103	73	886	431	1 052	1 052	431	431	431
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>3 443 725</b>	<b>2 891 505</b>	<b>2 328 870</b>	<b>2 810 092</b>	<b>2 805 092</b>	<b>2 802 398</b>	<b>3 007 121</b>	<b>2 651 483</b>	<b>2 775 875</b>

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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Transfers and subsidies</b>	<b>190 632</b>	<b>129 228</b>	<b>126 148</b>	<b>125 132</b>	<b>130 132</b>	<b>130 132</b>	<b>125 132</b>	<b>125 132</b>	<b>125 132</b>
Departmental agencies and accounts	190 632	129 228	126 148	125 132	130 132	130 132	125 132	125 132	125 132
Entities receiving funds	190 632	129 228	126 148	125 132	130 132	130 132	125 132	125 132	125 132
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>190 632</b>	<b>129 228</b>	<b>126 148</b>	<b>125 132</b>	<b>130 132</b>	<b>130 132</b>	<b>125 132</b>	<b>125 132</b>	<b>125 132</b>

Table 8.J : 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		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>Current payments</b>	<b>22 594</b>	<b>15 397</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Compensation of employees	6 914	6 074	-	-	-	-	-	-	-
Salaries and wages	6 913	6 073	-	-	-	-	-	-	-
Social contributions	1	1	-	-	-	-	-	-	-
Goods and services	15 680	9 323	-	-	-	-	-	-	-
Administrative fees	12	1	-	-	-	-	-	-	-
Advertising	467	802	-	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	13 346	42	-	-	-	-	-	-	-
Cons and prof serv: Infrastructure and planning	1 361	8 367	-	-	-	-	-	-	-
Legal costs	402	77	-	-	-	-	-	-	-
Travel and subsistence	92	34	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	<b>67 858</b>	<b>20 140</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Municipalities	67 837	20 104	-	-	-	-	-	-	-
Municipalities	67 837	20 104	-	-	-	-	-	-	-
Households	21	36	-	-	-	-	-	-	-
Social benefits	21	36	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>90 452</b>	<b>35 537</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Table 8.K : 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		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>Current payments</b>	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	10 160	1 203	-	-	-	-	-	-	-
Departmental agencies and accounts	10 160	1 203	-	-	-	-	-	-	-
Entities receiving funds	10 160	1 203	-	-	-	-	-	-	-
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	10 160	1 203	-	-	-	-	-	-	-

Table 8.L : 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		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>Current payments</b>	12 624	8 754	5 285	6 499	4 809	7 503	5 180	-	-
Compensation of employees	3 137	2 908	2 670	358	358	1 287	-	-	-
Salaries and wages	3 137	2 908	2 670	358	358	1 287	-	-	-
Goods and services	9 487	5 846	2 615	6 141	4 451	6 216	5 180	-	-
Administrative fees	-	-	-	-	118	118	-	-	-
Catering: Departmental activities	717	262	-	162	162	144	378	-	-
Cons & prof serv: Business and advisory services	747	605	-	30	30	30	49	-	-
Contractors	2 467	1 412	1 469	4 409	2 429	2 536	1 091	-	-
Inventory: Material and supplies	-	-	-	-	-	1 732	-	-	-
Inventory: Other supplies	-	-	-	165	-	-	-	-	-
Consumable supplies	969	520	609	28	334	306	224	-	-
Consumable: Stationery, printing and office supplies	-	-	28	-	28	-	-	-	-
Transport provided: Departmental activity	-	32	-	-	-	-	-	-	-
Travel and subsistence	3	-	7	1 347	2	2	-	-	-
Training and development	4 322	2 854	502	-	1 348	1 348	3 438	-	-
Rental and hiring	262	161	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	2 416	2 884	1 864	-	1 690	1 690	2 489	-	-
Households	2 416	2 884	1 864	-	1 690	1 690	2 489	-	-
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	2 416	2 884	1 864	-	1 690	1 690	2 489	-	-
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	15 040	11 638	7 149	6 499	6 499	9 193	7 669	-	-

Table 8.M : 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		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>Current payments</b>	-	-	-	-	-	-	-	-	-
<b>Transfers and subsidies</b>	65 148	86 095	106 392	-	325 764	325 764	-	-	-
Households	65 148	86 095	106 392	-	325 764	325 764	-	-	-
Other transfers to households	65 148	86 095	106 392	-	325 764	325 764	-	-	-
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	65 148	86 095	106 392	-	325 764	325 764	-	-	-

Table 8.N : Payments and estimates by economic classification: ISUPG: Programme 3

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>Current payments</b>	-	-	4 668	37 028	-	53	-	-	-
Goods and services	-	-	4 668	37 028	-	-	-	-	-
Minor assets	-	-	515	-	-	-	-	-	-
Cons & prof serv: Business and advisory services	-	-	384	-	-	-	-	-	-
Inventory: Material and supplies	-	-	-	37 028	-	-	-	-	-
Consumable supplies	-	-	3 769	-	-	-	-	-	-
<b>Transfers and subsidies</b>	-	-	709 707	719 840	756 868	756 815	790 226	825 715	862 707
Provinces and municipalities	-	-	-	719 840	-	-	-	-	-
Municipalities	-	-	-	719 840	-	-	-	-	-
Municipalities	-	-	-	719 840	-	-	-	-	-
Households	-	-	709 707	-	756 868	756 815	790 226	825 715	862 707
Social benefits	-	-	-	-	-	-	-	-	-
Other transfers to households	-	-	709 707	-	756 868	756 815	790 226	825 715	862 707
<b>Payments for capital assets</b>	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	714 375	756 868	756 868	756 868	790 226	825 715	862 707

Table 8.O : Summary of transfers to local government

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>A KZN2000 eThekweni</b>	53 469	72 045	39 520	327 641	98 320	132 407	64 172	94 522	94 522
<b>Total: Ugu Municipalities</b>	<b>1 317</b>	<b>1 286</b>	<b>2 502</b>	<b>212 664</b>	<b>6 814</b>	<b>6 814</b>	<b>2 214</b>	<b>2 214</b>	<b>2 214</b>
B KZN212 uMdoni	236	500	-	40 956	-	-	-	-	-
B KZN213 uMzombe	-	-	-	43 591	-	-	-	-	-
B KZN214 uMuziwabantu	-	-	-	37 498	-	-	-	-	-
B KZN216 Ray Nkonyeni	1 081	786	2 502	72 651	6 814	6 814	2 214	2 214	2 214
C DC21 Ugu District Municipality	-	-	-	17 968	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>2 642</b>	<b>6 551</b>	<b>4 546</b>	<b>232 469</b>	<b>3 993</b>	<b>3 993</b>	<b>4 429</b>	<b>4 429</b>	<b>4 429</b>
B KZN221 uMshwathi	-	-	-	37 443	-	-	-	-	-
B KZN222 uMngeni	-	242	-	8 300	-	-	-	-	-
B KZN223 Mpofana	-	-	-	5 501	-	-	-	-	-
B KZN224 iMpindle	-	-	-	600	-	-	-	-	-
B KZN225 Msunduzi	2 642	6 309	4 546	154 195	3 993	3 993	4 429	4 429	4 429
B KZN226 Mkhambathini	-	-	-	13 239	-	-	-	-	-
B KZN227 Richmond	-	-	-	13 191	-	-	-	-	-
C DC22 uMgungundlovu District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>1 883</b>	<b>5 514</b>	<b>1 815</b>	<b>129 607</b>	<b>2 706</b>	<b>2 706</b>	<b>1 772</b>	<b>1 772</b>	<b>1 772</b>
B KZN235 Okhahlamba	619	100	-	22 614	-	-	-	-	-
B KZN237 iNkosi Langalibalele	182	350	-	13 357	1 294	1 294	-	-	-
B KZN238 Alfred Duma	1 082	5 064	1 815	42 072	1 412	1 412	1 772	1 772	1 772
C DC23 uThukela District Municipality	-	-	-	51 564	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	<b>33</b>	<b>750</b>	<b>-</b>	<b>70 023</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN241 eNdumeni	-	-	-	-	-	-	-	-	-
B KZN242 Nquthu	-	750	-	-	-	-	-	-	-
B KZN244 uMsinga	33	-	-	19 933	-	-	-	-	-
B KZN245 uMvoti	-	-	-	50 090	-	-	-	-	-
C DC24 uMzinyathi District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>437</b>	<b>5 443</b>	<b>16 053</b>	<b>638 728</b>	<b>8 439</b>	<b>8 439</b>	<b>15 501</b>	<b>15 501</b>	<b>15 501</b>
B KZN252 Newcastle	437	5 294	16 053	608 057	8 439	8 439	15 501	15 501	15 501
B KZN253 eMadlangeni	-	149	-	175	-	-	-	-	-
B KZN254 Dannhauser	-	-	-	30 496	-	-	-	-	-
C DC25 Amajuba District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>3 096</b>	<b>763</b>	<b>-</b>	<b>156 536</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN261 eDumbe	-	-	-	24 899	-	-	-	-	-
B KZN262 uPhongolo	-	493	-	70 062	-	-	-	-	-
B KZN263 AbaQulusi	2 750	170	-	7 011	-	-	-	-	-
B KZN265 Nongoma	-	-	-	47 844	-	-	-	-	-
B KZN266 Ulundi	346	100	-	6 720	-	-	-	-	-
C DC26 Zululand District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>131 895</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN271 uMhlabyalingana	-	-	-	38 754	-	-	-	-	-
B KZN272 Jozini	-	-	-	24 713	-	-	-	-	-
B KZN275 Mtubatuba	-	-	-	22 443	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	-	-	29 326	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	-	-	-	16 659	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>2 699</b>	<b>2 634</b>	<b>4 551</b>	<b>133 127</b>	<b>4 177</b>	<b>4 177</b>	<b>4 429</b>	<b>4 429</b>	<b>4 429</b>
B KZN281 uMfolozi	-	200	-	-	-	-	-	-	-
B KZN282 uMhlathuze	2 109	2 334	4 551	74 535	4 177	4 177	4 429	4 429	4 429
B KZN284 uMlalazi	590	-	-	22 925	-	-	-	-	-
B KZN285 Mthonjaneni	-	100	-	9 386	-	-	-	-	-
B KZN286 Nkandla	-	-	-	26 281	-	-	-	-	-
C DC28 King Cetshwayo District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	<b>19 496</b>	<b>7 453</b>	<b>1 518</b>	<b>173 258</b>	<b>5 190</b>	<b>5 190</b>	<b>1 772</b>	<b>1 772</b>	<b>1 772</b>
B KZN291 Mandeni	1 580	3 158	-	14 962	-	-	-	-	-
B KZN292 KwaDukuza	17 916	4 295	1 518	92 632	5 190	5 190	1 772	1 772	1 772
B KZN293 Ndwedwe	-	-	-	33 690	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	31 974	-	-	-	-	-
C DC29 iLembe District Municipality	-	-	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	<b>722</b>	<b>1 879</b>	<b>-</b>	<b>126 143</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN433 Greater Kokstad	250	1 079	-	39 125	-	-	-	-	-
B KZN434 uBuhlebezwe	-	100	-	83 036	-	-	-	-	-
B KZN435 uMzimkhulu	472	500	-	1 700	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	200	-	-	-	-	-	-	-
C DC43 Harry Gwala District Municipality	-	-	-	2 282	-	-	-	-	-
<b>Unallocated</b>	<b>180</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>85 974</b>	<b>104 318</b>	<b>70 505</b>	<b>2 332 091</b>	<b>129 639</b>	<b>163 726</b>	<b>94 289</b>	<b>124 639</b>	<b>124 639</b>

Table 8.P : Transfers to local government - CRU Programmes and Municipal Rates and Taxes

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26
<b>A KZN2000 eThekweni</b>	-	51 501	25 000	45 000	85 350	85 350	50 000	80 350	80 350
<b>Total: uMzinyathi Municipalities</b>	<b>33</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN244 uMsinga	33	-	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>346</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN266 Ulundi	346	-	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	<b>-</b>	<b>524</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN292 KwaDukuza	-	524	-	-	-	-	-	-	-
<b>Total</b>	<b>379</b>	<b>52 025</b>	<b>25 000</b>	<b>45 000</b>	<b>85 350</b>	<b>85 350</b>	<b>50 000</b>	<b>80 350</b>	<b>80 350</b>

Table 8.Q : Transfers to local government - HSDG: Interventions

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>A KZN2000 eThekweni</b>	-	-	-	236 806	-	34 087	-	-	-
<b>Total: Ugu Municipalities</b>	-	-	-	206 600	-	-	-	-	-
B KZN212 uMdoni	-	-	-	40 956	-	-	-	-	-
B KZN213 uMzumbhe	-	-	-	43 591	-	-	-	-	-
B KZN214 uMuziwabantu	-	-	-	37 498	-	-	-	-	-
B KZN216 Ray Nkonyeni	-	-	-	66 587	-	-	-	-	-
C DC21 Ugu District Municipality	-	-	-	17 968	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	-	-	-	152 916	-	-	-	-	-
B KZN221 uMshwathi	-	-	-	37 443	-	-	-	-	-
B KZN222 uMngeni	-	-	-	3 585	-	-	-	-	-
B KZN224 iMpindle	-	-	-	600	-	-	-	-	-
B KZN225 Msunduzi	-	-	-	84 858	-	-	-	-	-
B KZN226 Mkhambathini	-	-	-	13 239	-	-	-	-	-
B KZN227 Richmond	-	-	-	13 191	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	-	-	-	114 484	(1 294)	(1 294)	-	-	-
B KZN235 Okhahlamba	-	-	-	22 614	-	-	-	-	-
B KZN238 Alfred Duma	-	-	-	40 306	(1 294)	(1 294)	-	-	-
C DC23 uThukela District Municipality	-	-	-	51 564	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	-	-	-	70 023	-	-	-	-	-
B KZN244 uMsinga	-	-	-	19 933	-	-	-	-	-
B KZN245 uMvoti	-	-	-	50 090	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	-	-	-	143 260	-	-	-	-	-
B KZN252 Newcastle	-	-	-	123 885	-	-	-	-	-
B KZN254 Dannhauser	-	-	-	19 375	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	-	-	-	149 575	-	-	-	-	-
B KZN261 eDumbe	-	-	-	24 169	-	-	-	-	-
B KZN262 uPhongolo	-	-	-	70 062	-	-	-	-	-
B KZN263 Abaqulusi	-	-	-	1 326	-	-	-	-	-
B KZN265 Nongoma	-	-	-	47 844	-	-	-	-	-
B KZN266 Ulundi	-	-	-	6 174	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	-	-	-	131 369	-	-	-	-	-
B KZN271 uMhlabyalingana	-	-	-	38 754	-	-	-	-	-
B KZN272 Jozini	-	-	-	24 713	-	-	-	-	-
B KZN275 Mtubatuba	-	-	-	22 443	-	-	-	-	-
B KZN276 Big Five Hlabisa	-	-	-	28 800	-	-	-	-	-
C DC27 uMkhanyakude District Municipality	-	-	-	16 659	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	-	-	-	106 776	-	-	-	-	-
B KZN282 uMhlathuze	-	-	-	55 236	-	-	-	-	-
B KZN284 uMlalazi	-	-	-	21 020	-	-	-	-	-
B KZN285 Mthonjaneni	-	-	-	4 239	-	-	-	-	-
B KZN286 Nkandla	-	-	-	26 281	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	-	-	-	98 510	(2 694)	(2 694)	-	-	-
B KZN291 Mandeni	-	-	-	14 962	-	-	-	-	-
B KZN292 KwaDukuza	-	-	-	17 884	(2 694)	(2 694)	-	-	-
B KZN293 Ndwedwe	-	-	-	33 690	-	-	-	-	-
B KZN294 Maphumulo	-	-	-	31 974	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	-	-	-	122 643	-	-	-	-	-
B KZN433 Greater Kokstad	-	-	-	39 125	-	-	-	-	-
B KZN434 uBuhlebezwe	-	-	-	79 536	-	-	-	-	-
B KZN435 uMzimkhulu	-	-	-	1 700	-	-	-	-	-
C DC43 Harry Gwala District Municipality	-	-	-	2 282	-	-	-	-	-
<b>Total</b>	-	-	-	1 532 962	(3 988)	30 099	-	-	-

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>A KZN2000 eThekweni</b>	10 963	20 544	14 520	10 970	12 970	12 970	14 172	14 172	14 172
<b>Total: Ugu Municipalities</b>	474	786	2 502	6 064	6 814	6 814	2 214	2 214	2 214
B KZN216 Ray Nkonyeni	474	786	2 502	6 064	6 814	6 814	2 214	2 214	2 214
<b>Total: uMgungundlovu Municipalities</b>	2 642	2 595	4 546	2 493	3 993	3 993	4 429	4 429	4 429
B KZN225 Msunduzi	2 642	2 595	4 546	2 493	3 993	3 993	4 429	4 429	4 429
<b>Total: uThukela Municipalities</b>	832	787	1 815	1 706	2 706	2 706	1 772	1 772	1 772
B KZN238 Alfred Duma	832	787	1 815	1 706	2 706	2 706	1 772	1 772	1 772
<b>Total: Amajuba Municipalities</b>	437	4 094	16 053	5 439	8 439	8 439	15 501	15 501	15 501
B KZN252 Newcastle	437	4 094	16 053	5 439	8 439	8 439	15 501	15 501	15 501
<b>Total: King Cetshwayo Municipalities</b>	1 488	2 334	4 551	3 177	4 177	4 177	4 429	4 429	4 429
B KZN282 uMhlathuze	1 488	2 334	4 551	3 177	4 177	4 177	4 429	4 429	4 429
<b>Total: iLembe Municipalities</b>	742	1 050	1 518	4 440	5 190	5 190	1 772	1 772	1 772
B KZN292 KwaDukuza	742	1 050	1 518	4 440	5 190	5 190	1 772	1 772	1 772
<b>Total</b>	17 578	32 190	45 505	34 289	44 289	44 289	44 289	44 289	44 289

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

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>A KZN2000 eThekweni</b>	<b>42 506</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total: Ugu Municipalities</b>	<b>843</b>	<b>500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN212 uMdoni	236	500	-	-	-	-	-	-	-
B KZN216 Ray Nkonyeni	607	-	-	-	-	-	-	-	-
<b>Total: uMgungundlovu Municipalities</b>	<b>-</b>	<b>3 956</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN222 uMngeni	-	242	-	-	-	-	-	-	-
B KZN225 Msunduzi	-	3 714	-	-	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>1 051</b>	<b>4 727</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN235 Okhahlamba	619	100	-	-	-	-	-	-	-
B KZN237 iNkosi Langalibalele	182	350	-	-	-	-	-	-	-
B KZN238 Alfred Duma	250	4 277	-	-	-	-	-	-	-
<b>Total: uMzinyathi Municipalities</b>	<b>-</b>	<b>750</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN242 Nguthu	-	750	-	-	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>-</b>	<b>1 349</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN252 Newcastle	-	1 200	-	-	-	-	-	-	-
B KZN253 eMadlangeni	-	149	-	-	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>2 750</b>	<b>763</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN262 uPhongolo	-	493	-	-	-	-	-	-	-
B KZN263 Abaqulusi	2 750	170	-	-	-	-	-	-	-
B KZN266 Ulundi	-	100	-	-	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>1 211</b>	<b>300</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN281 uMfolozi	-	200	-	-	-	-	-	-	-
B KZN282 uMhlatuze	621	-	-	-	-	-	-	-	-
B KZN284 uMlalazi	590	-	-	-	-	-	-	-	-
B KZN285 Mthonjaneni	-	100	-	-	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	<b>18 754</b>	<b>5 879</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN291 Mandeni	1 580	3 158	-	-	-	-	-	-	-
B KZN292 KwaDukuza	17 174	2 721	-	-	-	-	-	-	-
<b>Total: Harry Gwala Municipalities</b>	<b>722</b>	<b>1 879</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN433 Greater Kokstad	250	1 079	-	-	-	-	-	-	-
B KZN434 uBuhlebezwe	-	100	-	-	-	-	-	-	-
B KZN435 uMzimkhulu	472	500	-	-	-	-	-	-	-
B KZN436 Dr Nkosazana Dlamini Zuma	-	200	-	-	-	-	-	-	-
<b>Total</b>	<b>67 837</b>	<b>20 103</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Table 8.T : Transfers to local government - ISU Partnership grant**

R thousand	Audited Outcome			Main Appropriation	Adjusted Appropriation	Revised Estimate	Medium-term Estimates		
	2019/20	2020/21	2021/22	2022/23			2023/24	2024/25	2025/26
<b>A KZN2000 eThekweni</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>34 865</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total: uMgungundlovu Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>77 060</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN222 uMngeni	-	-	-	4 715	-	-	-	-	-
B KZN223 Mpofana	-	-	-	5 501	-	-	-	-	-
B KZN225 Msunduzi	-	-	-	66 844	-	-	-	-	-
<b>Total: uThukela Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13 417</b>	<b>1 294</b>	<b>1 294</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN237 iNkosi Langalibalele	-	-	-	13 357	1 294	1 294	-	-	-
B KZN238 Alfred Duma	-	-	-	60	-	-	-	-	-
<b>Total: Amajuba Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>490 029</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN252 Newcastle	-	-	-	478 733	-	-	-	-	-
B KZN253 eMadlangeni	-	-	-	175	-	-	-	-	-
B KZN254 Dannhauser	-	-	-	11 121	-	-	-	-	-
<b>Total: Zululand Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 961</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN261 eDumbe	-	-	-	730	-	-	-	-	-
B KZN263 Abaqulusi	-	-	-	5 685	-	-	-	-	-
B KZN266 Ulundi	-	-	-	546	-	-	-	-	-
<b>Total: uMkhanyakude Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>526</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN276 Big Five Hlabisa	-	-	-	526	-	-	-	-	-
<b>Total: King Cetshwayo Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23 174</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN282 uMhlatuze	-	-	-	16 122	-	-	-	-	-
B KZN284 uMlalazi	-	-	-	1 905	-	-	-	-	-
B KZN285 Mthonjaneni	-	-	-	5 147	-	-	-	-	-
<b>Total: iLembe Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>70 308</b>	<b>2 694</b>	<b>2 694</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN292 KwaDukuza	-	-	-	70 308	2 694	2 694	-	-	-
<b>Total: Harry Gwala Municipalities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3 500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B KZN434 uBuhlebezwe	-	-	-	3 500	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>719 840</b>	<b>3 988</b>	<b>3 988</b>	<b>-</b>	<b>-</b>	<b>-</b>