

# 2021/22 QUARTER 2 SPENDING OUTCOMES

## *STANDING COMMITTEE ON APPROPRIATIONS*

Presenters: Dr Mampho Modise | Public Finance, National Treasury | 17 November 2021



**national treasury**

Department:  
National Treasury  
**REPUBLIC OF SOUTH AFRICA**



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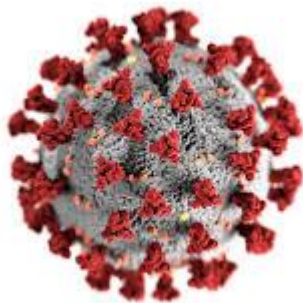
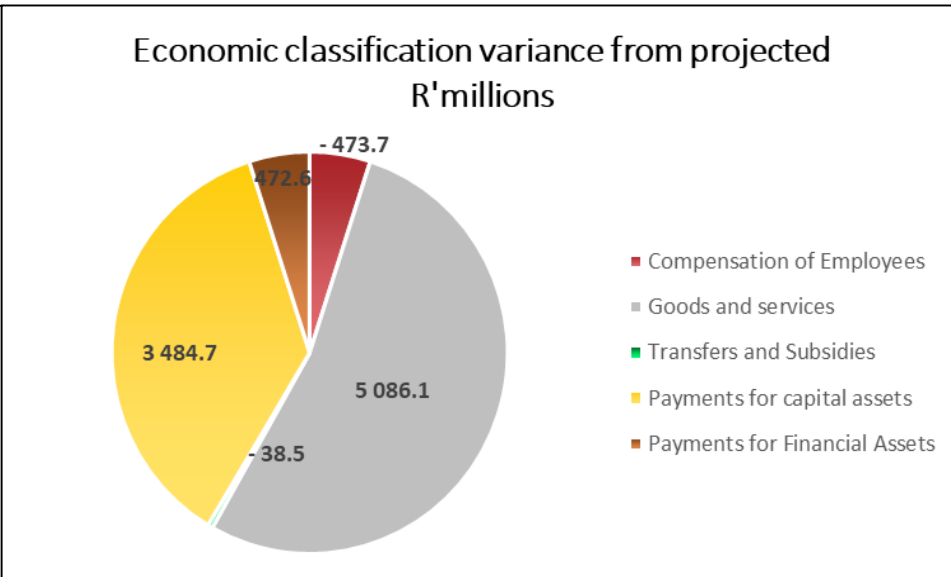
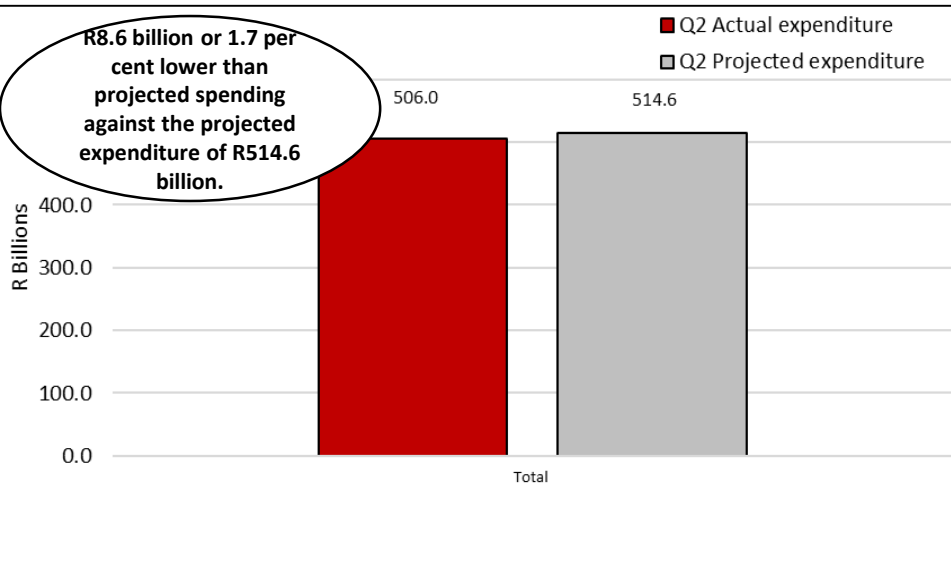
Higher than  
projected  
expenditure

Lower than  
projected  
expenditure

Personnel  
expenditure

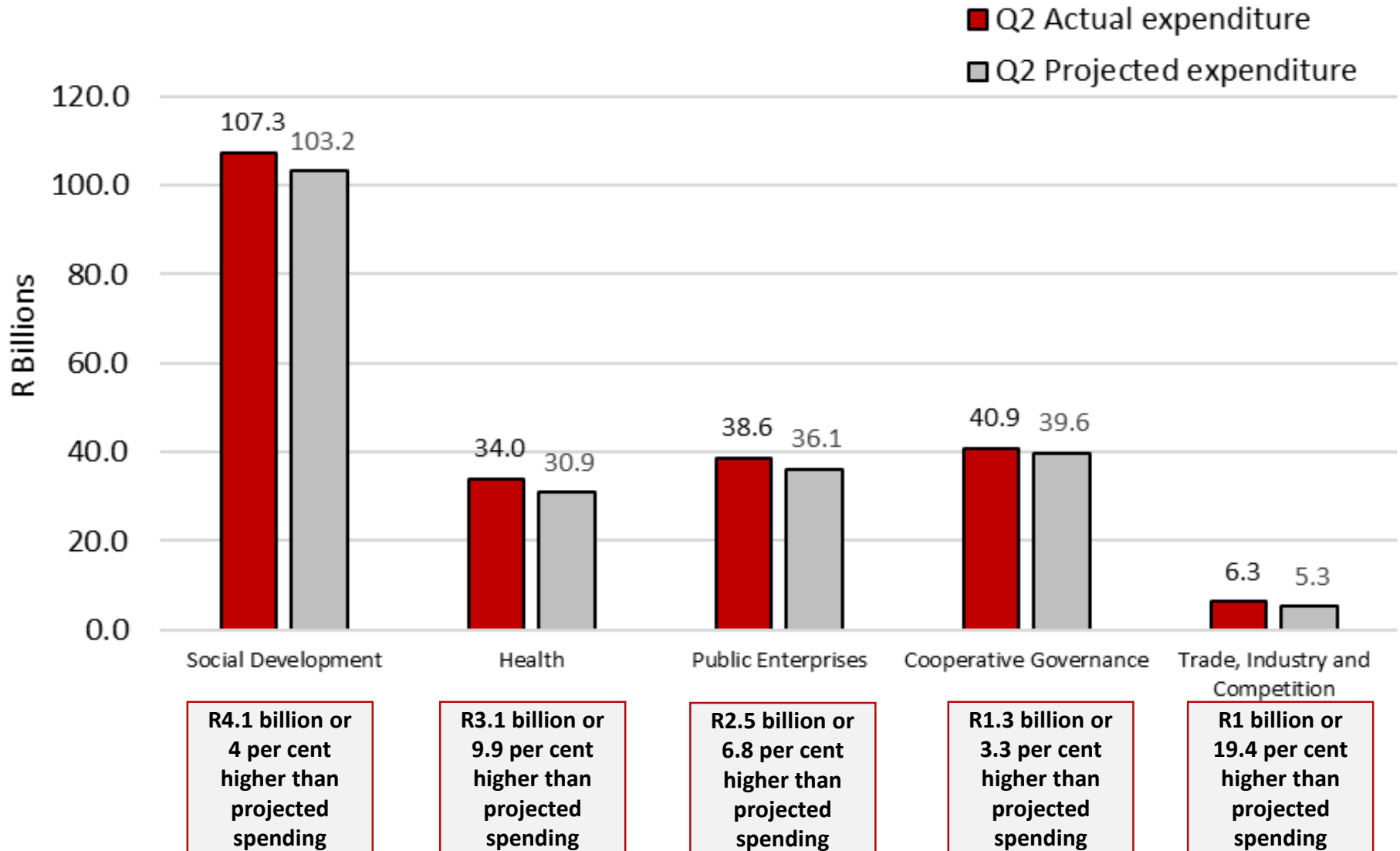


# SUMMARY OF SPENDING



R14.3 billion at the end of the first quarter

# SUMMARY OF SPENDING



# SUMMARY OF SPENDING



## social development

Department:  
Social Development  
REPUBLIC OF SOUTH AFRICA

R4.1 billion or  
4 per cent  
higher than  
projected  
spending

Transfers  
and  
subsidies

-Higher than projected expenditure due to the extension of the R350 special COVID-19 SRD grant, which led to SASSA paying February grants in March and March grants in April.



## health

Department:  
Health  
REPUBLIC OF SOUTH AFRICA

R3.1 billion or  
9.9 per cent  
higher than  
projected  
spending

Goods and  
Services

-Mainly due to spending on procurement of COVID-19 vaccines. Settled invoices for vaccines ordered in the previous year and payments for COVID-19 vaccines must be made in advance.



## public enterprises

Department:  
Public Enterprises  
REPUBLIC OF SOUTH AFRICA

R2.5 billion or  
6.8 per cent  
higher than  
projected  
spending

Payments  
for  
financial  
assets

-Higher than projected expenditure due to payments to settle guaranteed debt and interest on behalf of Denel SOC Limited.



## cooperative governance

Department:  
Cooperative Governance  
REPUBLIC OF SOUTH AFRICA

R1.3 billion or  
3.3 per cent  
higher than  
projected  
spending

Transfers  
and  
subsidies

-Higher than projected expenditure due to earlier than projected transfers of the Municipal Infrastructure Grant to municipalities.



## the dti

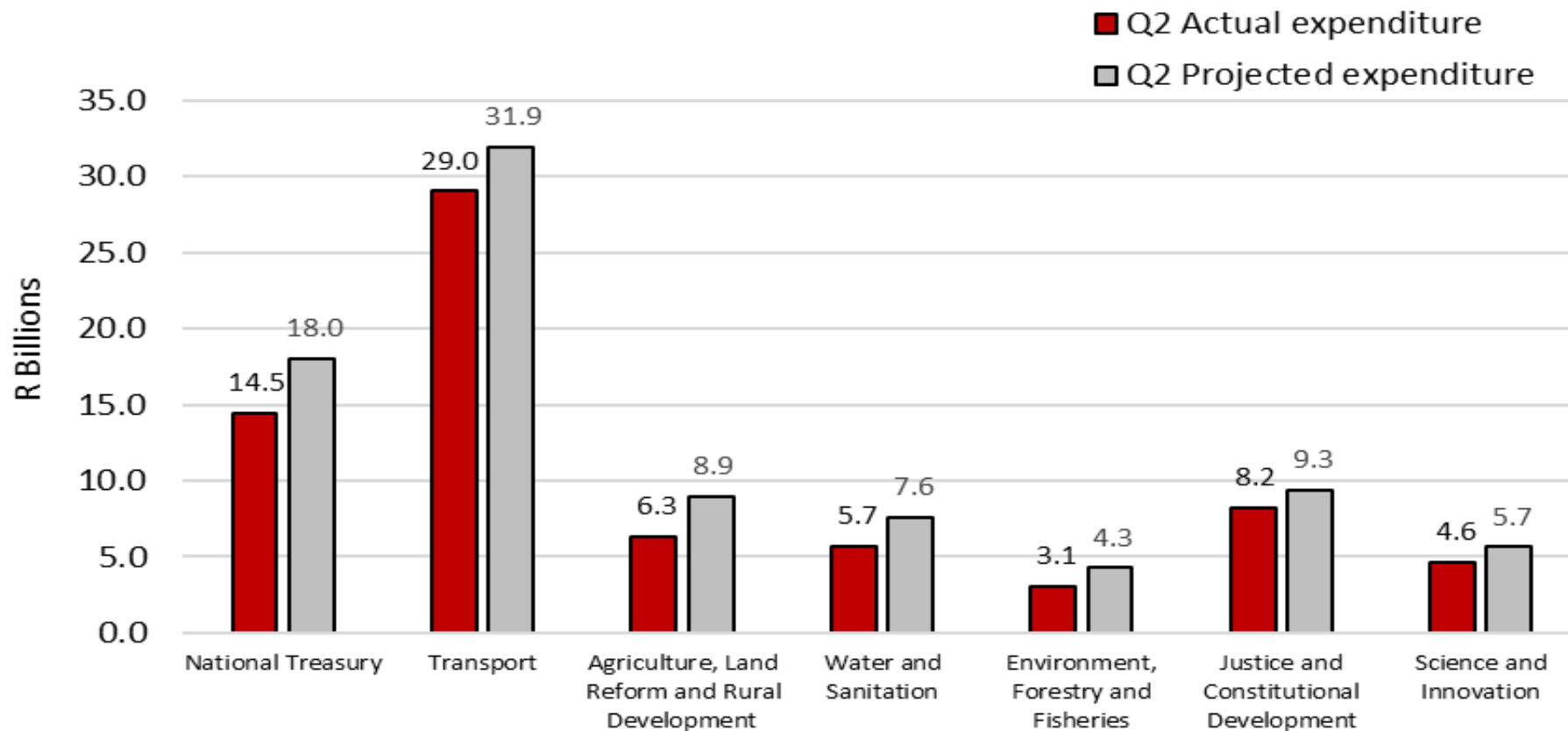
Department:  
Trade and Industry  
REPUBLIC OF SOUTH AFRICA

R1 billion or  
19.4 per cent  
higher than  
projected  
spending

Transfers  
and  
subsidies

-Higher than projected expenditure due to supporting businesses affected by COVID-19 restrictions and civil unrests in Gauteng and KwaZulu-Natal.

# SUMMARY OF SPENDING



R3.6 billion  
or 19.8 per  
cent lower  
than  
projected  
spending

R2.9 billion  
or 9 per  
cent lower  
than  
projected  
spending

R2.6 billion  
or 29.3 per  
cent lower  
than  
projected  
spending

R1.9 billion  
or 24.9 per  
cent lower  
than  
projected  
spending

R1.2 billion  
or 27.8 per  
cent lower  
than  
projected  
spending

R1.1 billion  
or 11.9 per  
cent lower  
than  
projected  
spending

R1 billion  
or 18.5 per  
cent lower  
than  
projected  
spending

# SUMMARY OF SPENDING



**national treasury**  
Department:  
National Treasury  
REPUBLIC OF SOUTH AFRICA

R3.6 billion or  
19.8 per cent  
lower than  
projected  
spending

**Payments  
for  
financial  
assets**

-Delays in the implementation of the  
Municipal Revenue Management  
Improvement Programme  
-Non-payment on the recapitalisation  
of the Land Bank  
-Non-transfer to the Secret Service



**transport**  
Department:  
Transport  
REPUBLIC OF SOUTH AFRICA

R2.9 billion or 9  
per cent  
lower than  
projected  
spending

**Transfers  
and  
subsidies**

-Withholding of transfers payments to  
the Passenger Rail Agency of South  
Africa



**agriculture, land reform  
& rural development**  
Department:  
Agriculture, Land Reform and Rural Development  
REPUBLIC OF SOUTH AFRICA

R2.6 million or  
29.3 per cent  
lower than  
projected  
spending

**Transfers  
and  
subsidies &  
Goods and  
services**

-Payment related to settled land claims,  
land reform project and transfer to land  
bank.  
-Invoices for office accommodation, travel  
and subsistence, training and  
development and other goods and  
services



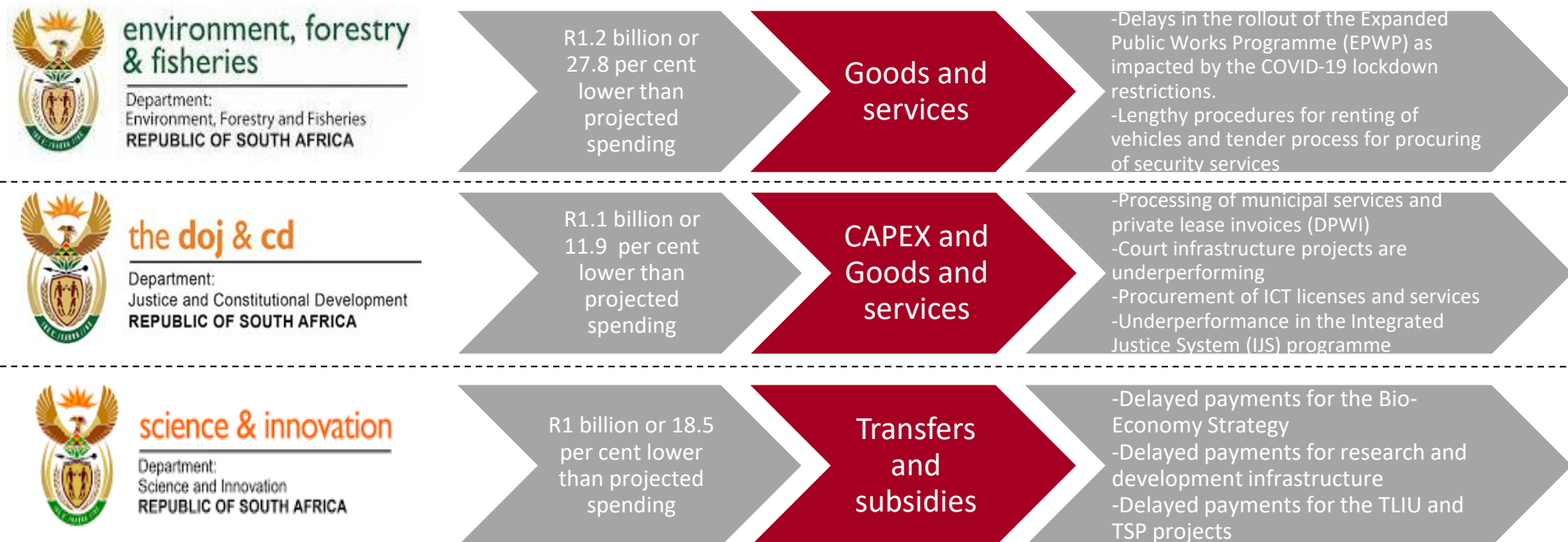
**water & sanitation**  
Department:  
Water and Sanitation  
REPUBLIC OF SOUTH AFRICA

R1.9 billion or  
24.9 per cent  
lower than  
projected  
spending

**Transfer and  
subsidies,  
Goods and  
services &  
CAPEX**

-Invoices pending certification,  
verification, and approval for payment of  
work done by the implementing agents  
-Withholding of the transfers on the direct  
portion of the Regional bulk infrastructure  
grant

# SUMMARY OF SPENDING





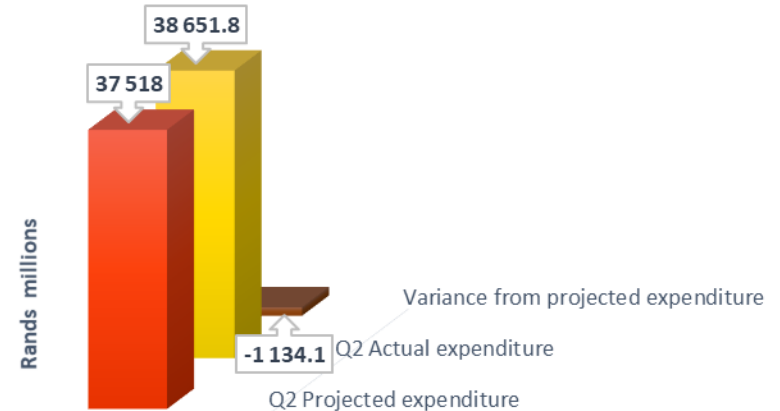
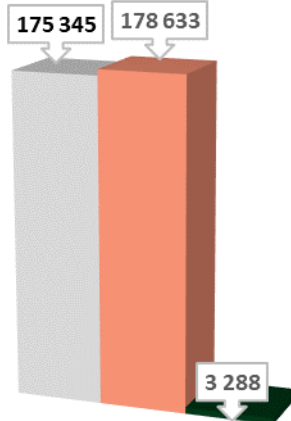
# SUMMARY OF SPENDING

## Personnel spending and vacancy rates



The higher than projected spending was due to overtime payments processed in relation to the public unrest in July 2021, and salary increases following the implementation of the 2021 public sector wage agreement.

■ HRBP headcount target ■ End Q2 Headcount ■ Variance from target



# SUMMARY OF SPENDING

## Personnel spending and vacancy rates

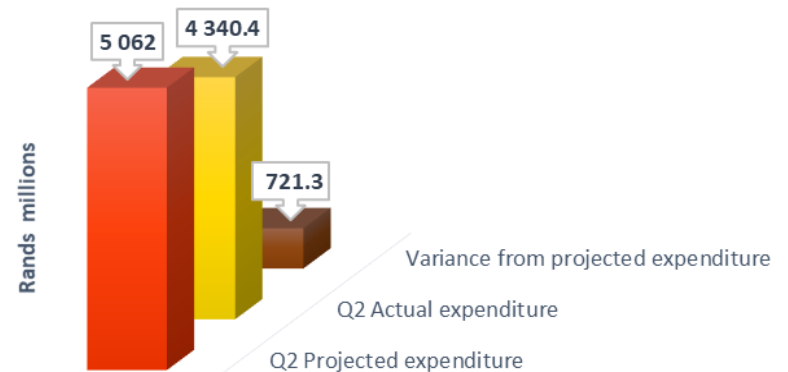
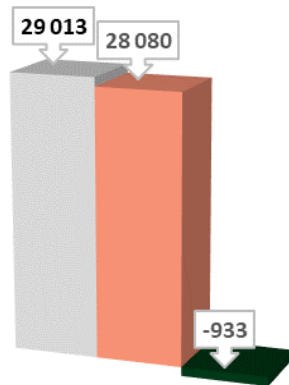


### higher education & training

Department:  
Higher Education and Training  
REPUBLIC OF SOUTH AFRICA

The lower than projected spending is mainly due to vacant posts that were not filled as projected, outstanding CET college lecturer claims that were not processed as projected and delays in implementing the post-provisioning norms for the TVET colleges.

■ HRBP headcount target ■ End Q2 Headcount ■ Variance from target



# SUMMARY OF SPENDING

## Personnel spending and vacancy rates

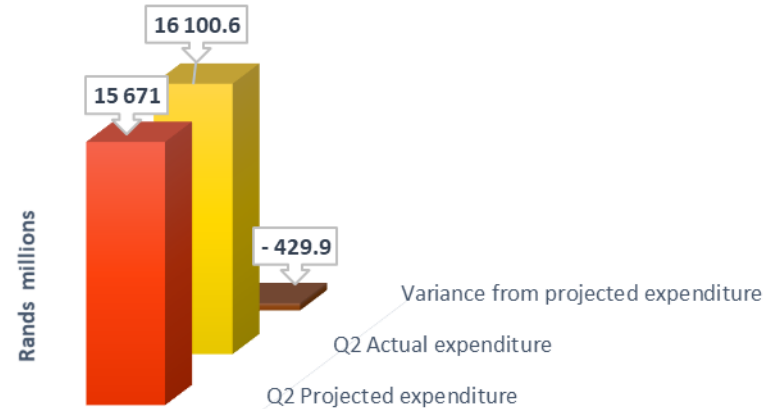
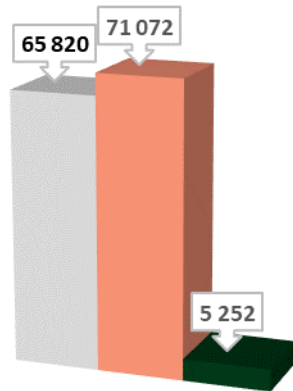


**defence**

Department:  
Defence  
REPUBLIC OF SOUTH AFRICA

The lower than planned spending on compensation of employees is mainly due to the compensation of employees ceiling which does not support the current personnel numbers of the department

■ HRBP headcount target   ■ End Q2 Headcount   ■ Variance from target



# THANK YOU

