

# Vote 15

## Arts and Culture

R thousand	2019/20			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Operational budget	1 130 259	985 394	(144 865)	
MEC remuneration <sup>1</sup>	1 978	1 978		
<b>Total amount to be appropriated</b>	<b>1 132 237</b>	<b>987 372</b>	<b>(144 865)</b>	
<i>of which:</i>				
Current payments	502 193	487 105	(15 088)	
Transfers and subsidies	373 821	391 030		17 209
Payments for capital assets	256 223	109 237	(146 986)	
Payments for financial assets	-	-		
Responsible MEC	MEC for Arts, Culture, Sport and Recreation			
Administering department	Arts and Culture			
Accounting Officer	Head: Arts and Culture			

### 1. Vision and mission

#### Vision

The vision of the department is: *Prosperity and social cohesion through arts, culture and heritage.*

#### Mission statement

The department's mission is to *Provide integrated arts and culture services for the people of KZN by developing and promoting arts and culture in the province and mainstreaming its role in socio-economic development.*

### 2. Strategic objectives

#### *Strategic policy direction:*

The department's strategic objectives are as follows:

- Ensuring an effective policy and internal control environment.
- Advance stakeholder engagements and forge partnerships in support of the department's mandate.
- Interventions that grow the arts, culture and heritage industry in KZN contributing to job creation and poverty alleviation.
- Advance the 2063 Africa agenda to achieve a socially cohesive society.
- Promote multilingualism and redress past linguistic imbalances.
- Contribute to quality of education in the arts, culture and heritage sector.
- Provision of museum services to drive the transformation agenda.
- Provision of library and information services that are free, equitable and accessible.
- Provision of archival and records management services for records of national and provincial significance.

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

The main appropriation of the Department of Arts and Culture was R1.132 billion as per the 2019/20 *EPRE*. During the year, the department's main appropriation was decreased by R144.865 million to R987.372 million. The main adjustments are summarised below and detailed in Section 4:

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

- *Roll-overs*: An amount of R5.130 million was approved for roll-over from 2018/19 in respect of the construction of the Archive Repository and was allocated under Programme 3: Library and Archive Services against *Buildings and other fixed structures*. The project was handed over to the Department of Public Works (DOPW) during 2018/19 and the approved site is at the proposed Government Precinct complex. This is further commented on under *Other adjustments*.
- *Virement between programmes*: The department moved savings of R10.792 million to Programme 2: Cultural Affairs against *Goods and services* to cater for higher than budgeted costs of departmental events, such as Izingoma, Reed Dance and Freedom Day. Izingoma is a celebration of dance and music to welcome home back those who work away from home. The department had budgeted for the event to be undertaken by four regions only, whereas now the event will take place in all 11 districts. The catering and transport costs were higher than budgeted for with respect to the hosting of the Reed Dance and Freedom Day events as a result of the increased number of participants which is beyond the department's control. These savings were moved from Programme 1: Administration (R8.494 million) and Programme 3 (R2.298 million) against *Compensation of employees* due to non-filling of budgeted critical vacant posts.

The above virements are permissible in terms of the PFMA and the Treasury Regulations. In addition to the above virements, the department undertook extensive virements across sub-programmes and economic classifications within programmes, as detailed in Section 4.

Legislature approval is required for the decrease in *Transfers and subsidies to: Provinces and municipalities* and *Transfers and subsidies to: Non-profit institutions*. There were donations and sponsorships made which exceeded R100 000 and these require Legislature approval. In addition, the decrease in *Buildings and other fixed structures* and *Heritage assets* results in a decrease in capital for the Vote as a whole, and this requires Legislature approval.

- *Shifts*: The department undertook no shifts across programmes, but several shifts were undertaken across economic classifications within programmes, and these are discussed in detail in Section 4.
- *Other adjustments*: The department's budget was decreased by R149.995 million, as follows:
  - R133.311 million allocated for the construction of the Archive Repository under Programme 3 against *Buildings and other fixed structures* was suspended from the 2019/20 budget, and this amount will be kept in the Provincial Revenue Fund (PRF) until such time that the project commences. Subsequent to the approval of the above-mentioned roll-over of R5.130 million, the department indicated that these funds will also not be spent in the current financial year, and the roll-over amount will be kept in the PRF. Thus, the total amount suspended with respect to the Archive Repository is R138.441 million.
  - R6 million allocated towards the refurbishment of the Winston Churchill Theatre under Programme 2 against *Buildings and other fixed structures* was suspended from the 2019/20 budget and will be kept in the PRF until the project has shown good progress. In total, R9 million was allocated for this project in 2019/20. In addition to the suspension, the department requested for a change in purpose of some of these funds, with R1.553 million being allocated for the purchase of an Art Centre in Ladysmith (R703 000) and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg (R850 000) against *Buildings and other fixed structures* under Programme 2. The balance of R1.447 million will be used to start the refurbishment of the Winston Churchill Theatre project in 2019/20.
  - R3.554 million for the refurbishment of the Osizweni Art Centre under Programme 2 against *Buildings and other fixed structures* was suspended from the department's budget. In total R9 million was allocated for this project in 2019/20. The department requested for R3.554 million to be kept in the PRF until the project has shown good progress. The balance of R5.446 million will be partly used to commence the Osizweni Art Centre in 2019/20, with R3.892 million used for this purpose. An amount of R704 000 will have a change in purpose and will be used to purchase the above-mentioned Art Centre in Ladysmith, and R850 000 will be used to repair the above-mentioned wall that collapsed at Heather Hall in Pietermaritzburg.

- o R2 million was suspended from the department in respect of the Music Academy in Ladysmith under Programme 2 against *Buildings and other fixed structures* due to the department only anticipating expenditure of R3 million of the R5 million allocation in the current financial year. The suspended funds will be kept in the PRF until the project requirements determine that the funds be allocated back to the department.
- o It is noted that the purchase of an Art Centre in Ladysmith amounting to R1.407 million in total via DOPW from Transnet was funded by the change in purpose of funds from both the Osizweni Art Centre (R704 000) and Winston Churchill Theatre (R703 000). In addition, R1.700 million was reprioritised from both of these infrastructure projects for repairs to the wall that collapsed at Heather Hall in Pietermaritzburg, as mentioned.

It is noted that the decrease in the allocations for the Archive Repository, Winston Churchill Theatre and Music Academy in Ladysmith results in a decrease in funds that were specifically and exclusively appropriated in terms of the KZN Appropriation Act, 2019. The amended allocations are included in the KZN Adjustments Appropriation Act, 2019. These funds remain in *Buildings and other fixed structures*, but to be allocated to the department in future years.

The change in purpose in respect of specifically and exclusively appropriated funds of R1.553 million from the Winston Churchill Theatre, to fund the purchase of an Art Centre in Ladysmith and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg, requires Legislature approval.

Tables 15.1 and 15.2 reflect the summary of the 2019/20 adjusted appropriation of the department, summarised according to programme and economic classification.

Details of the economic classification are given in *Annexure – Vote 15: Arts and Culture*.

**Table 15.1 : Summary by programmes**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Administration	157 335	-	-	(8 494)	-	-	(8 494)	148 841
2. Cultural Affairs	329 536	-	-	10 792	-	(11 554)	(762)	328 774
3. Library and Archive Services	645 366	5 130	-	(2 298)	-	(138 441)	(135 609)	509 757
<b>Total</b>	<b>1 132 237</b>	<b>5 130</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(149 995)</b>	<b>(144 865)</b>	<b>987 372</b>
<b>Amount to be voted</b>								<b>(144 865)</b>

**Table 15.2 : Summary by economic classification**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
<b>Current payments</b>	<b>502 193</b>	<b>-</b>	<b>-</b>	<b>(18 352)</b>	<b>3 264</b>	<b>-</b>	<b>(15 088)</b>	<b>487 105</b>
Compensation of employees	263 867	-	-	(16 883)	2 264	-	(14 619)	249 248
Goods and services	238 326	-	-	(1 469)	1 000	-	(469)	237 857
Interest and rent on land	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to:</b>	<b>373 821</b>	<b>-</b>	<b>-</b>	<b>20 473</b>	<b>(3 264)</b>	<b>-</b>	<b>17 209</b>	<b>391 030</b>
Provinces and municipalities	276 640	-	-	(5 950)	(3 264)	-	(9 214)	267 426
Departmental agencies and accounts	45 101	-	-	21 203	-	-	21 203	66 304
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	22 600	-	-	4 000	-	-	4 000	26 600
Non-profit institutions	28 213	-	-	(617)	-	-	(617)	27 596
Households	1 267	-	-	1 837	-	-	1 837	3 104
<b>Payments for capital assets</b>	<b>256 223</b>	<b>5 130</b>	<b>-</b>	<b>(2 121)</b>	<b>-</b>	<b>(149 995)</b>	<b>(146 986)</b>	<b>109 237</b>
Buildings and other fixed structures	241 911	5 130	-	(200)	-	(149 995)	(145 065)	96 846
Machinery and equipment	9 213	-	-	3 100	-	-	3 100	12 313
Heritage assets	5 099	-	-	(5 021)	-	-	(5 021)	78
Specialised military assets	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-
Land and subsoil 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>Total</b>	<b>1 132 237</b>	<b>5 130</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(149 995)</b>	<b>(144 865)</b>	<b>987 372</b>
<b>Amount to be voted</b>								<b>(144 865)</b>

#### 4. Changes to programme purposes and service delivery measures

The department has not changed the purpose of any of its programmes, which conform to the customised programme and budget structure of the Arts and Culture sector for 2019/20.

However, there were changes to some targets to align the service delivery information originally published in the 2019/20 EPRE with the department's APP, which was published after the EPRE, as detailed in Sections 4.1 to 4.3.

##### 4.1 Programme 1: Administration

The purpose of this programme is to provide for effective management and administration of the department and to ensure effective and efficient use of financial and human resources.

Tables 15.3 and 15.4 reflect a summary of the 2019/20 adjusted appropriation of Programme 1: Administration, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in a decrease of R8.494 million in the main appropriation of Programme 1, are given in the paragraphs below the tables.

**Table 15.3 : Programme 1: Administration**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Office of the MEC	18 411						-	18 411
2. Corporate Services	138 924			(8 494)			(8 494)	130 430
<b>Total</b>	<b>157 335</b>	<b>-</b>	<b>-</b>	<b>(8 494)</b>	<b>-</b>	<b>-</b>	<b>(8 494)</b>	<b>148 841</b>
<b>Amount to be voted</b>								<b>(8 494)</b>

**Table 15.4 : Summary by economic classification**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
<b>Current payments</b>	<b>155 102</b>	<b>-</b>	<b>-</b>	<b>(9 769)</b>	<b>-</b>	<b>-</b>	<b>(9 769)</b>	<b>145 333</b>
Compensation of employees	90 085			(14 375)			(14 375)	75 710
Goods and services	65 017			4 606			4 606	69 623
Interest and rent on land							-	-
<b>Transfers and subsidies to:</b>	<b>1 478</b>	<b>-</b>	<b>-</b>	<b>375</b>	<b>-</b>	<b>-</b>	<b>375</b>	<b>1 853</b>
Provinces and municipalities	211						-	211
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions							-	-
Households	1 267			375			375	1 642
<b>Payments for capital assets</b>	<b>755</b>	<b>-</b>	<b>-</b>	<b>900</b>	<b>-</b>	<b>-</b>	<b>900</b>	<b>1 655</b>
Buildings and other fixed structures							-	-
Machinery and equipment	755			900			900	1 655
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
<b>Payments for financial assets</b>							-	-
<b>Total</b>	<b>157 335</b>	<b>-</b>	<b>-</b>	<b>(8 494)</b>	<b>-</b>	<b>-</b>	<b>(8 494)</b>	<b>148 841</b>
<b>Amount to be voted</b>								<b>(8 494)</b>

##### Virement – Programme 1: Administration: (R8.494 million)

The following virements were undertaken which affected both sub-programmes, which resulted in a decrease of R8.494 million to the main appropriation of Programme 1:

- Savings of R14.375 million were identified under *Compensation of employees* as a result of delays in filling budgeted critical vacant posts, such as Deputy Director: Internal Control and Risk Management and CFO due to delays in the department's internal recruitment processes. These funds were moved as follows:

- o R8.494 million was moved from the sub-programme: Corporate Services to Programme 2 against *Goods and services* to cater for higher than budgeted costs of departmental events, such as Izingoma, Reed Dance and Freedom Day, as mentioned.
- o R4.606 million was moved to *Goods and services* within Programme 1 and within the Office of the MEC sub-programme to cater for security upgrades for the Office of the MEC which were not budgeted for, increased security costs for the department, as well as pressures under travel and subsistence for various trips undertaken by the HOD internationally and locally under the sub-programme: Corporate Services.
- o R375 000 was moved to *Transfers and subsidies to: Households* within Programme 1 and within the Corporate Services sub-programme for staff exit costs that were not budgeted for.
- o R900 000 was moved to *Machinery and equipment* within Programme 1 and within the Corporate Services sub-programme in respect of the payment for a new motor vehicle for the Office of the HOD which was ordered in the previous year but delivered in 2019/20, as well as upgrading of computer equipment which was under-budgeted for.

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

## 4.2 Programme 2: Cultural Affairs

The purpose of this programme is to provide for projects and interventions in the arts, culture, language and museum services. The aim is to provide an environment conducive to the celebration, nourishment and growth of these sectors. Tables 15.5 and 15.6 reflect a summary of the 2019/20 adjusted appropriation of Programme 2, summarised according to sub-programme and economic classification. Details of the main adjustments, which resulted in an overall decrease of R762 000, are given in the paragraphs below the tables.

**Table 15.5 : Programme 2: Cultural Affairs**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Management	5 025						-	5 025
2. Arts and Culture	208 697			11 034		(11 554)	(520)	208 177
3. Museum Services	32 743			(242)			(242)	32 501
4. Language Services	19 609						-	19 609
5. Heritage Resource Services	63 462						-	63 462
<b>Total</b>	<b>329 536</b>	<b>-</b>	<b>-</b>	<b>10 792</b>	<b>-</b>	<b>(11 554)</b>	<b>(762)</b>	<b>328 774</b>
<b>Amount to be voted</b>								<b>(762)</b>

**Table 15.6 : Summary by economic classification**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
<b>Current payments</b>	<b>192 278</b>	<b>-</b>	<b>-</b>	<b>(10 206)</b>	<b>-</b>	<b>-</b>	<b>(10 206)</b>	<b>182 072</b>
Compensation of employees	91 625			2 521			2 521	94 146
Goods and services	100 653			(12 727)			(12 727)	87 926
Interest and rent on land							-	-
<b>Transfers and subsidies to:</b>	<b>108 163</b>	<b>-</b>	<b>-</b>	<b>26 019</b>	<b>-</b>	<b>-</b>	<b>26 019</b>	<b>134 182</b>
Provinces and municipalities	14 349						-	14 349
Departmental agencies and accounts	45 101			21 203			21 203	66 304
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises	22 600			4 000			4 000	26 600
Non-profit institutions	26 113			(617)			(617)	25 496
Households				1 433			1 433	1 433
<b>Payments for capital assets</b>	<b>29 095</b>	<b>-</b>	<b>-</b>	<b>(5 021)</b>	<b>-</b>	<b>(11 554)</b>	<b>(16 575)</b>	<b>12 520</b>
Buildings and other fixed structures	23 000					(11 554)	(11 554)	11 446
Machinery and equipment	996						-	996
Heritage assets	5 099			(5 021)			(5 021)	78
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
<b>Payments for financial assets</b>							-	-
<b>Total</b>	<b>329 536</b>	<b>-</b>	<b>-</b>	<b>10 792</b>	<b>-</b>	<b>(11 554)</b>	<b>(762)</b>	<b>328 774</b>
<b>Amount to be voted</b>								<b>(762)</b>

**Virement – Programme 2: Cultural Affairs: R10.792 million**

The following virements were undertaken which affected the Arts and Culture, Museum Services and Language Services sub-programmes, and resulted in an increase of R10.792 million in respect of Programme 2:

- R10.792 million was moved to *Goods and services* under the Arts and Culture sub-programme for the higher than budgeted costs of departmental events, such as Izingoma, Reed Dance and Freedom Day. These funds were moved from Programme 1 (R8.494 million) and Programme 3 (R2.298 million) against *Compensation of employees* due to the non-filling of budgeted critical vacant posts as a result of delays in the department's internal recruitment processes, as mentioned.
- In addition to the above, savings of R29.157 million were identified within Programme 2, as follows:
  - R21.203 million was identified under *Goods and services* (R16.182 million) and *Heritage assets* (R5.021 million) as a result of the department allocating the bulk of the KZN Amafa and Research Institute (hereafter referred to as Amafa) funds, moved from Vote 1: Office of the Premier (OTP) in respect of the function shift of the Heritage function, against this category instead of as a transfer to the entity. Subsequent to the compilation of the 2019/20 *EPRE*, the department determined that the bulk of the R63.462 million moved from OTP for the function shift was supposed to be allocated to Amafa, i.e. not only R35.960 million but R57.163 million. Therefore, the department increased the transfer to the public entity by R21.203 million which was sourced from *Goods and services* and *Heritage assets*.
  - Further savings of R7.337 million were identified under *Goods and services* due to enforced savings in areas such as *Consultants, Contractors* and *Communication*.
  - R617 000 was moved from *Transfers and subsidies to: Non-profit institutions* due to transfers in respect of museum subsidies, namely Amazwi Abesifazane (R192 000) and Prince Mangosuthu Buthelezi Museum (R425 000) being withdrawn because these entities did not comply with the departmental transfer policy, such as submission of tax clearance forms and audited AFS.
- These savings were moved within Programme 2 as follows:
  - R2.521 million was moved to *Compensation of employees* for the payment of contract employees, who provide assistance in the administration of the Infrastructure, SCM, and Budgeting and Accounting units under the EPWP Integrated Grant for Provinces, which was under-budgeted for.
  - As mentioned above, R21.203 million was moved to *Transfers and subsidies to: Departmental agencies and accounts* under the Heritage Resources Services sub-programme in respect of the transfer to Amafa. Subsequent to the compilation of 2019/20 *EPRE*, the department determined that the bulk of the funds from OTP in respect of the Heritage function should have been allocated for transfer to the entity directly, and not under the various economic classifications, as mentioned.
  - The net increase of R4 million against *Transfers and subsidies to: Public corporations and private enterprises* under the Arts and Culture sub-programme relates to the introduction of various transfers, such as the Soul and Jazz Experience, uMgungundlovu Gospel Extravaganza, Amagugu Esizwe Maskandi Music Festival and Abaqulusi Maskandi Festival. This increase was mitigated by various withdrawals of transfers to organisations, such as Amantshontsho KaMaskandi, Ukhozi Nyusi Volume and Umgababa Youth Festival, as detailed under Section 9: Transfers and subsidies.
  - R1.433 million was moved to *Transfers and subsidies to: Households* for staff exit costs, funeral costs of five maidens and the driver who died in a taxi crash after attending a preparatory event in the lead-up to the annual Reed Dance event, the sponsorship of various international trips, donations of sound, stage and artist costs, as well as training of under-privileged learners under various sub-programmes. This is further elaborated on in Table 15.15 and Section 6: Gifts, donations and sponsorships.

These virements are permissible in terms of the PFMA and Treasury Regulations. Provincial Treasury approval was granted for the increase and introduction of transfers against *Transfers and subsidies to: Departmental agencies and accounts* and *Transfers and subsidies to: Public corporations and private enterprises*.

Legislature approval is required for the decrease of R617 000 in *Transfers and subsidies to: Non-profit institutions* in respect of museum subsidies for the Amazwi Abesifazane and Prince Mangosuthu Buthelezi Museums. Also, the decrease in *Transfers and subsidies to: Public corporations and private enterprises*, such as Amantshontsho KaMaskandi, Umgababa Youth Festival and uMgungundlovu Gospel Extravaganza, require Legislature approval. Several donations and sponsorships which exceed R100 000 also require Legislature approval. These are discussed in detail in Section 6: Gifts, donations and sponsorships. In addition, the decrease of R5.021 million against *Heritage assets* due to funds being moved to Amafa requires Legislature approval as the capital budget for the Vote as a whole is decreased.

### Other adjustments – Programme 2: Cultural Affairs: (R11.554 million)

The budget was decreased by R11.544 million against the sub-programme: Arts and Culture as follows:

- R6 million allocated towards the refurbishment of the Winston Churchill Theatre under Programme 2 against *Buildings and other fixed structures* was suspended from the 2019/20 budget and will be kept in the PRF until the project has shown good progress. In total, R9 million was allocated for this project in 2019/20. In addition to the suspension, the department requested for a change in purpose of some of these funds, with R1.553 million being allocated for the purchase of an Art Centre in Ladysmith and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg against *Buildings and other fixed structures*. The balance of R1.447 million will be used to start the renovation of the Winston Churchill Theatre project in 2019/20.
- R3.554 million for the refurbishment of the Osizweni Art Centre under Programme 2 against *Buildings and other fixed structures* was suspended from the department's budget. In total, R9 million was allocated for this project in 2019/20 and R3.892 million of the remaining R5.446 million will be used for the project in 2019/20. The department requested for the R3.554 million to be kept in the PRF until the project has shown good progress. The department requested for a change in purpose of some of the balance of the R5.446 million, with R1.554 million being allocated for the purchase of an Art Centre in Ladysmith (R704 000) and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg (R850 000).
- R2 million was suspended from the department in respect of the Music Academy in Ladysmith under Programme 2 against *Buildings and other fixed structures* due to the department only anticipating expenditure of R3 million of the R5 million allocation in the current financial year. The suspended funds will be kept in the PRF until the project requirements determine that the funds be allocated back to the department.

It is noted that the decrease in the allocations for the Winston Churchill Theatre and Music Academy in Ladysmith results in a decrease in funds that were specifically and exclusively appropriated in terms of the KZN Appropriation Act, 2019. The amended allocations are included in the KZN Adjustments Appropriation Act, 2019. These funds remain in *Buildings and other fixed structures*, but to be allocated to the department in future years.

The change in purpose in respect of specifically and exclusively appropriated funds of R1.553 million, from the Winston Churchill Theatre, to fund the purchase of an Art Centre in Ladysmith and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg, requires Legislature approval.

### Service delivery measures – Programme 2: Cultural Affairs

Table 15.7 shows the service delivery targets for Programme 2 as per the department's APP, which are largely aligned to the information contained in the *EPRE*. The table also shows the actual achievements for the first six months of the year.

Some of the outputs were adjusted, as reflected in the 2019/20 Revised target column, to align them to the targets included in the APP, which was tabled after the 2019/20 EPRE was tabled. Two measures were removed to ensure alignment to the APP and this is reflected in the Revised target column as “n/a”.

**Table 15.7 : Service delivery measures – Programme 2: Cultural Affairs**

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
<b>1. Arts and Culture</b>				
1.1 To advance the 2035 agenda to achieve a socially cohesive society and nation building	• No. of community structures supported	16	1	18
	• No. of SMMEs funded through creative industry initiatives	54	9	37
	• No. of practitioners benefiting from capacity building opportunities	2 290	234	540
	• No. of structured Arts, Culture and Heritage (ACH) research that address moral regeneration and social cohesion completed	34	n/a	n/a
	• No. of EPWP job opportunities created per annum	241	76	
	• No. of provincial social cohesion and moral regeneration summits hosted	1	-	
	• No. of marketing platforms/opportunities provided to ACH practitioners	69	13	26
	• No. of community conversations/dialogues conducted	62	9	18
	• No. of national and/or historical days celebrated	11	8	11
	• No. of ACH centres built or renovated	2	-	2
	• No. of war-room intervention package programmes implemented	1	n/a	n/a
• No. of ACH centres built or renovated	2	-		
<b>2. Language Services</b>				
2.1 To advance the 2035 agenda to achieve a socially cohesive society and nation building	• No. of language co-ordinating structures supported	2	-	
<b>3. Museum Services</b>				
3.1 To advance the 2035 agenda to achieve a socially cohesive society and nation building	• No. of exhibitions staged	3	2	
	• No. of training sessions offered to museums	2	1	

### 4.3 Programme 3: Library and Archive Services

The aim of this programme is to provide library and information services, as well as archive services. The Community Library Services conditional grant resides within this programme as a sub-programme, which is additional to the sector structure.

Tables 15.8 and 15.9 reflect a summary of the 2019/20 adjusted appropriation of Programme 3, summarised according to sub-programme and economic classification.

Details of the main adjustments, which resulted in an overall decrease of R135.609 million, are given in the paragraphs below the tables.

**Table 15.8 : Programme 3: Library and Archive Services**

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts		
1. Management	2 100					-	2 100
2. Library Services	289 671			(1 201)		(1 201)	288 470
3. Archives	169 178	5 130		(1 097)		(134 408)	34 770
4. Community Library Services grant	184 417					-	184 417
<b>Total</b>	<b>645 366</b>	<b>5 130</b>	<b>-</b>	<b>(2 298)</b>	<b>-</b>	<b>(135 609)</b>	<b>509 757</b>
<b>Amount to be voted</b>							<b>(135 609)</b>



Table 15.9 : Summary by economic classification

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts			Other adjustments
<b>Current payments</b>	<b>154 813</b>	-	-	<b>1 623</b>	<b>3 264</b>	-	<b>4 887</b>	<b>159 700</b>
Compensation of employees	82 157			(5 029)	2 264		(2 765)	79 392
Goods and services	72 656			6 652	1 000		7 652	80 308
Interest and rent on land							-	-
<b>Transfers and subsidies to:</b>	<b>264 180</b>	-	-	<b>(5 921)</b>	<b>(3 264)</b>	-	<b>(9 185)</b>	<b>254 995</b>
Provinces and municipalities	262 080			(5 950)	(3 264)		(9 214)	252 866
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	2 100						-	2 100
Households				29			29	29
<b>Payments for capital assets</b>	<b>226 373</b>	<b>5 130</b>	-	<b>2 000</b>	-	<b>(138 441)</b>	<b>(131 311)</b>	<b>95 062</b>
Buildings and other fixed structures	218 911	5 130		(200)		(138 441)	(133 511)	85 400
Machinery and equipment	7 462			2 200			2 200	9 662
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
<b>Payments for financial assets</b>							-	-
<b>Total</b>	<b>645 366</b>	<b>5 130</b>	-	<b>(2 298)</b>	-	<b>(138 441)</b>	<b>(135 609)</b>	<b>509 757</b>
<b>Amount to be voted</b>								<b>(135 609)</b>

### Roll-over – Programme 3: Library and Archive Services: R5.130 million

An amount of R5.130 million was approved for roll-over in respect of the construction of the Archive Repository allocated to the Archives sub-programme against *Buildings and other fixed structures*.

### Virement – Programme 3: Library and Archive Services: (R2.298 million)

The following virements were undertaken at programme level resulting in a net reduction of R2.298 million in respect of the main appropriation of Programme 3.

- Savings of R11.179 million were identified within Programme 3 as follows:
  - R5.029 million against *Compensation of employees* against most sub-programmes as a result of delays in filling budgeted critical vacant posts.
  - R5.950 million was moved from *Transfers and subsidies to: Provinces and municipalities* under the Community Library Services grant sub-programme. These funds relate to transfers to 10 municipalities, such as Ray Nkonyeni, eMadlangeni, Nongoma and Ulundi, in respect of the provincialisation of libraries within the grant as detailed in Table 15.16. There was a delay in the receipt of a legal opinion as to whether staff should be appointed by the municipality or the province. These funds were for the appointment of staff and for operational costs in municipalities in 2019/20 but will no longer be used for this purpose but instead be used for the purchase of library material. The department will no longer transfer these funds to municipalities in 2019/20 due to the delay in the finalisation of the legal opinion. This issue is currently with the state attorneys and the department does not anticipate it being resolved in 2019/20.
  - R200 000 was moved from *Buildings and other fixed structures* due to delays in the appointment of contractors and project managers by the department for the construction and upgrade of various libraries, such as Mondlo, Nibela, Mtubatuba and Danny Dalton. This was mainly as a result of various SCM discrepancies which resulted in the cancellation of bids which were largely due to SCM capacity issues within the department. This decrease was offset to an extent by an increase of R2.800 million under the Library Services sub-programme for repairs to the Library Services Head Office in Prince Alfred Street in Pietermaritzburg. This project is implemented by DOPW. The repairs are progressing faster than anticipated.

These savings were moved as follows:

- R2.298 million was moved to *Goods and services* in Programme 2 to fund the higher than budgeted costs for departmental events, such as Izingoma, Reed Dance and Freedom Day, as mentioned.

### Vote 15: Arts and Culture

- R6.652 million was moved to *Goods and services* within Programme 3 under the Community Library services grant and Library Services sub-programmes to cater for the higher than budgeted costs in respect of the official opening of various libraries and to host reading campaigns in areas where new libraries have been built to create a culture of reading and to encourage membership.
- R29 000 was moved to *Transfers and subsidies to: Households* within Programme 3 for staff exit costs that were not budgeted for.
- The net amount of R2.200 million was moved to *Machinery and equipment* within Programme 3 under the Community Library Services grant sub-programme in respect of the installation of 20 Radio Frequency Identification (RFID) gates in libraries to improve security in libraries. The contract for installation of RFID gates was awarded in 2018/19, however the service provider only installed the RFID gates in the current financial year. This increase was offset by a decrease of R800 000 due to enforced savings within Programme 3 under the Library Services sub-programme moved to *Buildings and other fixed structures* in respect of repairs to the Library Services Head Office in Prince Alfred Street in Pietermaritzburg, as mentioned.

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

The decrease of R5.950 million in *Transfers and subsidies to: Provinces and municipalities*, in respect of the provincialisation of libraries in 10 municipalities under the Community Library Services grant, requires Legislature approval. The net decrease of R200 000 in *Buildings and other fixed structures* results in a decrease in capital for the Vote, which requires Legislature approval.

### Shifts – Programme 3: Library and Archive Services

The following shifts were undertaken within Programme 3 across economic classification under the Community Library Services grant sub-programme:

- R3.264 million was shifted from *Transfers and subsidies to: Provinces and municipalities* in respect of transfers to Nkandla Municipality for the appointment of staff and operational costs of the Nkungamathe and Qhudeni libraries under the Community Library Services grant. There was a delay in the receipt of a legal opinion as to whether staff should be appointed by the municipality or the province, as well as for the operational costs of these libraries, such as municipal costs, stationery and printing. The department does not anticipate finalisation of the legal opinion in 2019/20. These funds were shifted as follows:
  - o R2.264 million was shifted to *Compensation of employees* for the appointment of staff for provincialised libraries, namely Nkungamathe and Qhudeni. The department will appoint staff for these libraries directly. The purpose of the funds remains unchanged.
  - o R1 million was shifted to *Goods and services* for operational costs, such as municipal costs, stationery and printing in respect of the Nkungamathe and Qhudeni libraries. The department will provide for these operational costs directly. The purpose of the funds remains unchanged.

### Other adjustments – Programme 3: Library and Archive Services: (R138.441 million)

The department requested that R133.311 million allocated for the construction of the Archive Repository against *Buildings and other fixed structures* be suspended from the 2019/20 budget, and that this amount be kept in the PRF until such time that the project commences. As mentioned, the project is being implemented by DOPW. In addition, subsequent to the approval of the roll-over of R5.130 million, the department indicated that these funds will also not be spent in the current financial year and requested that the funds also be kept in the PRF. As such, a total of R138.441 million is suspended from the sub-programme: Archives and *Buildings and other fixed structures*.

The decrease in the Archive Repository allocation results in a decrease in specifically and exclusively appropriated funds in terms of the KZN Appropriation Act, 2019. The amended allocation is included in the KZN Adjustments Appropriation Act, 2019. These funds remain under *Buildings and other fixed structures*, but to be allocated to the department in future years.

### Service delivery measures – Programme 3: Library and Archive Services

Table 15.10 shows the service delivery targets for Programme 3 as per the department's APP which is largely aligned to the information contained in the 2019/20 EPRE. The table also shows the actual achievements for the first six months of the year. Two outputs were adjusted, as reflected in the 2019/20 Revised target column, to align them to the targets included in the APP, which was tabled after the EPRE was tabled. One measure was removed to ensure alignment to the APP and this is reflected in the 2019/20 Revised target column as "n/a".

**Table 15.10 : Service delivery measures – Programme 3: Library and Archive Services**

Outputs	Performance indicators	Performance targets		
		2019/20 Original target	2019/20 Mid-year actual	2019/20 Revised target
<b>1. Library Services</b>				
1.1 To advance the 2035 agenda to achieve a socially cohesive society and nation building	<ul style="list-style-type: none"> <li>No. of library materials procured</li> <li>No. of new libraries built</li> <li>No. of existing facilities upgraded for public library purposes</li> </ul>	201 000 1 2	94 861 - -	150 000 - -
<b>2. Archive Services</b>				
2.1 To advance the 2035 agenda to achieve a socially cohesive society and nation building	<ul style="list-style-type: none"> <li>No. of promotional interventions on promotion of national symbols and orders</li> <li>No. of govt. bodies receiving records</li> <li>No. of govt. bodies inspected</li> <li>No. of oral history projects undertaken</li> </ul>	30 27 5 5	20 15 n/a 2	  n/a 5

### 5. Specifically and exclusively appropriated allocations

Table 15.11 shows the amounts that are specifically and exclusively appropriated for specific purposes in terms of the KZN Adjustments Appropriation Act, 2019. Note that conditional grants, as well as transfers to public entities and local government (which are also specifically and exclusively appropriated funds) are not included here, as they are discussed in Sections 8, 9 and 10.

Details of the main adjustments, which resulted in an overall decrease of R142.864 million in respect of the department's specifically and exclusively appropriated funding, are provided in the paragraphs following the table.

**Table 15.11 : Summary of specifically and exclusively appropriated funding**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
1. Prog 2: Museum subsidies	12 438						-	12 438
2. Prog 2: Operational costs for art centres	1 911						-	1 911
3. Prog 2: Music Academy in Ladysmith*	5 000					(2 000)	(2 000)	3 000
4. Prog 2: Refurbishment of the Winston Churchill Theatre*	9 000					(7 553)	(7 553)	1 447
6. Prog 3: Archive Repository	135 311	5 130				(138 441)	(133 311)	2 000
7. Prog 3: Provincialisation of libraries	207 863						-	207 863
<b>Total</b>	<b>371 523</b>	<b>5 130</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(147 994)</b>	<b>(142 864)</b>	<b>228 659</b>
<b>Amount to be voted</b>								<b>(142 864)</b>

\*Note that the Main Budgets in the Appropriation Act were misstated

- *Roll-over*: An amount of R5.130 million was approved for roll-over for the construction of the Archive Repository against *Buildings and other fixed structures*, as mentioned.
- *Other adjustments*: The specific and exclusive funding was reduced by R147.994 million as follows:
  - o R2 million was suspended from the department in respect of the Music Academy in Ladysmith under Programme 2 against *Buildings and other fixed structures* due to the department only anticipating expenditure of R3 million of the R5 million allocation in the current financial year. The suspended funds will be kept in the PRF until the project requirements determine that the funds be allocated back to the department.
  - o R6 million allocated towards the refurbishment of the Winston Churchill Theatre under Programme 2 against *Buildings and other fixed structures* was suspended from the 2019/20

budget and will be kept in the PRF until the project has shown good progress. In total, R9 million was allocated for this project in 2019/20. In addition to the suspension, the department requested for a change in purpose of some of these funds, with R1.553 million being allocated for the purchase of an Art Centre in Ladysmith and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg against *Buildings and other fixed structures*. The balance of R1.447 million will be used to start the renovation of the Winston Churchill Theatre in 2019/20.

- o The department requested that R133.311 million allocated for the construction of the Archive Repository against *Buildings and other fixed structures* be suspended from the 2019/20 budget, and that this amount be kept in the PRF until such time that the project commences. Subsequent to the approval of the roll-over of R5.130 million, the department indicated that these funds also will not be spent in the current financial year and requested that the funds be kept in the PRF. As such, a total of R138.441 million was requested to be suspended.

It is noted that the decrease in the allocations for the Archive Repository, Winston Churchill Theatre and Music Academy in Ladysmith results in a decrease in funds that were specifically and exclusively appropriated in terms of the KZN Appropriation Act, 2019. The amended allocations are included in the KZN Adjustments Appropriation Act, 2019. These funds remain in *Buildings and other fixed structures*, but to be allocated to the department in future years.

The change in purpose of a portion of the funds allocated for the Winston Churchill Theatre requires Legislature approval, as the funds were specifically and exclusively allocated.

## 6. Gifts, donations and sponsorships

The department made the following donations and sponsorships exceeding R100 000, and Legislature approval is therefore required:

- The department made a donation of R500 000 toward funeral costs for five maidens and the driver who died in a taxi crash near Pomeroy in Dundee in August 2019 after attending a preparatory event in the lead-up to the annual Reed Dance event. The department hired marquees, catering and transport for the families.
- A sponsorship of R400 000 was given to the South African Jinge for participation in the Italian Folklore Summer 2019 in Italy. The South African Jinge is a group of 66 traditional dancers from Umlazi with this group being founded five years ago. The main purpose of the group is to take the youth out of substance abuse and off the streets. Their mission statement is “*Education first and dancing afterwards*”. This amount was given to the group in cash.
- A sponsorship of R183 000 was made in respect of an international trip to the United Kingdom (Wales and London) by 10 *amabutho* in July 2019. The trip was initiated by an invitation from the Royal Welsh Agricultural Society to attend the Royal Welsh Show (agricultural show). The show attracts seasoned farmers and suppliers in the industry with the aim of benefitting opportunities for KZN. In addition, His Majesty the King visited Windsor Castle in London where King Cetshwayo was kept captive.
- An amount of R140 000 was donated for sound, stage and artists’ costs at a childrens’ picnic held in August for promotion of social cohesion.

The department allocated the above donations and sponsorships under Programme 2 against *Transfers and subsidies to: Households*. These four donations and sponsorships exceed R100 000 per case and therefore require Legislature approval.

## 7. Infrastructure

Table 15.12 shows the infrastructure payments per main category. Details of the main adjustments, which led to a net decrease of R145.065 million, are provided in the paragraphs following the table.

Table 15.12 : Summary of infrastructure payments by category

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts		
Existing infrastructure assets	21 900	-	-	2 800	-	(10 961)	13 739
Maintenance and repair: Current						-	-
Upgrades and additions: Capital	10 000					(5 108)	4 892
Refurbishment and rehabilitation: Capital	11 900			2 800		(5 853)	8 847
<b>New infrastructure assets: Capital</b>	<b>220 011</b>	<b>5 130</b>		<b>(3 000)</b>		<b>(139 034)</b>	<b>83 107</b>
Infrastructure transfers	3 000	-	-	-	-	-	3 000
Infrastructure transfers: Capital	3 000					-	3 000
Infrastructure transfers: Current						-	-
Infrastructure: Payments for financial assets						-	-
Infrastructure: Leases						-	-
Non infrastructure						-	-
Capital infrastructure	244 911	5 130	-	(200)	-	(149 995)	99 846
Current infrastructure	-	-	-	-	-	-	-
<b>Total</b>	<b>244 911</b>	<b>5 130</b>	<b>-</b>	<b>(200)</b>	<b>-</b>	<b>(149 995)</b>	<b>99 846</b>
Amount to be voted							(145 065)

- *Roll-over*: R5.130 million was approved for roll-over in respect of the construction of the Archive Repository and was allocated against *New infrastructure assets: Capital*, as mentioned.
- *Virement*: The following virements were undertaken against the infrastructure budget which resulted in a decrease of R200 000:
  - R2.800 million was moved within Programme 3 against *Refurbishment and rehabilitation: Capital* in respect of repairs to the Library Services Head Office in Prince Alfred Street in Pietermaritzburg. This project is implemented by DOPW. The repairs are progressing faster than anticipated. These funds were moved from *Compensation of employees* (R2 million) as a result of non-filling of budgeted critical vacant posts due to lengthy recruitment processes and *Machinery and equipment* (R800 000) due to enforced savings within Programme 3.
  - R3 million was moved from *New infrastructure assets: Capital* within Programme 3 due to delays in the appointment of contractors and project managers by the department for the construction and upgrade of various libraries, such as Mondlo, Nibela, Mtubatuba and Danny Dalton. This was mainly as a result of various SCM discrepancies which resulted in the cancelation of bids which were largely due to SCM capacity constraints within the department. These funds were moved to *Machinery and equipment* for the installation of 20 RFID gates in libraries to improve security in libraries, as mentioned.

The net decrease of R200 000 against *Capital infrastructure* contributes to a decrease in capital for the Vote as a whole, and this requires Legislature approval.

- *Other adjustments*: The infrastructure budget was decreased by R149.995 million as follows:
  - R3.554 million was suspended from the 2019/20 budget in respect of the refurbishment of the Osizweni Art Centre under Programme 2 against *Upgrades and additions: Capital*. The department requested for the funds to be kept in the PRF until the project has shown good progress. The department requested for a change in purpose of the balance, with R1.554 million being moved from this category to *New infrastructure assets: Capital* for the purchase of an Art Centre in Ladysmith (R704 000) and *Refurbishment and rehabilitation: Capital* (R850 000) for repairing a wall that collapsed at Heather Hall in Pietermaritzburg.
  - R6 million was suspended in respect of the refurbishment of the Winston Churchill Theatre under Programme 2 against *Refurbishment and rehabilitation: Capital*. In total, R9 million was allocated for this project in 2019/20. The department requested for a change in purpose of some of the balance of R3 million, with R1.553 million allocated for the purchase of an Art Centre in Ladysmith (R703 000 moved to *New infrastructure assets: Capital*) and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg (R850 000 within this category). The balance of R1.447 million will be used to start the Winston Churchill Theatre renovations in 2019/20.
  - *New infrastructure assets: Capital* was decreased by R139.034 million as follows:

- R133.311 million allocated for the construction of the Archive Repository was suspended from the 2019/20 budget, and this amount will be kept in the PRF until such time that the project commences. Subsequent to the approval of the roll-over of R5.130 million, the department indicated that the roll-over will also not be spent in the current financial year and requested that the funds be kept in the PRF, as well. Thus a total amount of R138.441 million was suspended from this project.
- R2 million was suspended in respect of the Music Academy in Ladysmith due to the department only anticipating expenditure of R3 million of the R5 million allocation in the current financial year. The suspended funds will be kept in the PRF until the project requirements determine that the funds be allocated back to the department.
- R1.407 million was allocated for the purchase of an Art Centre in Ladysmith *via* the DOPW from Transnet. The building was already an art centre when it was bought, but was not operating as such. The agreement to purchase was concluded through an inter-departmental agreement (IDA) with the department in 2014/15, but the transaction was only finalised in 2018/19. The funds will be used for alterations to the centre in line with the department's specifications, as well as to enable a regional office of the department to occupy a portion of the building. These funds were reprioritised within the category from Osizweni Art Centre and Winston Churchill Theatre, as mentioned.

The decrease in the allocations for the Archive Repository, Winston Churchill Theatre and Music Academy in Ladysmith results in a decrease in funds that were specifically and exclusively appropriated in terms of the KZN Appropriation Act, 2019. The amended allocations are included in the KZN Adjustments Appropriation Act, 2019. Approval was obtained from the Provincial Executive Council for all suspensions, as well as the change in specifically and exclusively appropriated funds. These funds remain in *Buildings and other fixed structures*, but to be allocated to the department in future years.

The change in purpose in respect of the specifically and exclusively appropriated funds of R1.553 million, from the Winston Churchill Theatre, to fund the purchase of an Art Centre in Ladysmith and for repairing a wall that collapsed at Heather Hall in Pietermaritzburg, requires Legislature approval.

## 8. Conditional grants

Tables 15.13 and 15.14 reflect changes to the conditional grant funding.

Details of the main adjustments, which led to no change to the main appropriation, are provided in the paragraphs following the tables. The department undertook virements at economic classification level and these are explained below.

**Table 15.13 : Summary of changes to conditional grants**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts	Other adjustments		
<b>2. Cultural Affairs</b>	<b>2 110</b>	-	-	-	-	-	-	<b>2 110</b>
EPWP Integrated Grant for Provinces	2 110							2 110
<b>3. Library and Archive Services</b>	<b>184 417</b>	-	-	-	-	-	-	<b>184 417</b>
Community Library Services grant	184 417							184 417
<b>Total</b>	<b>186 527</b>	-	-	-	-	-	-	<b>186 527</b>
Amount to be voted								-

Table 15.14 : Summary of conditional grants by economic classification

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts			Other adjustments
<b>Current payments</b>	<b>46 610</b>	-	-	<b>5 950</b>	<b>3 264</b>	-	<b>9 214</b>	<b>55 824</b>
Compensation of employees	10 265				2 264		2 264	12 529
Goods and services	36 345			5 950	1 000		6 950	43 295
Interest and rent on land							-	-
<b>Transfers and subsidies to:</b>	<b>56 317</b>	-	-	<b>(5 950)</b>	<b>(3 264)</b>	-	<b>(9 214)</b>	<b>47 103</b>
Provinces and municipalities	54 217			(5 950)	(3 264)		(9 214)	45 003
Departmental agencies and accounts							-	-
Higher education institutions							-	-
Foreign governments and international organisations							-	-
Public corporations and private enterprises							-	-
Non-profit institutions	2 100						-	2 100
Households							-	-
<b>Payments for capital assets</b>	<b>83 600</b>	-	-	-	-	-	-	<b>83 600</b>
Buildings and other fixed structures	78 600			(3 000)			(3 000)	75 600
Machinery and equipment	5 000			3 000			3 000	8 000
Heritage assets							-	-
Specialised military assets							-	-
Biological assets							-	-
Land and subsoil assets							-	-
Software and other intangible assets							-	-
<b>Payments for financial assets</b>								
<b>Total</b>	<b>186 527</b>	-	-	-	-	-	-	<b>186 527</b>
Amount to be voted								

- **Virement:** The following virements were undertaken between economic classifications under the Community Library Services grant in Programme 3:
  - *Goods and services* was increased by R5.950 million within the Community Library Services grant for the purchase of library materials and undertaking reading campaigns in areas where new libraries have been built. These funds were moved from *Transfers and subsidies to: Provinces and municipalities* in respect of transfers to 10 municipalities, such as Ray Nkonyeni, eMadlangeni, Nongoma and Ulundi in respect of the provincialisation of libraries. There was a delay in the receipt of a legal opinion as to whether staff should be appointed by the municipality or the province. These funds will therefore no longer be used for this purpose but for the purchase of library material.
  - R3 million was moved from *Buildings and other fixed structures* due to delays in the appointment of contractors and project managers by the department for the construction and upgrade of various libraries, such as Mondlo, Nibela, Mtubatuba and Danny Dalton. This was mainly as a result of various SCM discrepancies which resulted in the cancellation of bids which were largely due to SCM capacity issues within the department. These funds were moved to *Machinery and equipment* for the installation of 20 RFID gates in libraries, as mentioned.

The decrease of R5.950 million in *Transfers and subsidies to: Provinces and municipalities* in respect of provincialisation of libraries of 10 municipalities requires Legislature approval.

- **Shifts:** The following shifts were undertaken within Programme 3 under the Community Library Services grant:
  - R3.264 million was shifted from *Transfers and subsidies to: Provinces and municipalities* in respect of transfers to Nkandla Municipality for the appointment of staff and for the operational costs of the Nkungamathe and Qhudeni libraries. There was a delay in the receipt of a legal opinion as to whether staff should be appointed by the municipality or the province, as well as the payment of operational costs of libraries. The department does not anticipate finalisation of the legal opinion in 2019/20. These funds were shifted as follows:
    - R2.264 million was shifted to *Compensation of employees* for the appointment of staff for the provincialised libraries, namely Nkungamathe and Qhudeni. The department will appoint staff for these libraries directly. The purpose of the funds remains unchanged.
    - R1 million was shifted to *Goods and services* for operational costs, such as municipal costs, stationery and printing of the Nkungamathe and Qhudeni libraries. The department will provide for these operational costs directly. The purpose of the funds remains unchanged.

## 9. Transfers and subsidies

Table 15.15 shows the summary of transfers and subsidies. Details of the main adjustments which led to an increase of R17.209 million in the main appropriation, are provided in the paragraphs after the table:

**Table 15.15 : Summary of transfers and subsidies by programme and main category**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
<b>1. Administration</b>	<b>1 478</b>	-	-	375	-	-	<b>375</b>	<b>1 853</b>
Provinces and municipalities	211	-	-	-	-	-	-	211
Motor vehicle licences	211	-	-	-	-	-	-	211
Households	1 267	-	-	375	-	-	375	1 642
Bursaries to non-employees	1 267	-	-	-	-	-	-	1 267
Staff exit costs				375			375	375
<b>2. Cultural Affairs</b>	<b>108 163</b>	-	-	26 019	-	-	<b>26 019</b>	<b>134 182</b>
Provinces and municipalities	14 349	-	-	-	-	-	-	14 349
Museum subsidies	12 438	-	-	-	-	-	-	12 438
Operational costs for art centres	1 911	-	-	-	-	-	-	1 911
Departmental agencies and accounts	45 101	-	-	21 203	-	-	21 203	66 304
The Playhouse Company	9 141	-	-	-	-	-	-	9 141
Amafa	35 960	-	-	21 203	-	-	21 203	57 163
Public corporations and private enterprises	22 600	-	-	4 000	-	-	4 000	26 600
Abaqulusi Maskandi Festival				1 000			1 000	1 000
Amagugu Esizwe Maskandi Music Festival				2 500			2 500	2 500
Amantshontsho KaMaskandi	500			(500)			(500)	-
Amasiko Omzinyathi	1 500			-			-	1 500
Armco Dam Festival	500			-			-	500
Beads Festival	1 100			-			-	1 100
Drakensburg Extravaganza	4 000			-			-	4 000
Durban International Blues Festival	100			-			-	100
Durban Rocks	500			-			-	500
Durban Rocks in July				500			500	500
Hazelmere Dam Jazz Festival	600			-			-	600
Impucuzeko Maskandi Festival	1 600			-			-	1 600
Indoni SA	2 000			-			-	2 000
KZN Beach Festival				600			600	600
Newcastle Jazz Festival	1 500			-			-	1 500
Nquthu Gospel Music Festival	1 100			-			-	1 100
PMB Jazz Festival	500			-			-	500
Soul and Jazz Experience				1 100			1 100	1 100
Ugu Jazz Festival	500			-			-	500
Ukhozi Nyusi Volume	1 500			(1 500)			(1 500)	-
Umgababa Youth Festival	500			(500)			(500)	-
uMgungundlovu Gospel Extravaganza				800			800	800
Umlalazi Festival Expo	2 000			-			-	2 000
uThungulu Last Dance	1 100			-			-	1 100
Youth Own Your Power	1 500			-			-	1 500
Non-profit institutions	26 113	-	-	(617)	-	-	(617)	25 496
KZN Philharmonic Orchestra	10 700			-			-	10 700
Museum subsidies	5 500			(617)			(617)	4 883
Transfers to Art Centres	4 815			-			-	4 815
Arts and Culture Support	3 110			-			-	3 110
Gcina Amasko	100			-			-	100
Art in the Park	60			-			-	60
Bhodozlo Talent Development Programme	1 000			-			-	1 000
Centre for Creative Arts (UKZN)	300			-			-	300
Dolosfees Festival	100			-			-	100
Durban School of Music	650			-			-	650
East Griqualand Festival	350			-			-	350
Hilton Arts Festival	100			-			-	100
KwaCulture	150			-			-	150
Love to Live	80			-			-	80
Sakhisizwe Organisation	220			-			-	220
Transfers to Art Councils	1 988			-			-	1 988
Households	-	-	-	1 433	-	-	1 433	1 433
Staff exit costs				79			79	79
Funeral costs - donation				500			500	500
South African Jinge - sponsorship				400			400	400
International trip to the United Kingdom - sponsorship				183			183	183
Sound, stage, and artists costs - donation				140			140	140
International trip to London - sponsorship				45			45	45
Training of under-privileged learners - donation				86			86	86
<b>3. Library and Archive Services</b>	<b>264 180</b>	-	-	(5 921)	(3 264)	-	<b>(9 185)</b>	<b>254 995</b>
Provinces and municipalities	262 080	-	-	(5 950)	(3 264)	-	(9 214)	252 866
Community library services grant	54 217			(5 950)	(3 264)		(9 214)	45 003
Provincialisation of libraries	207 863			-	-		-	207 863
Non-profit institutions	2 100	-	-	-	-	-	-	2 100
Family Literacy Project	500			-			-	500
SA for the Blind	1 600			-			-	1 600
Households	-	-	-	29	-	-	29	29
Staff exit costs				29			29	29
<b>Total</b>	<b>373 821</b>	-	-	<b>20 473</b>	<b>(3 264)</b>	-	<b>17 209</b>	<b>391 030</b>
<b>Amount to be voted</b>								<b>17 209</b>



Note that the table includes transfers made to public entities that fall under the department, namely the national public entity The Playhouse Company and the provincial public entity Amafa, which are specifically and exclusively appropriated in terms of the KZN Adjustments Appropriation Act, 2019.

- *Virement*: The department undertook various virements affecting *Transfers and subsidies*, which resulted in a net increase of R20.473 million, as follows:
  - An amount of R375 000 was moved to *Households* for staff exit costs from *Compensation of employees* under Programme 1.
  - Programme 2 provides for transfers to the KZN Philharmonic Orchestra, The Playhouse Company, Amafa, art councils, art centres and other arts organisations. In addition, the department provides for transfers in respect of museum services, to the board of trustees managing museums, as well as for the provincialisation of museum services. The following virements were undertaken, resulting in a net increase of R26.019 million:
    - *Departmental agencies and accounts* was increased by R21.203 million in respect of transfers to Amafa. Subsequent to the compilation of 2019/20 *EPRE*, the department determined that the bulk of the funds from OTP in respect of the Heritage function should have been allocated to the entity as part of the transfer, as mentioned.
    - There was a net increase of R4 million against *Public corporations and private enterprises* for the introduction of new transfers to various entities, as well as a decrease in transfers to organisations, such as Amantshontsho KaMaskandi, Ukhozi Nyusi Volume and Umgababa Youth Festival, as detailed below:
      - R1 million toward the Abaqulusi Maskandi Festival to be held in Nquthu Municipality on 28 December. The event offers top class entertainment, where South Africa's top Maskandi artists will perform.
      - R2.500 million for the Amagugu Esizwe Maskandi Music Festival – Siyabakhumbula – Remember Fallen Heroes to be held at Bergville, in Okhahlamba Local Municipality in September 2019. This event honours, remembers and celebrates the contribution made by Maskandi music legends, notably the fallen giants, such as Bhukumuzi Luthuli, Mfazomnyama, Busi Mhlongo, Mtshengiseni Gcwensa and Mgqumeni.
      - R500 000 was withdrawn from the Amantshontsho KaMaskandi due to non-compliance with the departmental transfer policy, such as non-submission of tax clearance forms and audited AFS.
      - R500 000 was withdrawn from the Umgababa Youth Festival due to a conflict between the two partners of the entity in 2018/19. The conflict has since been resolved, but the department decided to withdraw from the transfer to the Umgababa Youth Festival and rather reprioritise the funds to an introduction of a new transfer to Durban Rocks in July.
      - R600 000 in respect of the KZN Beach Festival. The beach festival is used as an awareness campaign to curb a growing number of incidences of people drowning due to lack of experience or being unable to swim. This music festival seeks to encourage communities to make full use of beach facilities by participating in various beach games, which enhances their social life while making a good impact on social cohesion.
      - R1.100 million for the Soul and Jazz Experience at The Bay (uMhlathuze Municipality, Richards Bay). The objective of this event is to attract different ethnic groups of varying age groups, from all local municipalities to one venue, to enjoy music in a relaxed setting, while also empowering local artists.
      - R1.500 million was withdrawn from Ukhozi Nyusi Volume due to non-compliance with the departmental transfer policy, such as submission of tax clearance forms and audited AFS.
      - R800 000 in respect of the uMgungundlovu Gospel Extravaganza which is planned to take place in November 2019 in Pietermaritzburg at Alexandra Park. The main objective of this event is to mobilise society to work together to build a caring and proud society, thus contributing to the department's strategic goal of a creating a socially cohesive society.

- There was a decrease of R617 000 against *Non-profit institutions* because transfers relating to museum subsidies, namely Amazwi Abesifazane (R192 000) and Prince Mangosuthu Buthelezi Museum (R425 000), were withdrawn due to these entities not complying with the departmental transfer policy, such as submission of tax clearance forms and audited AFS.
- *Households* was increased by R1.433 million as follows:
  - R79 000 for staff exit costs.
  - A donation of R500 000 toward funeral costs for five maidens and the driver who died in a fiery taxi crash near Pomeroy in Dundee in August 2019 after attending a preparatory event in the lead-up to the annual Reed Dance event.
  - A sponsorship of R400 000 to the South African Jinge for participation in the Italian Folklore Summer 2019 in Italy.
  - A sponsorship of R183 000 for an international trip to the United Kingdom by *amabutho*.
  - A donation of R140 000 for sound, stage and artists costs in respect of a childrens' picnic undertaken in August.
  - A sponsorship of R45 000 for an international trip to London undertaken by an official to deliver their research paper to the University of Oxford.
  - R86 000 was donated to under-privileged learners in 12 districts for training in opera and classical genre.
- o Programme 3 caters for transfers to municipalities in respect of the Community Library Services grant relating to the provincialisation of libraries. The following virements were undertaken within the grant resulting in a net decrease of R5.921 million:
  - R5.950 million was moved from *Provinces and municipalities* in respect of transfers to 10 municipalities, such as Ray Nkonyeni, eMadlangeni, Nongoma and Ulundi in respect of the provincialisation of libraries within the Community Library Services grant. There was a delay in the receipt of a legal opinion as to whether staff should be appointed by the municipality or the province. The department does not anticipate finalisation of the legal opinion in 2019/20. These funds were moved to *Goods and services* mainly for the purchase of library materials.
  - This was offset by the movement of R29 000 to *Households* for staff exit costs.

Where necessary, Provincial Treasury approval was obtained for the increases in *Transfers and subsidies* in terms of the PFMA and Treasury Regulations.

Legislature approval is required for the reduction of R5.950 million in *Provinces and municipalities*, R617 000 in *Non-profit institutions* and various decreases in *Public corporations and private enterprises*. In addition, Legislature approval is required for donations and sponsorships made that exceed R100 000.

- *Shifts*: The following shifts were undertaken within Programme 3 under the Community Library Services grant:
  - o R3.264 million was shifted from *Provinces and municipalities* in respect of transfers to Nkandla Municipality for the appointment of staff and operational costs of the Nkungamathe and Qhudeni libraries under the Community Library Services grant. There was a delay in the receipt of a legal opinion as to whether staff should be appointed by the municipality or the province. The shift also relates to the operational costs of libraries, and is explained as follows:
    - R2.264 million was shifted to *Compensation of employees* within the Community Library Services grant for the appointment of staff for the provincialised libraries, namely Nkungamathe and Qhudeni at Nkandla Municipality. The department will appoint staff for these libraries directly. The purpose of the funds remains unchanged.
    - R1 million was shifted to *Goods and services* for operational costs, such as municipal costs, stationery and printing of the Nkungamathe and Qhudeni libraries. The department will provide for these operational costs directly. The purpose of the funds remains unchanged.

## 10. Transfers to local government

Tables 15.16 to 15.20 show the details of transfers to local government.

It is noted that the amount against *Provinces and municipalities* in Table 15.15 includes provision for motor vehicle licences. This amount is excluded from the transfer to local government table, as these funds will not be transferred to any municipality.

The department made adjustments to transfers to local government which resulted in a decrease of R9.214 million. These changes will be gazetted after the tabling of the Adjustments Estimate.

Details are provided in the paragraphs below Table 15.16.

**Table 15.16 : Summary of transfers to local government**

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts		
A	KZN2000 eThekweni	92 302	-	(595)	-	(595)	91 707
<b>Total: Ugu Municipalities</b>		<b>24 543</b>	-	<b>(595)</b>	-	<b>(595)</b>	<b>23 948</b>
B	KZN212 uMdoni	9 003	-	-	-	-	9 003
B	KZN214 uMuziwabantu	1 686	-	-	-	-	1 686
B	KZN216 Ray Nkonyeni	13 854	-	(595)	-	(595)	13 259
<b>Total: uMgungundlovu Municipalities</b>		<b>36 219</b>	-	<b>(595)</b>	-	<b>(595)</b>	<b>36 219</b>
B	KZN221 uMshwathi	2 851	-	-	-	-	2 851
B	KZN222 uMngeni	4 144	-	-	-	-	4 144
B	KZN223 Mpofana	2 173	-	-	-	-	2 173
B	KZN224 iMpindle	1 971	-	-	-	-	1 971
B	KZN225 Msunduzi	20 515	-	-	-	-	20 515
B	KZN226 Mkhambathini	1 714	-	-	-	-	1 714
B	KZN227 Richmond	2 851	-	-	-	-	2 851
<b>Total: uThukela Municipalities</b>		<b>16 042</b>	-	<b>(595)</b>	-	<b>(595)</b>	<b>16 042</b>
B	KZN235 Okhahlamba	2 796	-	-	-	-	2 796
B	KZN237 iNkosi Langalibalele	6 298	-	-	-	-	6 298
B	KZN238 Alfred Duma	6 948	-	-	-	-	6 948
<b>Total: uMzinyathi Municipalities</b>		<b>11 720</b>	-	<b>(595)</b>	-	<b>(595)</b>	<b>11 720</b>
B	KZN241 eNdumeni	5 000	-	-	-	-	5 000
B	KZN242 Nquthu	3 428	-	-	-	-	3 428
B	KZN244 uMsinga	1 119	-	-	-	-	1 119
B	KZN245 uMvoti	2 173	-	-	-	-	2 173
<b>Total: Amajuba Municipalities</b>		<b>11 869</b>	-	<b>(595)</b>	-	<b>(595)</b>	<b>11 274</b>
B	KZN252 Newcastle	9 092	-	-	-	-	9 092
B	KZN253 eMadlangeni	1 686	-	(595)	-	(595)	1 091
B	KZN254 Dannhauser	1 091	-	-	-	-	1 091
<b>Total: Zululand Municipalities</b>		<b>15 505</b>	-	<b>(1 190)</b>	-	<b>(1 190)</b>	<b>14 315</b>
B	KZN261 eDumbe	2 931	-	-	-	-	2 931
B	KZN262 uPhongolo	2 182	-	-	-	-	2 182
B	KZN263 Abaqulusi	4 486	-	-	-	-	4 486
B	KZN265 Nongoma	2 281	-	(595)	-	(595)	1 686
B	KZN266 Ulundi	1 714	-	(595)	-	(595)	1 119
C	DC26 Zululand District Municipality	1 911	-	-	-	-	1 911
<b>Total: uMkhanyakude Municipalities</b>		<b>16 829</b>	-	<b>(1 190)</b>	-	<b>(1 190)</b>	<b>15 639</b>
B	KZN271 uMhlabyalingana	3 055	-	-	-	-	3 055
B	KZN272 Jozini	6 186	-	-	-	-	6 186
B	KZN275 Mtubatuba	4 216	-	(595)	-	(595)	3 621
B	KZN276 Big Five Hlabisa	3 372	-	(595)	-	(595)	2 777
<b>Total: King Cetshwayo Municipalities</b>		<b>25 228</b>	-	<b>(595)</b>	<b>(3 264)</b>	<b>(3 859)</b>	<b>21 369</b>
B	KZN281 uMfolozi	2 777	-	-	-	-	2 777
B	KZN282 uMhlatuze	11 174	-	(595)	-	(595)	10 579
B	KZN284 uMlalazi	5 236	-	-	-	-	5 236
B	KZN285 iMthonjaneni	1 091	-	-	-	-	1 091
B	KZN286 Nkandla	4 950	-	-	(3 264)	(3 264)	1 686
<b>Total: iLembe Municipalities</b>		<b>16 923</b>	-	<b>(595)</b>	-	<b>(595)</b>	<b>16 328</b>
B	KZN291 Mandeni	3 868	-	-	-	-	3 868
B	KZN292 KwaDukuza	9 114	-	-	-	-	9 114
B	KZN293 Ndwedwe	1 714	-	-	-	-	1 714
B	KZN294 Maphumulo	2 227	-	(595)	-	(595)	1 632
<b>Total: Harry Gwala Municipalities</b>		<b>9 249</b>	-	<b>(595)</b>	-	<b>(595)</b>	<b>8 654</b>
B	KZN433 Greater Kokstad	2 777	-	(595)	-	(595)	2 182
B	KZN434 uBuhlebezwe	1 101	-	-	-	-	1 101
B	KZN435 uMzimkhulu	1 714	-	-	-	-	1 714
B	KZN436 Dr Nkosazana Dlamini Zuma	3 657	-	-	-	-	3 657
<b>Unallocated</b>		<b>-</b>	-	-	-	-	<b>-</b>
<b>Total</b>		<b>276 429</b>	-	<b>(5 950)</b>	<b>(3 264)</b>	<b>(9 214)</b>	<b>267 215</b>
<b>Amount to be voted</b>							<b>(9 214)</b>

- **Virement:** The virement column in Table 15.16 reflects a decrease of R5.950 million in respect of transfers to 10 municipalities, such as Ray Nkonyeni, eMadlangeni, Nongoma and Ulundi in respect of provincialisation of libraries within the Community Library Services grant. There was a delay in the receipt of legal opinion as to whether staff should be appointed by the municipality or the province. These funds were moved to *Goods and services* for the purchase of library materials.

Legislature approval is required for the decrease of R5.950 million in *Provinces and municipalities*.

- **Shifts:** Funds were shifted in Programme 3 within the Community Library Services grant as follows:
  - o R3.264 million was shifted from *Provinces and municipalities* in respect of transfers to Nkandla Municipality for the appointment of staff and operational costs of the Nkungamathe and Qhudeni libraries under the Community Library Services grant, as mentioned.
    - R2.264 million was shifted to *Compensation of employees* for the appointment of staff for provincialised libraries, namely Nkungamathe and Qhudeni at Nkandla Municipality. The purpose of the funds remains unchanged.
    - R1 million was shifted to *Goods and services* for operational costs, such as municipal costs, stationery and printing of the Nkungamathe and Qhudeni libraries. The purpose of the funds remains unchanged.

**Table 15.17 : Transfers to local government - Museum subsidies**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
A	KZN2000 eThekweni	5 352					-	5 352
<b>Total: Ugu Municipalities</b>		<b>386</b>	-	-	-	-	-	<b>386</b>
B	KZN216 Ray Nkonyeni	386					-	386
<b>Total: uMgungundlovu Municipalities</b>		<b>867</b>	-	-	-	-	-	<b>867</b>
B	KZN222 uMngeni	202					-	202
B	KZN223 Mpofana	202					-	202
B	KZN225 Msunduzi	463					-	463
<b>Total: uThukela Municipalities</b>		<b>790</b>	-	-	-	-	-	<b>790</b>
B	KZN235 Okhahlamba	202					-	202
B	KZN237 iNkosi Langalibalele	386					-	386
B	KZN238 Alfred Duma	202					-	202
<b>Total: uMzinyathi Municipalities</b>		<b>665</b>	-	-	-	-	-	<b>665</b>
B	KZN241 eNdumeni	463					-	463
B	KZN245 uMvoti	202					-	202
<b>Total: Amajuba Municipalities</b>		<b>386</b>	-	-	-	-	-	<b>386</b>
B	KZN252 Newcastle	386					-	386
<b>Total: Zululand Municipalities</b>		<b>202</b>	-	-	-	-	-	<b>202</b>
B	KZN263 Abaqulusi	202					-	202
<b>Total: King Cetshwayo Municipalities</b>		<b>588</b>	-	-	-	-	-	<b>588</b>
B	KZN282 uMhlatuze	202					-	202
B	KZN284 uMlalazi	386					-	386
<b>Total: iLembe Municipalities</b>		<b>3 202</b>	-	-	-	-	-	<b>3 202</b>
B	KZN292 KwaDukuza	3 202					-	3 202
<b>Unallocated</b>							-	-
<b>Total</b>		<b>12 438</b>	-	-	-	-	-	<b>12 438</b>
<b>Amount to be voted</b>								-

**Table 15.18 : Transfers to local government - Operational costs at art centres**

R thousand	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts	Other adjustments		
<b>Total: Zululand Municipalities</b>		<b>1 911</b>	-	-	-	-	-	<b>1 911</b>
C	DC26 Zululand District Municipality	1 911					-	1 911
<b>Unallocated</b>							-	-
<b>Total</b>		<b>1 911</b>	-	-	-	-	-	<b>1 911</b>
<b>Amount to be voted</b>								-

Table 15.19 : Transfers to local government - Provincialisation of libraries

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/ unavoidable	Virement	Shifts		
<b>A</b>	<b>KZN2000 eThekweni</b>	<b>79 191</b>					<b>79 191</b>
	<b>Total: Ugu Municipalities</b>	<b>19 358</b>	-	-	-	-	<b>19 358</b>
B	KZN212 uMdoni	7 039					7 039
B	KZN214 uMuziwabantu	880					880
B	KZN216 Ray Nkonyeni	11 439					11 439
	<b>Total: uMgungundlovu Municipalities</b>	<b>32 567</b>	-	-	-	-	<b>32 567</b>
B	KZN221 uMshwathi	2 640					2 640
B	KZN222 uMngeni	3 520					3 520
B	KZN223 Mpofana	1 760					1 760
B	KZN224 iMpindle	1 760					1 760
B	KZN225 Msunduzi	19 367					19 367
B	KZN226 Mkhambathini	880					880
B	KZN227 Richmond	2 640					2 640
	<b>Total: uThukela Municipalities</b>	<b>12 318</b>	-	-	-	-	<b>12 318</b>
B	KZN235 Okhahlamba	1 760					1 760
B	KZN237 iNkosi Langalibalele	5 279					5 279
B	KZN238 Alfred Duma	5 279					5 279
	<b>Total: uMzinyathi Municipalities</b>	<b>7 920</b>	-	-	-	-	<b>7 920</b>
B	KZN241 eNdumeni	3 520					3 520
B	KZN242 Nquthu	1 760					1 760
B	KZN244 uMsinga	880					880
B	KZN245 uMvoti	1 760					1 760
	<b>Total: Amajuba Municipalities</b>	<b>8 306</b>	-	-	-	-	<b>8 306</b>
B	KZN252 Newcastle	6 546					6 546
B	KZN253 eMadlangeni	880					880
B	KZN254 Dannhauser	880					880
	<b>Total: Zululand Municipalities</b>	<b>8 547</b>	-	-	-	-	<b>8 547</b>
B	KZN261 eDumbe	1 760					1 760
B	KZN262 uPhongolo	1 760					1 760
B	KZN263 Abaqulusi	3 267					3 267
B	KZN265 Nongoma	880					880
B	KZN266 Ulundi	880					880
	<b>Total: uMkhanyakude Municipalities</b>	<b>8 088</b>	-	-	-	-	<b>8 088</b>
B	KZN271 uMhlabayalingana	2 249					2 249
B	KZN272 Jozini	880					880
B	KZN275 Mtubatuba	3 199					3 199
B	KZN276 Big Five Hlabisa	1 760					1 760
	<b>Total: King Cetshwayo Municipalities</b>	<b>16 609</b>	-	-	-	-	<b>16 609</b>
B	KZN281 uMfolozi	1 760					1 760
B	KZN282 uMhlatuze	8 689					8 689
B	KZN284 uMlalazi	4 400					4 400
B	KZN285 Mthonjaneni	880					880
B	KZN286 Nkandla	880					880
	<b>Total: iLembe Municipalities</b>	<b>8 799</b>	-	-	-	-	<b>8 799</b>
B	KZN291 Mandeni	2 640					2 640
B	KZN292 KwaDukuza	5 279					5 279
B	KZN293 Ndwedwe	880					880
	<b>Total: Harry Gwala Municipalities</b>	<b>6 160</b>	-	-	-	-	<b>6 160</b>
B	KZN433 Greater Kokstad	1 760					1 760
B	KZN434 uBuhlebezwe	880					880
B	KZN435 uMzimkhulu	880					880
B	KZN436 Dr Nkosazana Dlamini Zuma	2 640					2 640
	<b>Unallocated</b>						<b>-</b>
	<b>Total</b>	<b>207 863</b>	-	-	-	-	<b>207 863</b>
	<b>Amount to be voted</b>						<b>-</b>

Table 15.20 : Transfers to local government - Community Library Services grant

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts		
A	KZN2000 eThekweni	7 759		(595)		(595)	7 164
	<b>Total: Ugu Municipalities</b>	<b>4 799</b>	-	(595)	-	(595)	<b>4 204</b>
B	KZN212 uMdoni	1 964				-	1 964
B	KZN214 uMuziwabantu	806				-	806
B	KZN216 Ray Nkonyeni	2 029		(595)		(595)	1 434
	<b>Total: uMgungundlovu Municipalities</b>	<b>2 785</b>	-	-	-	-	<b>2 785</b>
B	KZN221 uMshwathi	211				-	211
B	KZN222 uMngeni	422				-	422
B	KZN223 Mpofana	211				-	211
B	KZN224 iMpindle	211				-	211
B	KZN225 Msunduzi	685				-	685
B	KZN226 iMkhambathini	834				-	834
B	KZN227 Richmond	211				-	211
	<b>Total: uThukela Municipalities</b>	<b>2 934</b>	-	-	-	-	<b>2 934</b>
B	KZN235 Okhahlamba	834				-	834
B	KZN237 iNkosi Langalibalele	633				-	633
B	KZN238 Alfred Duma	1 467				-	1 467
	<b>Total: uMzinyathi Municipalities</b>	<b>3 135</b>	-	-	-	-	<b>3 135</b>
B	KZN241 eNdameni	1 017				-	1 017
B	KZN242 Nquthu	1 668				-	1 668
B	KZN244 uMsinga	239				-	239
B	KZN245 uMvoti	211				-	211
	<b>Total: Amajuba Municipalities</b>	<b>3 177</b>	-	(595)	-	(595)	<b>2 582</b>
B	KZN252 Newcastle	2 160				-	2 160
B	KZN253 eMadlangeni	806		(595)		(595)	211
B	KZN254 Dannhauser	211				-	211
	<b>Total: Zululand Municipalities</b>	<b>4 845</b>	-	(1 190)	-	(1 190)	<b>3 655</b>
B	KZN261 eDumbe	1 171				-	1 171
B	KZN262 uPhongolo	422				-	422
B	KZN263 Abaqulusi	1 017				-	1 017
B	KZN265 Nongoma	1 401		(595)		(595)	806
B	KZN266 Ulundi	834		(595)		(595)	239
	<b>Total: uMkhanyakude Municipalities</b>	<b>8 741</b>	-	(1 190)	-	(1 190)	<b>7 551</b>
B	KZN271 uMhlabyalingana	806				-	806
B	KZN272 Jozini	5 306				-	5 306
B	KZN275 Mtubatuba	1 017		(595)		(595)	422
B	KZN276 Big Five Hlabisa	1 612		(595)		(595)	1 017
	<b>Total: King Cetshwayo Municipalities</b>	<b>8 031</b>	-	(595)	(3 264)	(3 859)	<b>4 172</b>
B	KZN281 uMfolozi	1 017				-	1 017
B	KZN282 uMhlathuze	2 283		(595)		(595)	1 688
B	KZN284 uMlalazi	450				-	450
B	KZN285 iMthonjaneni	211				-	211
B	KZN286 Nkandla	4 070			(3 264)	(3 264)	806
	<b>Total: iLembe Municipalities</b>	<b>4 922</b>	-	(595)	-	(595)	<b>4 327</b>
B	KZN291 Mandeni	1 228				-	1 228
B	KZN292 KwaDukuza	633				-	633
B	KZN293 Ndwedwe	834				-	834
B	KZN294 Maphumulo	2 227		(595)		(595)	1 632
	<b>Total: Harry Gwala Municipalities</b>	<b>3 089</b>	-	(595)	-	(595)	<b>2 494</b>
B	KZN433 Greater Kokstad	1 017		(595)		(595)	422
B	KZN434 uBuhlebezwe	221				-	221
B	KZN435 uMzimkhulu	834				-	834
B	KZN436 Dr Nkosazana Dlamini Zuma	1 017				-	1 017
	<b>Unallocated</b>					-	-
	<b>Total</b>	<b>54 217</b>	-	(5 950)	(3 264)	(9 214)	<b>45 003</b>
	Amount to be voted						<b>(9 214)</b>

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

Tables 15.21 and 15.22 reflect actual payments as at the end of September 2019, projected payments for the rest of the financial year in Rand value and as a percentage of the Adjusted appropriation and the total revised spending. The tables also show the 2018/19 Audited outcome. As at mid-year, the Vote as a whole is projecting to fully spend its budget by year-end.

Table 15.21 : Actual payments and revised spending projections by programme

R thousand	2018/19 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April 2019 - September 2019	% of budget	October 2019 - March 2020	% of budget	
1. Administration	149 233	148 841	69 020	46.4	79 821	53.6	148 841
2. Cultural Affairs	244 807	328 774	131 618	40.0	197 156	60.0	328 774
3. Library and Archive Services	465 411	509 757	134 717	26.4	375 040	73.6	509 757
<b>Total</b>	<b>859 451</b>	<b>987 372</b>	<b>335 355</b>	<b>34.0</b>	<b>652 017</b>	<b>66.0</b>	<b>987 372</b>

Table 15.22 : Actual payments and revised spending projections by economic classification

R thousand	2018/19 Audited outcome	Adjusted appropriation	Actual payments		Projected payments		Projected actual
			April 2019 - September 2019	% of budget	October 2019 - March 2020	% of budget	
<b>Current payments</b>	<b>433 196</b>	<b>487 105</b>	<b>252 759</b>	<b>51.9</b>	<b>234 346</b>	<b>48.1</b>	<b>487 105</b>
Compensation of employees	218 251	249 248	116 057	46.6	133 191	53.4	249 248
Goods and services	214 919	237 857	136 687	57.5	101 170	42.5	237 857
Interest and rent on land	26	-	15	-	(15)	-	-
<b>Transfers and subsidies to:</b>	<b>330 386</b>	<b>391 030</b>	<b>47 512</b>	<b>12.2</b>	<b>343 518</b>	<b>87.8</b>	<b>391 030</b>
Provinces and municipalities	259 114	267 426	976	0.4	266 450	99.6	267 426
Departmental agencies and accounts	8 657	66 304	18 844	28.4	47 460	71.6	66 304
Higher education institutions	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-
Public corporations and private enterprises	33 200	26 600	12 200	45.9	14 400	54.1	26 600
Non-profit institutions	26 276	27 596	14 528	52.6	13 068	47.4	27 596
Households	3 139	3 104	964	31.1	2 140	68.9	3 104
<b>Payments for capital assets</b>	<b>90 149</b>	<b>109 237</b>	<b>35 044</b>	<b>32.1</b>	<b>74 193</b>	<b>67.9</b>	<b>109 237</b>
Buildings and other fixed structures	78 555	96 846	29 501	30.5	67 345	69.5	96 846
Machinery and equipment	11 594	12 313	5 465	44.4	6 848	55.6	12 313
Heritage assets	-	78	78	100.0	-	-	78
Specialised military assets	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>5 720</b>	<b>-</b>	<b>40</b>	<b>-</b>	<b>(40)</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>859 451</b>	<b>987 372</b>	<b>335 355</b>	<b>34.0</b>	<b>652 017</b>	<b>66.0</b>	<b>987 372</b>

The department spent 34 per cent of its annual budget by mid-year. This is significantly lower than the straight-line benchmark of 50 per cent, despite the suspension of R144.865 million in respect of the Archive Repository, Winston Churchill Theatre, Osizweni Art Centre and the Music Academy in Ladysmith. The department is projecting to remain within budget at year-end, subsequent to the suspension of R5.130 million in respect of the construction of the Archive Repository.





Table 15.A : Summary by economic classification : Arts and Culture

R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement	Shifts			Other adjustments
<b>Current payments</b>	<b>502 193</b>	-	-	<b>(18 352)</b>	<b>3 264</b>	-	<b>(15 088)</b>	<b>487 105</b>
Compensation of employees	263 867	-	-	(16 883)	2 264	-	(14 619)	249 248
Salaries and wages	228 757	-	-	(16 883)	2 264	-	(14 619)	214 138
Social contributions	35 110	-	-	-	-	-	-	35 110
Goods and services	238 326	-	-	(1 469)	1 000	-	(469)	237 857
Administrative fees	937	-	-	(12)	-	-	(12)	925
Advertising	3 247	-	-	(350)	-	-	(350)	2 897
Minor assets	31 903	-	-	5 872	1 000	-	6 872	38 775
Audit cost: External	4 539	-	-	-	-	-	-	4 539
Bursaries: Employees	245	-	-	-	-	-	-	245
Catering: Departmental activities	2 345	-	-	(414)	-	-	(414)	1 931
Communication (G&S)	8 676	-	-	(2 200)	-	-	(2 200)	6 476
Computer services	24 768	-	-	4 387	-	-	4 387	29 155
Cons. & prof serv: Business and advisory services	7 622	-	-	(4 800)	-	-	(4 800)	2 822
Infrastructure and planning	1 387	-	-	(1 387)	-	-	(1 387)	-
Laboratory services	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-
Legal costs	233	-	-	-	-	-	-	233
Contractors	19 619	-	-	(2 214)	-	-	(2 214)	17 405
Agency and support / outsourced services	22 058	-	-	309	-	-	309	22 367
Entertainment	290	-	-	-	-	-	-	290
Fleet services (incl gov't motor transport)	3 097	-	-	-	-	-	-	3 097
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	158	-	-	-	-	-	-	158
Inventory: Materials and supplies	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-
Consumable supplies	9 942	-	-	213	-	-	213	10 155
Consumable: Stationery, printing and office supplies	6 390	-	-	(530)	-	-	(530)	5 860
Operating leases	14 693	-	-	-	-	-	-	14 693
Property payments	14 939	-	-	1 708	-	-	1 708	16 647
Transport provided: Departmental activity	17 330	-	-	(475)	-	-	(475)	16 855
Travel and subsistence	26 214	-	-	(1 413)	-	-	(1 413)	24 801
Training and development	3 952	-	-	192	-	-	192	4 144
Operating payments	2 285	-	-	-	-	-	-	2 285
Venues and facilities	2 667	-	-	(1 000)	-	-	(1 000)	1 667
Rental and hiring	8 790	-	-	645	-	-	645	9 435
Interest and rent on land	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-
<b>Transfers and subsidies to</b>	<b>373 821</b>	-	-	<b>20 473</b>	<b>(3 264)</b>	-	<b>17 209</b>	<b>391 030</b>
Provinces and municipalities	276 640	-	-	(5 950)	(3 264)	-	(9 214)	267 426
Provinces	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-
Municipalities	276 640	-	-	(5 950)	(3 264)	-	(9 214)	267 426
Municipalities	276 640	-	-	(5 950)	(3 475)	-	(9 425)	267 215
Municipal agencies and funds	-	-	-	-	211	-	211	211
Departmental agencies and accounts	45 101	-	-	21 203	-	-	21 203	66 304
Social security funds	-	-	-	-	-	-	-	-
Entities receiving funds	45 101	-	-	21 203	-	-	21 203	66 304
Higher education institutions	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-
Public corporations and private enterprises	22 600	-	-	4 000	-	-	4 000	26 600
Public corporations	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-
Private enterprises	22 600	-	-	4 000	-	-	4 000	26 600
Subsidies on production	-	-	-	-	-	-	-	-
Other transfers	22 600	-	-	4 000	-	-	4 000	26 600
Non-profit institutions	28 213	-	-	(617)	-	-	(617)	27 596
Households	1 267	-	-	1 837	-	-	1 837	3 104
Social benefits	-	-	-	483	-	-	483	483
Other transfers to households	1 267	-	-	1 354	-	-	1 354	2 621
<b>Payments for capital assets</b>	<b>256 223</b>	<b>5 130</b>	-	<b>(2 121)</b>	-	<b>(149 995)</b>	<b>(146 986)</b>	<b>109 237</b>
Buildings and other fixed structures	241 911	5 130	-	(200)	-	(149 995)	(145 065)	96 846
Buildings	241 911	5 130	-	(200)	-	(149 995)	(145 065)	96 846
Other fixed structures	-	-	-	-	-	-	-	-
Machinery and equipment	9 213	-	-	3 100	-	-	3 100	12 313
Transport equipment	-	-	-	-	-	-	-	-
Other machinery and equipment	9 213	-	-	3 100	-	-	3 100	12 313
Heritage assets	5 099	-	-	(5 021)	-	-	(5 021)	78
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>1 132 237</b>	<b>5 130</b>	-	-	-	<b>(149 995)</b>	<b>(144 865)</b>	<b>987 372</b>
<b>Amount to be voted</b>								<b>(144 865)</b>