

# Third quarter expenditure on provincial conditional grants in 2015/16 financial year

Presenter| National Treasury | 05 April 2016

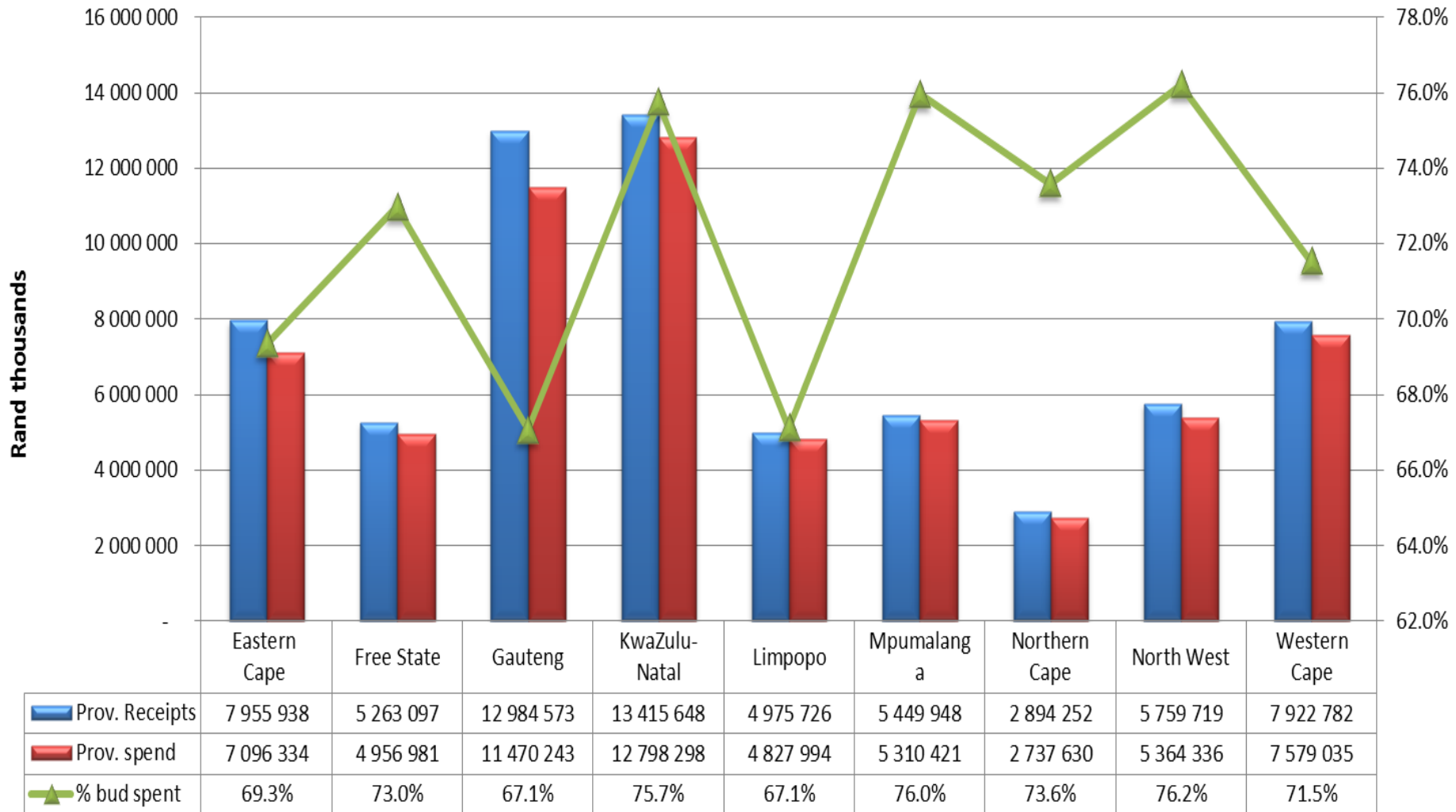


**national treasury**

Department:  
National Treasury  
REPUBLIC OF SOUTH AFRICA

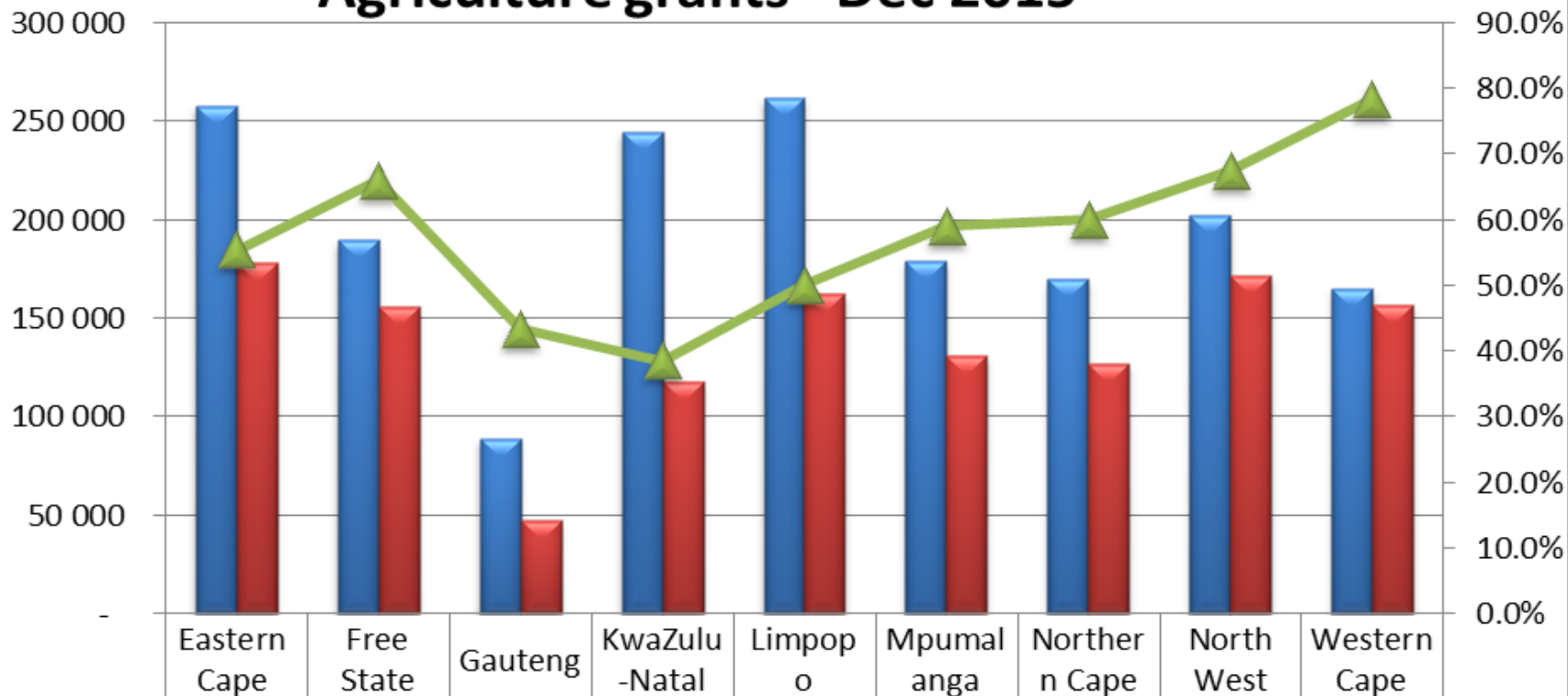
# Total Spending at 31 December 2015

## Conditional grant spending vs transfers received - December 2015



# Agriculture grants

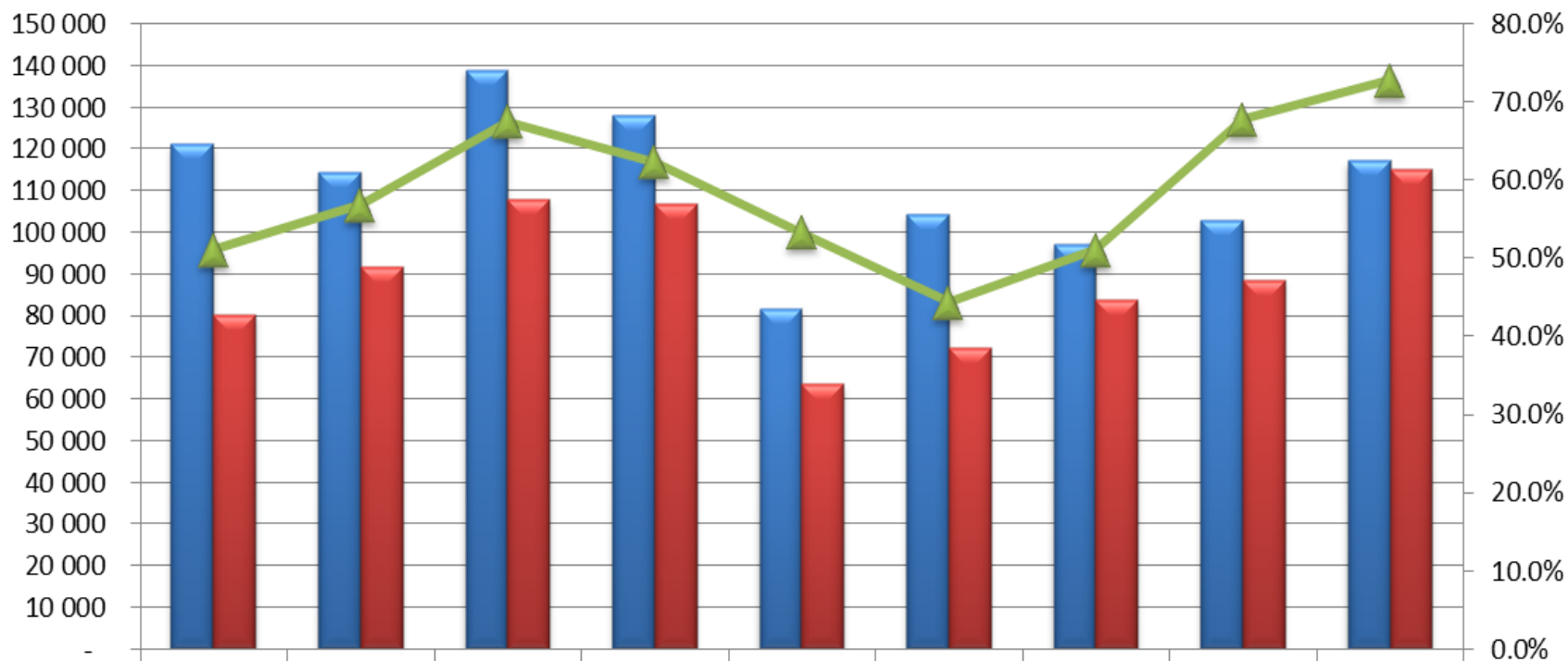
## Agriculture grants - Dec 2015



	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	258 164	189 823	89 030	244 980	262 312	179 716	170 023	202 700	165 436
Spending	178 219	156 358	47 895	117 721	162 360	130 920	127 370	171 720	157 320
% Bud Spent	55.4%	65.9%	43.3%	38.4%	50.0%	59.0%	60.0%	67.5%	78.4%

# Arts and Culture grant

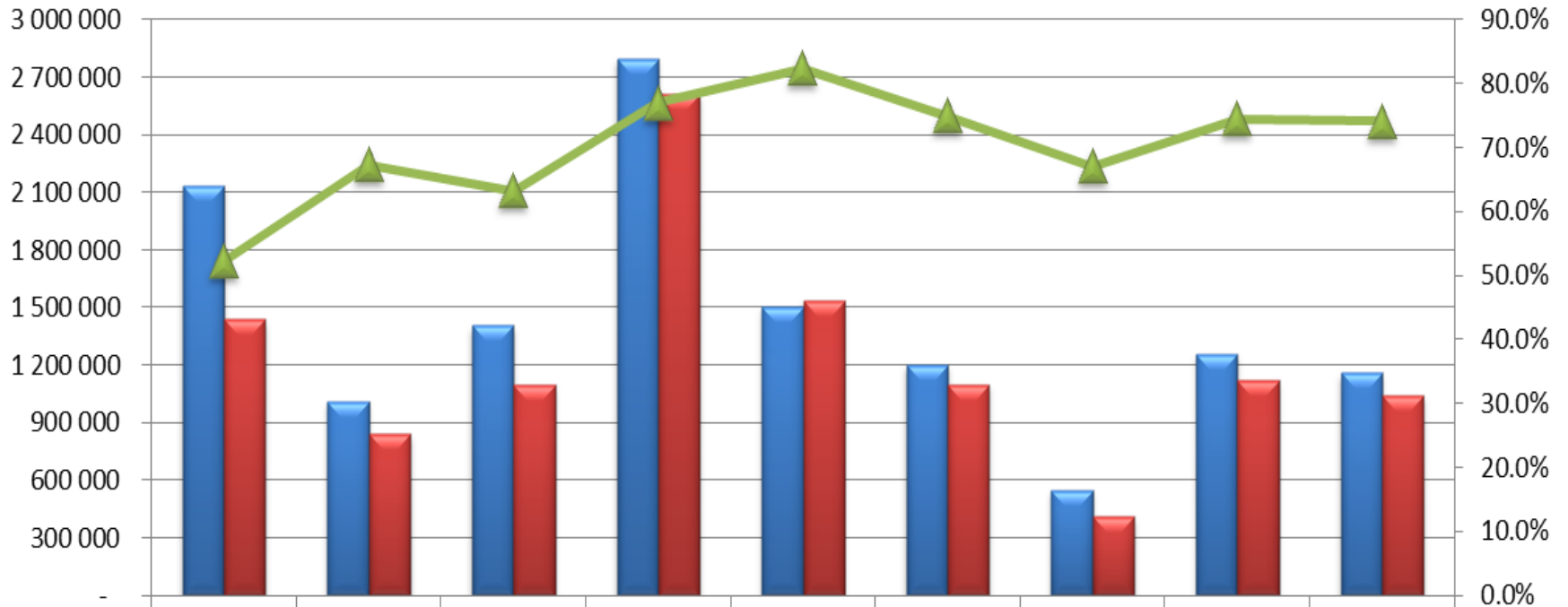
## Arts and Culture grant - Dec 2015



	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	121 270	114 496	139 082	128 110	81 881	104 500	97 223	103 006	117 197
Spending	80 366	91 681	107 940	106 992	63 680	72 177	83 833	88 669	115 313
% Bud Spent	51.1%	56.8%	67.5%	62.3%	53.3%	44.4%	51.1%	67.8%	72.8%

# Education grants

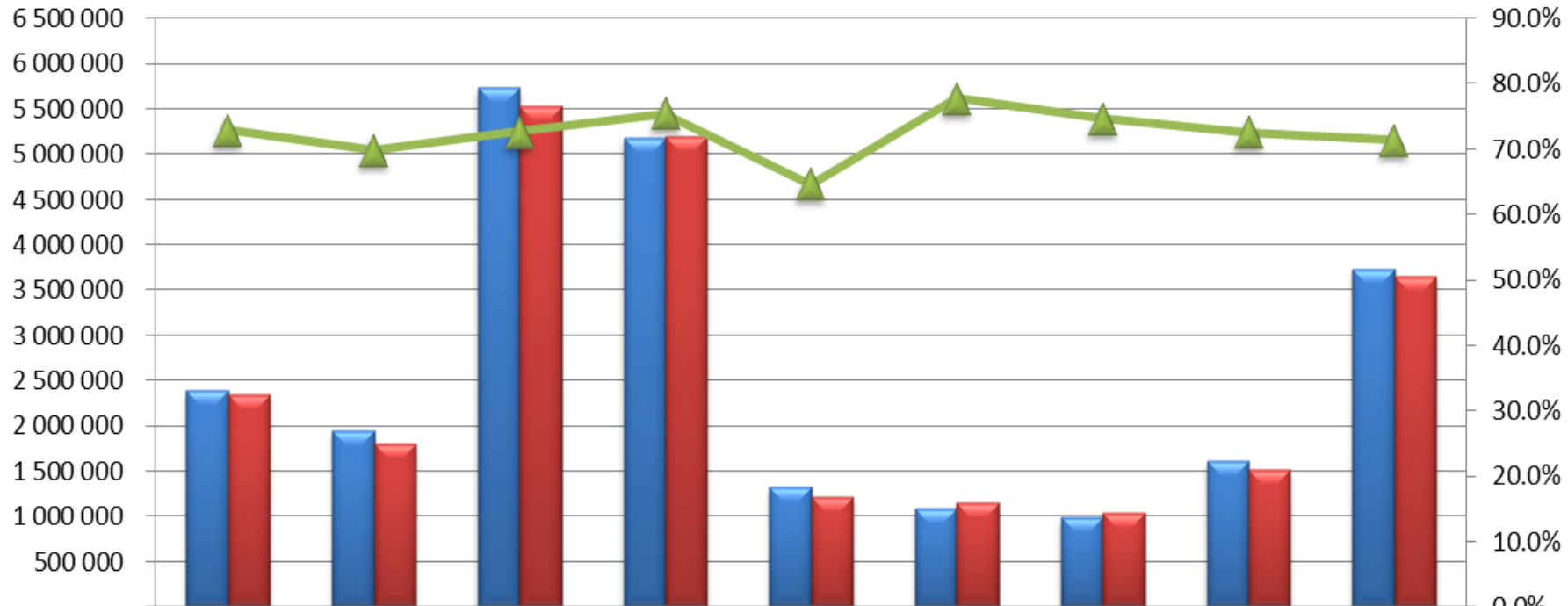
## Education grants - Dec 2015



	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	2 136 276	1 011 012	1 405 238	2 797 779	1 505 809	1 201 255	550 203	1 258 720	1 159 547
Spending	1 437 037	839 728	1 095 567	2 608 586	1 538 810	1 099 666	414 226	1 118 414	1 043 044
% Bud Spent	52.2%	67.3%	63.2%	77.0%	82.3%	74.9%	67.1%	74.5%	74.2%

# Health grants

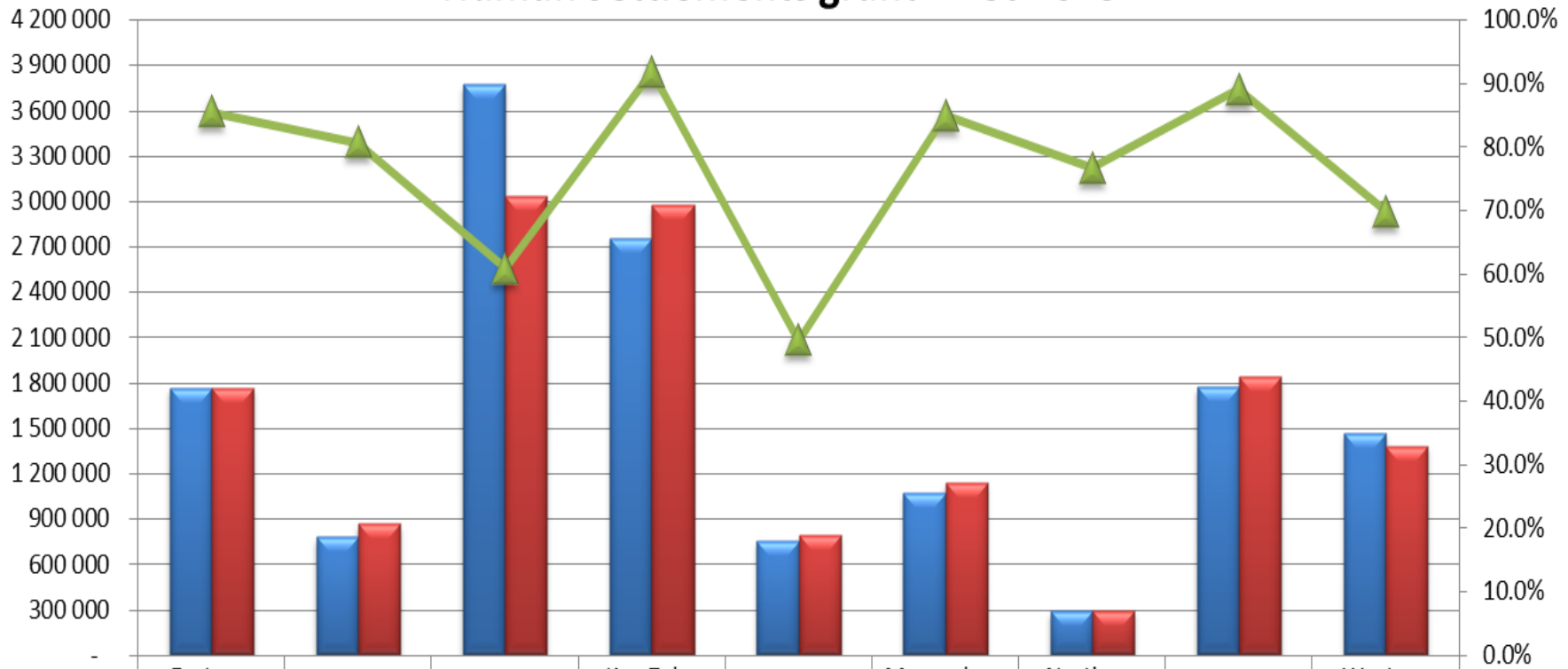
## Health grants - Dec 2015



	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	2 388 124	1 954 212	5 738 878	5 182 681	1 325 513	1 092 798	990 892	1 610 482	3 733 728
Spending	2 353 047	1 810 451	5 528 993	5 197 342	1 222 541	1 149 254	1 041 045	1 510 537	3 646 154
% Bud Spent	72.9%	69.8%	72.7%	75.5%	64.6%	77.7%	74.6%	72.5%	71.4%

# Human Settlements grant

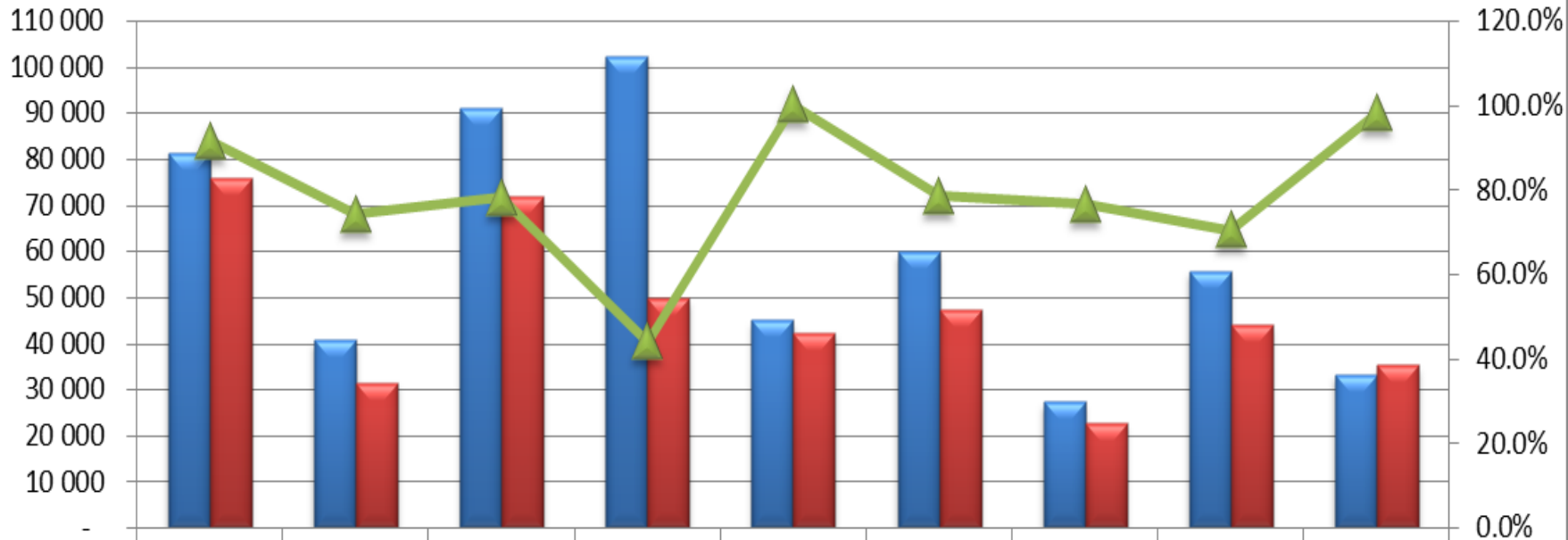
## Human Settlements grant - Dec 2015



Receipts	1 764 438	777 833	3 771 467	2 756 535	756 026	1 070 678	291 256	1 768 051	1 467 077
Spending	1 764 438	866 007	3 035 315	2 970 338	789 640	1 134 550	291 761	1 838 346	1 379 329
% Bud Spent	85.6%	80.8%	61.0%	91.8%	49.6%	85.0%	76.7%	89.1%	69.8%

# Expanded Public Works Programme grants

## EPWP grants - Dec 2015

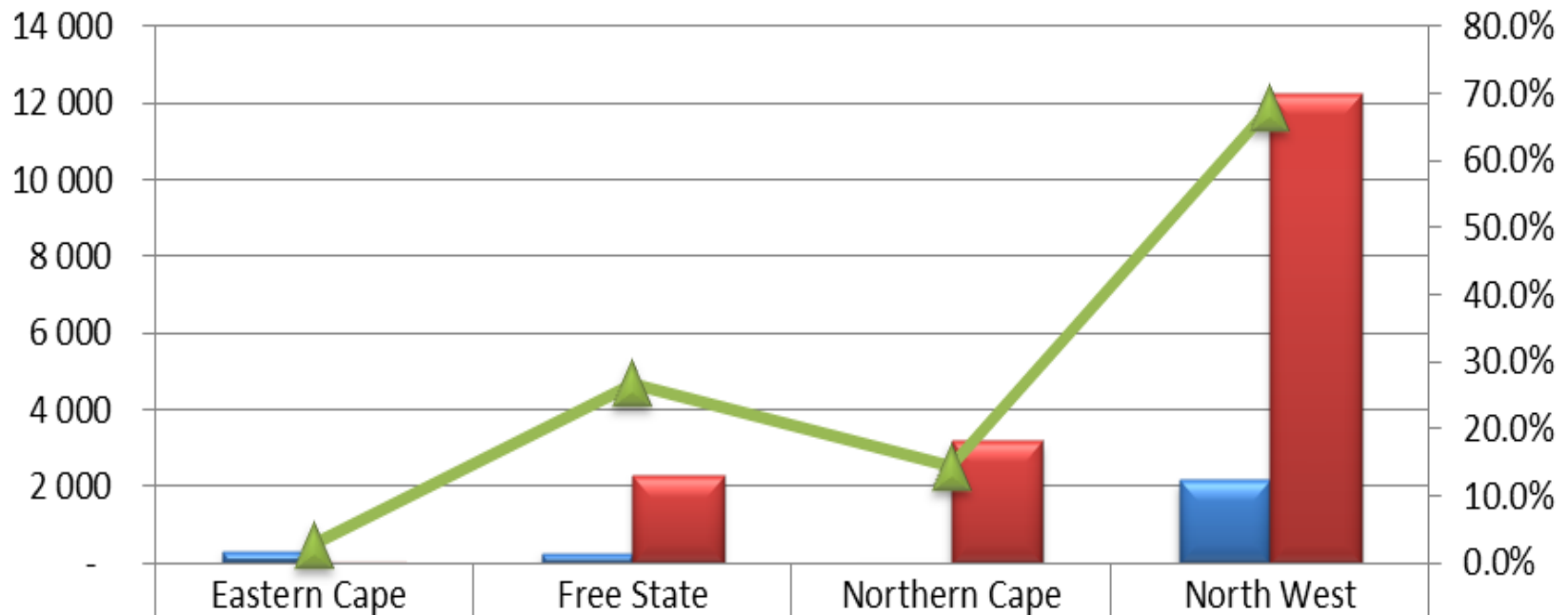


	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	81 422	40 591	90 902	102 248	45 009	59 755	27 271	55 591	33 220
Spending	75 865	31 421	71 809	49 710	42 237	47 383	22 532	43 949	35 173
% Bud Spent	91.6%	74.3%	78.3%	44.2%	100.1%	78.8%	76.7%	70.5%	98.1%



# Social Development grant

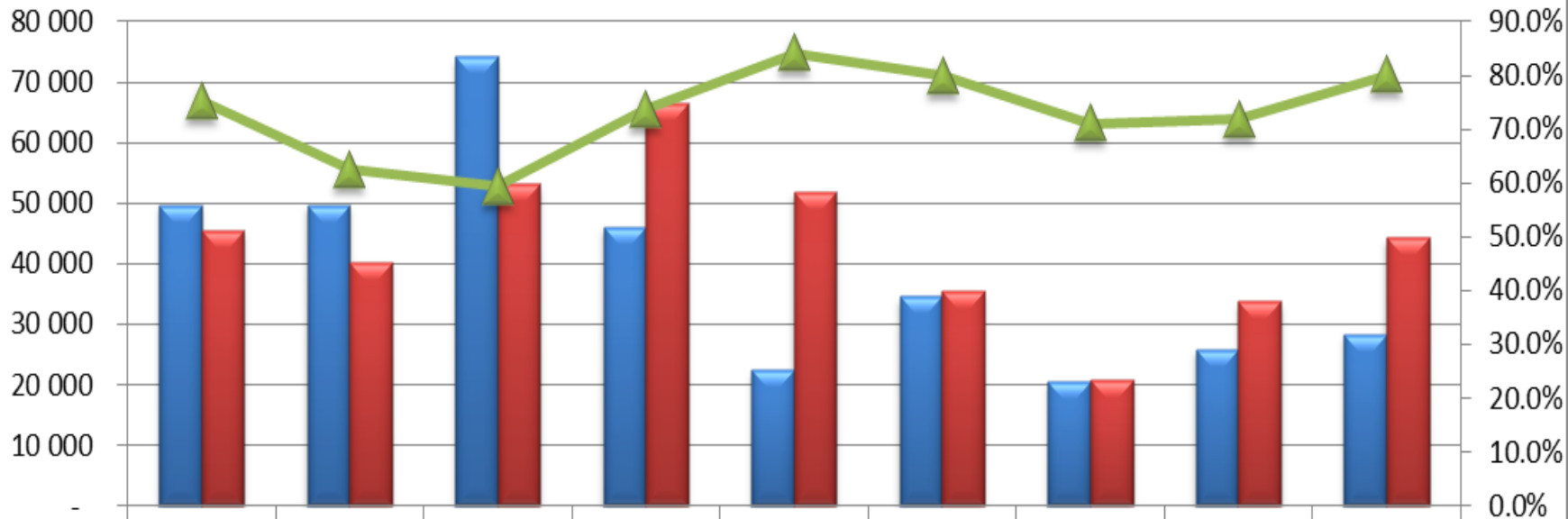
## Soc Dev Spending - Dec 2015



Receipts	326	268	-	2 178
Spending	54	2 268	3 177	12 229
% Bud Spent	2.7%	26.7%	14.4%	67.9%

# Sports and Recreation grants

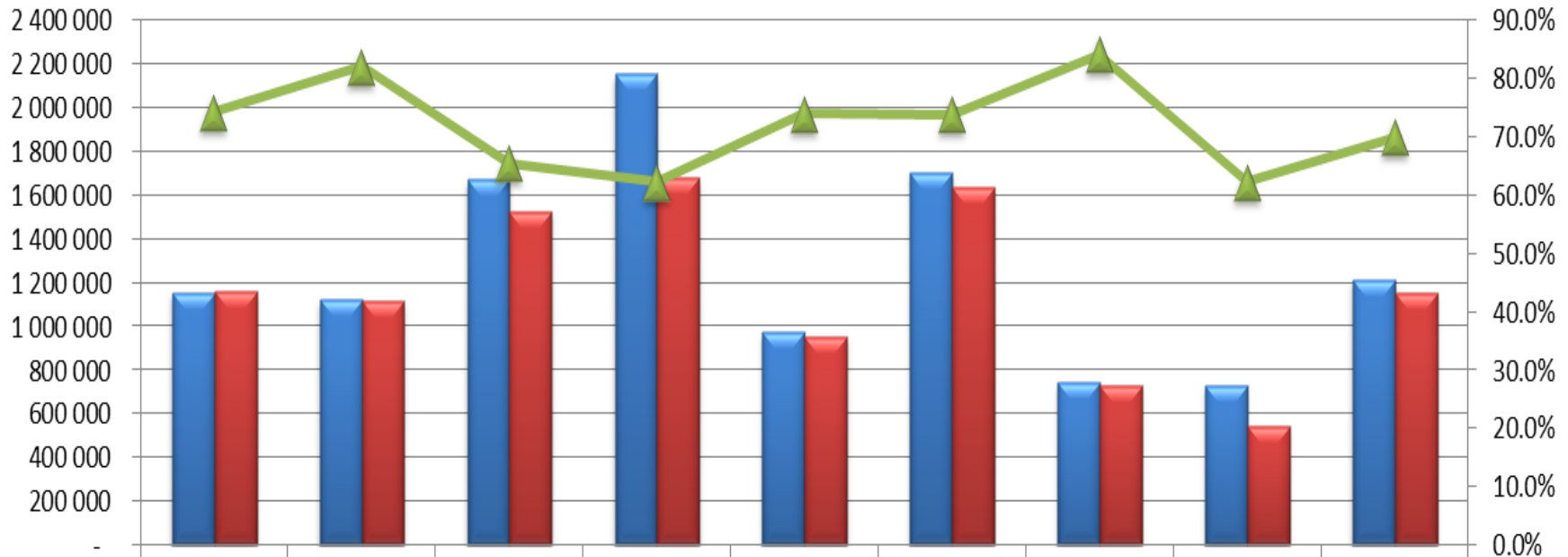
## Sports grant - Dec 2015



	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	49 635	49 615	74 218	46 127	22 570	34 507	20 574	25 815	28 278
Spending	45 559	40 240	53 207	66 474	51 836	35 501	20 723	33 710	44 255
% Bud Spent	75.2%	62.5%	59.4%	73.8%	84.2%	80.0%	71.0%	71.9%	80.1%

# Roads and Transport grant

## Transport grants - Dec 2015

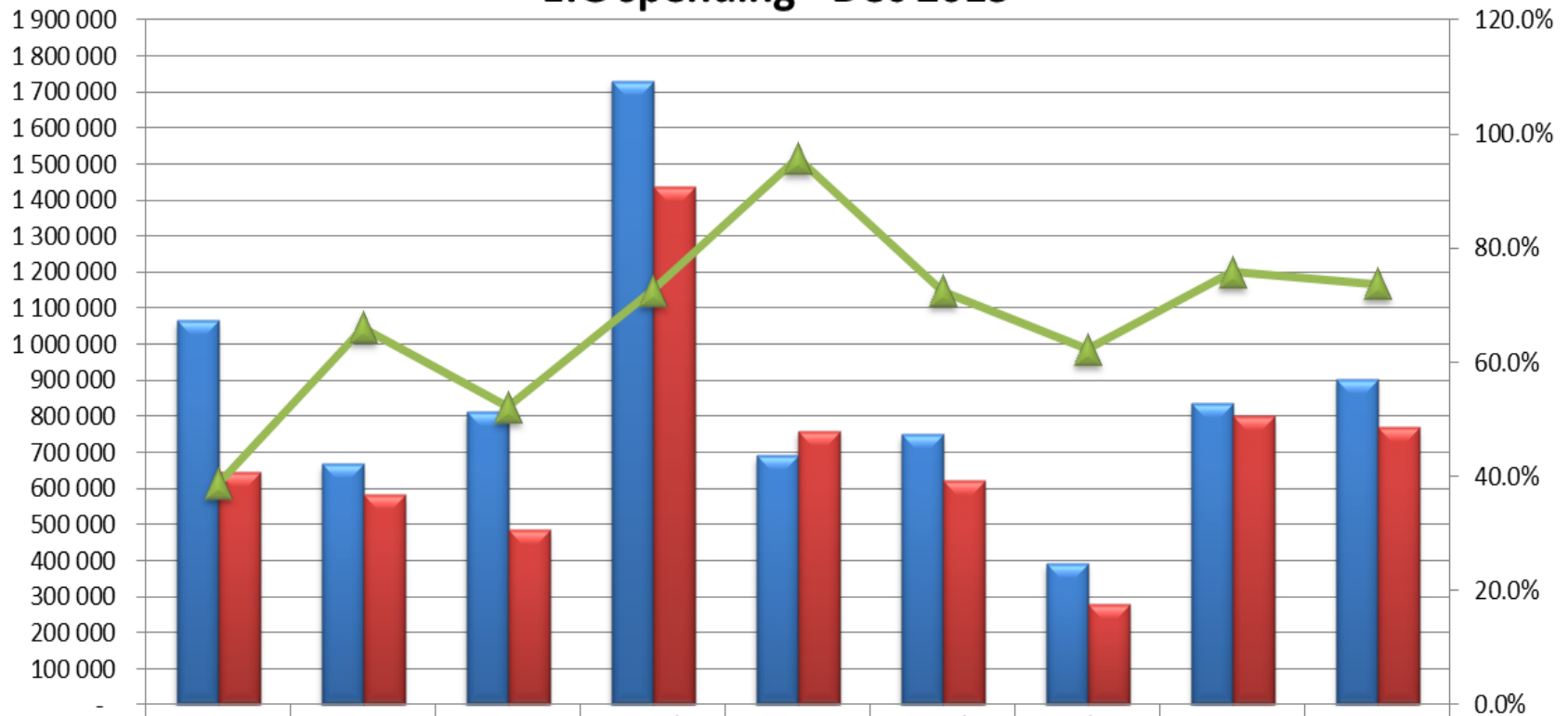


	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	1 156 283	1 125 246	1 675 758	2 157 188	976 606	1 706 739	746 810	733 176	1 218 299
Spending	1 161 749	1 118 827	1 529 517	1 681 135	956 890	1 640 970	732 963	546 762	1 158 447
% Bud Spent	74.2%	82.1%	65.5%	62.2%	74.0%	73.9%	84.2%	62.3%	70.0%

# Infrastructure Grants

# Education Infrastructure grant

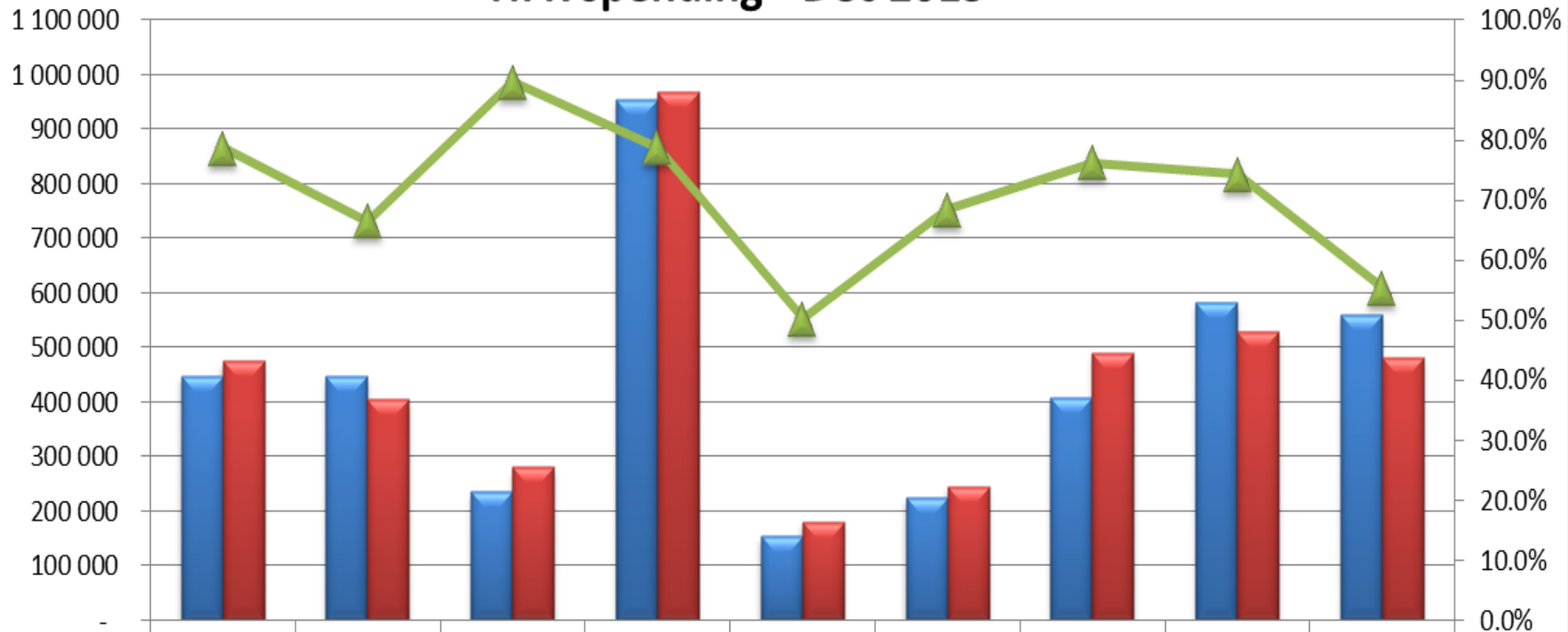
## EIG spending - Dec 2015



	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumalanga	Northern Cape	North West	Western Cape
Receipts	1 064 923	667 233	812 942	1 731 348	692 184	749 870	391 098	835 379	903 207
Spending	645 005	582 421	484 878	1 437 418	759 233	620 830	278 998	801 068	770 220
% Bud Spent	38.7%	66.1%	52.1%	72.6%	95.8%	72.4%	62.3%	75.8%	73.7%

# Health Facility Revitalisation grant

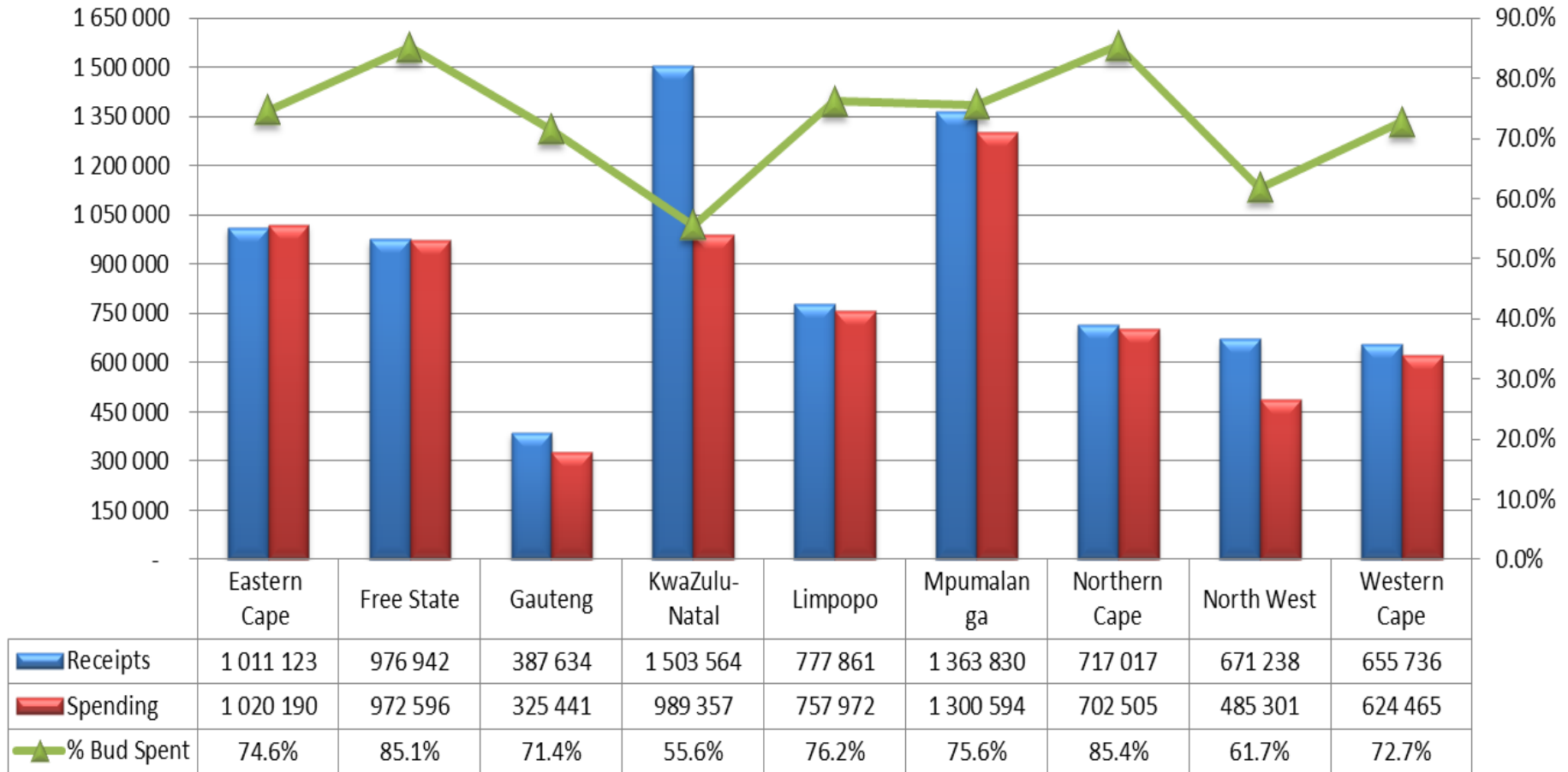
## HFR spending - Dec 2015



	Eastern Cape	Free State	Gauteng	KwaZulu-Natal	Limpopo	Mpumala nga	Northern Cape	North West	Western Cape
Receipts	448 091	447 031	235 224	955 436	154 063	224 878	409 839	582 787	560 967
Spending	474 776	404 284	281 313	968 767	180 201	246 398	489 085	529 562	482 231
% Bud Spent	78.6%	66.4%	89.7%	78.8%	50.3%	68.5%	76.2%	74.3%	55.4%

# Provincial Roads Maintenance grant

## PRMG Spending - Dec 2015



# Infrastructure challenges

- Poor planning and budget management at the provincial level
- Low expenditure - contributed by slow supply chain processes
- Appointment of contractors with the incorrect CIDB grading
- Inadequate capacity in both client departments and the implementing agent to provide oversight and due diligence on the work of professionals and contractors
- Poor site management on the side of the contractor (on some of the project sites), which in turn leads to a poor management of contractors for the provincial departments
- Inconsistent reporting on project phases – incorrect information being fed into the system

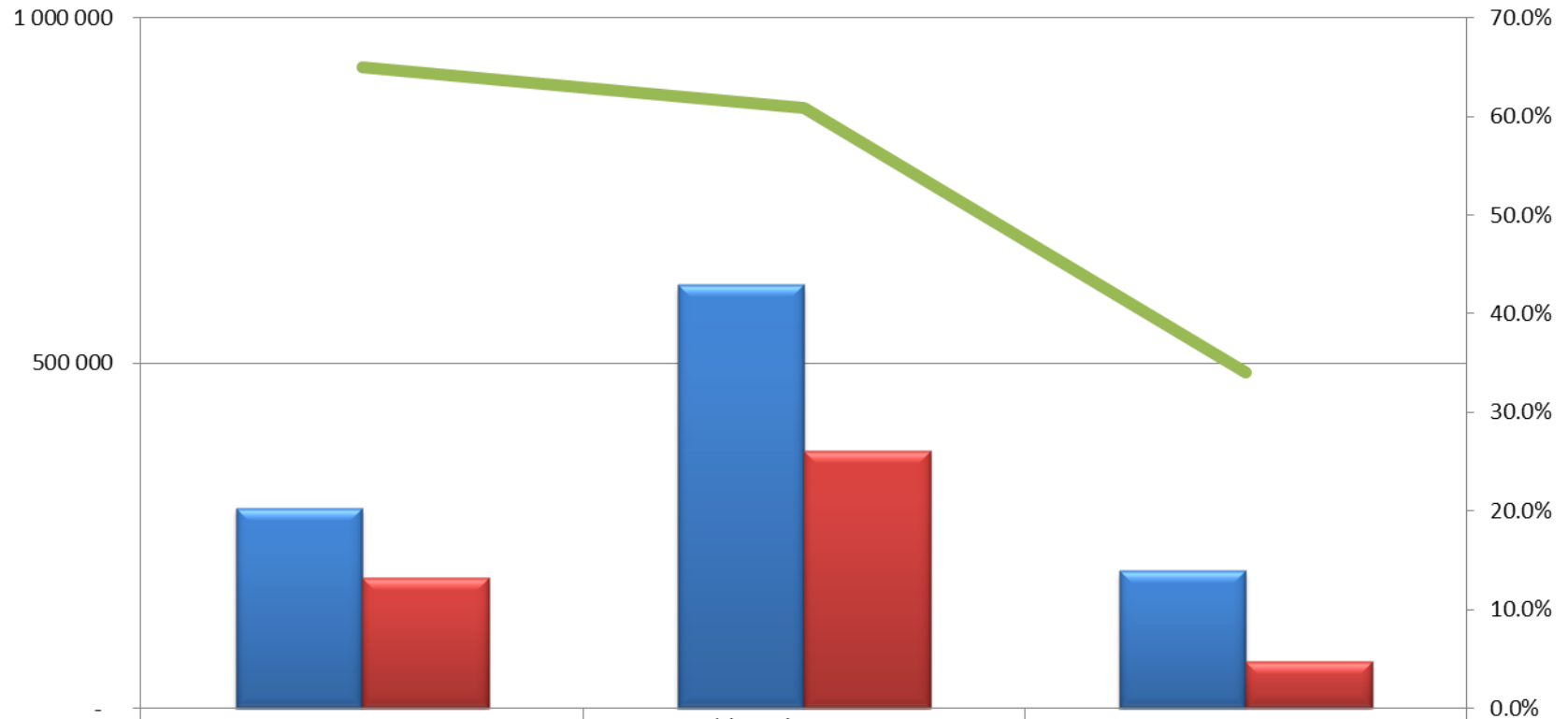





# Human resource capacitation

- The quarterly reports are submitted and analysed, although there are still challenges with the late submissions from some provinces.
- The quality and credibility of the information provided in the reports still remains a challenge.
- Progress has been made with regards to the Central Recruitment Process for the Physical Resources Management Unit for some of the struggling provinces (LP; MP and NW).
- An HR independent review is scheduled for Quarter 1 of 2016/17 - to determine if the Provincial Departments of Health and Education have complied with the conditions stated in DoRA for their respective appointments.
- The provinces that complied with the basic competence requirements as per the HR DoRA Circular issued to provinces; will continue receiving the HR allocation. However, those that did not comply will have to find other means to fund their DoRA posts.

# National Health Grant (Indirect)

## National Health Grants (Indirect) - Dec 2015



 Budget	290 442	612 789	200 000
 Expenditure	188 802	372 993	68 052
 % Spent	65.0%	60.9%	34.0%

# Thank You