



PUBLIC HEARINGS ON CONDITIONAL GRANTS
3RD QUARTER 2007/08
6th FEBRUARY 2008

6
0802065C
Khanra.



Structure of Presentation

Types of Conditional Grants 2007/08

- School Nutrition Programme
- FET Recapitalisation
- HIV/AIDS
- Infrastructure



Overview of Conditional Grant allocations 2007/08

TYPE OF GRANT	Appropriation as per Division of Revenue Act	Rollover	Total allocation	Total transfers up to 31 st December 2007	Total expenditure to the 31 st December 2007	% Exp
SNP	237 885	95 951	333 836	178 413	215 871	91/ 121
PIG	50 000		50 000			0
FET	78 815	9 433	88 248	78 815	78 815	100
HIV/AIDS	26 797		26 797	20 097	14 123	53/70
Total	393 497	105 384	498 881	277 325	308 809	



School Nutrition Programme

Year	Allocation R'000	Roll-over R'000	Additional allocation	Total R'000	Target learners
2005/06	194 288	6 349	43 314	243 951	900 000
2006/07	234 994	32 225	-	267 219	928 685 (Gr R - 4)
2007/08	237 885	95 951	-	333 836	1 302 561 (Gr R-7)



Trends in expenditure

	2005/06	2006/07	2007/08 to December 2007
Allocation	243 951	267 219	333 836
Transfers	194 288	234 994	178 942
Actual Expenditure	211 726	170 156	215 871
Under- expenditure	32 225	97 063	(36 929)
Spending as % of total	86,8 %	63,9 %	121 %



Explanation of Over Expenditure of R41,1m

- Increase in the number of learners (due to inclusion of Grades 5,6 &7) from 928 685 to 1 302 561 in August 2007
- Adjustment of average cost per learner per day due to general food inflation from R1,17 to R1,50 since October 2007
- Feeding takes place every school day up to closing of schools in November 2007



Mechanism to deal with the Over expenditure

- A roll over of R95m which was under expenditure in 2006/07 has been approved and will be partly used for the shortfall



MONITORING OF SPENDING IN THE 2007/08 FINANCIAL YEAR(Cont.)

- Spending monitored weekly by the Project Manager and the team
- District Staff has been appointed (3 monitors per district)
- Their primary responsibility is monitoring performance of suppliers, appointment and administration of Meal Servers
- More involvement of District and Cluster Managers in conducting school visits
- Regular reports to Regular meetings and written warnings to Service Providers



Challenges

- Lack of reliable baseline data
- Poor performance of suppliers in some cases
- Lack of an NSNP system
- Lack of infrastructure and water in schools which can lead to food contamination
- No early warning system to warn of problems
- Lack of ownership by officials in all levels



Monthly Reports

- Reports are submitted monthly to the NDoE in terms of DORA



FET Key objectives

- Development of human resources
- Development of systems and procedures
- Upgrading of classrooms and workshops
- Buying and building of new classrooms and workshops
- Upgrading of college sites
- Purchasing of equipment to support teaching & learning
- Development of curriculum



Budget allocations

Year	Allocation	Roll-over	Total
2006/07	61 000		61 000
2007/08	78 815	9 433	88 248



Trends in expenditure

	2006/07	2007/08
Allocation	61 000	78 815
Transfers	61 000	78 815
Actual Expenditure	51 616	53 030
Under expenditure	9 433	25 785
Spending as % of total budget	84.6%	67.3%



Trends in expenditure per college

College	Allocation	Transfers	Actual	Variance
Buffalo City	15 000	15 000	13 716	1284
EC Midlands	11 000	11 000	4 987	6013
Ikhala	9 000	9 000	4 043	4 957
Ingwe	5 706	5 706	1 247	4 459