



Department of Sport, Recreation, Arts and Culture
Lefapha la Dipapadi, Tlhabollo, Botaki le Setso
Departement van Sport, Onspanning, Kuns en Kultuur
Umnyango wezeMidlalo, ukuNgcebeleka, ubuCiko kanye namaSiko

11 February 2008

3RD QUARTER BUDGET REPORT ON THE CONDITIONAL GRANTS FOR THE 2007/08 FINANCIAL YEAR.

A. MASS SPORT AND RECREATION PARTICIPATION PROGRAMME

The department has been allocated R28, 821million for the 2007/08 financial year. This amount is split as follows:

- R1, 000 million for Club Development.
- R12, 739 million for Siyadlala (Community Mass Sport and Recreation Participation Programme).
- R15, 082 million for the School Sport Mass Participation Programme.

The department has completed all business plans for the above programmes. The business plans outline the plans for the department to effectively utilize these funds to promote the Mass Sport and Recreation Participation Programme.

Trends of the Department

1. Transfers from National

R24, 831 million (88.4%) of the total grant allocation was transferred from National during the first 9 months of the financial year. The balance of the transfers will take place in the last quarter.

2. Expenditure as at end of the 3rd quarter

- The department has spent R13, 735 million (47,7%) of the total allocation and 55% of the total transferred amount.

MASS SPORT AND RECREATION PARTICIPATION PROGRAMME

Programme	Budget R'000	Spent R'000	Budget Available R'000	% Spent- 31 Dec'07	Committed- 31 Mar'08 R'000	% to be Spent by 31 Mar'08
Club Development	1,000	387	613	39%	600	98%
Siyadlala	12,739	4,012	8,727	31%	7,298	90%
School Sport	15,082	9,646	5,436	64%	4,460	94%
TOTAL	28,821	14,045	14,776	49%	12,358	92%

Challenges facing the above grant:

- Lack of administrative capacity. – Awaiting approval from National Sports to use 5% of Grant Funding for administrative support.
- Lack of buy-in from some local government structures into MPP Programmes. This relates to infrastructure support. Signing of the SLA's by the municipalities.

- In school sport most programmes are run during the holiday programs in December thus this is not yet reflected in the current spending.
- Lack of office and storage space in some of the hubs has negative impacts on service delivery for the MPP programmes

Expenditure for the remaining quarter of the financial year

- This is reflected as follows: -
 - Annexure A – Club Development
 - Annexure B – Siyadlala
 - Annexure B – School Sport

B. RECAPILISATION OF COMMUNITY LIBRARIES

The department has been allocated R18,810 million for the 2007/08 financial year. The department has completed the business plans for the conditional grant. The business plan outlines the plans for the department to effectively utilize these funds to promote the recapitalization of community libraries.

Trends of the Department

1. Transfers from National

R14, 109 million (75.4%) of the total grant allocation was transferred from National during the first 9 months of the financial year. The balance of the transfers will take place in the last quarter.

2. Expenditure as at end 3rd quarter

- The department has spent R13, 266 million (70%) of the total allocation and 94% of the total transferred amount.
- The departments' spending is inline with the approved business plans.

Below is the departments spending on the conditional grant as at end third quarter:

RECAPITALISATION OF COMMUNITY LIBRARIES

Programme	Budget R'000	Spent R'000	Budget Available R'000	% Spent	Committed to 31/3/08 R'000	% to be Spent by 31/3/08
Libraries	18,810	15,022	3,787	80%	3,500	98%
TOTAL	18,810	15,022	3,787	80%	3,500	98%

Challenges facing the department:

- The delay's in the signing of the SLA's by the municipalities.

Expenditure for the remaining quarter of the financial year

- A request for roll-over of funds will be forwarded to the Provincial Treasury as two municipalities (Tshwane & JHB) have indicated they won't be accepting the funds for the books in vernacular languages in the current financial year.

C. TRANSFERS CAPITAL

The department has been allocated R71, 008 million for the 2007/08 financial year. This amount is split as follows:

- R61, 108 million for the Legacy Stadia
- R7, 100 million of the upgrading of the arts and culture and sports facilities
- R2, 800 million for the provision of office accommodation for the hubs located in communities

Trends of the Department

1. Expenditure as at end 3rd quarter

- The department has spent R30, 416 million which is 43 % of the total allocation.

Below is the departments spending on the capital projects as at end third quarter:

TRANSFERS CAPEX

Programme	Budget	Spent	Budget Available	% Spent	% Available
Legacy Stadia	61, 108	30, 016	31, 092	49 %	51 %
Other Capital Projects	7,100	400	6, 700	6 %	94 %
Hub Prefabs	2,800	0	2, 800	0 %	100 %
TOTAL	71, 008	30, 416	40, 592	43 %	57 %

Challenges facing the department:

- Signing of the SLA's by the municipalities.
- Delays in Implementation Protocols being signed by Public Works
- Awarding of contractors.

Expenditure for the remaining quarter of the financial year

- The remaining funds will be transferred to the municipalities as the signed SLA's.
- The upgrading of the two stadia projects (HM Pitje and Sinaba) is in progress with the next phase implementation. This phase will be implemented over the 2007/08 and 2008/09 financial years. The major scope of works includes the construction of grand stands and spectator seating arena.