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Department of Cultural Affairs and Sport
Departement van Kultuursake en Sport
Isebe Lemcimbi yeNkcubeko NeMidlalo

**PRESENTATION ON
CONDITIONAL GRANTS AND
CAPITAL EXPENDITURE
3rd QUARTER 2007-2008**

**SELECT COMMITTEE ON FINANCE
PARLIAMENT OF THE REPUBLIC OF
SOUTH AFRICA**

12 FEBRUARY 2008



Department of Cultural Affairs and Sport
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**CONDITIONAL GRANTS FOR COMMUNITY
LIBRARIES:**

- First allocation from national Department of Arts and Culture in 2007/08. Budget: R16,740,000
- Department signed Memoranda of Understanding with 28 municipalities in the Western Cape who provide library services in July 2007 (beginning of financial year of municipalities)
- Expenditure until 31 October 2007: R8,217,296 (1st & 2nd quarter expenditure)
- Expenditure until 14 January 2008: R12,100,923 (at end of 3rd quarter)
- Transfer payments being effected in February 2008: R3,636,233.25 (4th quarter). Projected total expenditure by end of February 2008: R15,737,156.25
- R174,280 saving on Personnel to be spent on purchase of library material for mobile book trolleys deployed in rural areas in the Western Cape (Wheellie Wagons Project)





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CONDITIONAL GRANTS FOR COMMUNITY LIBRARIES:

- Original business plan provided for:
 - staffing at community libraries managed by municipalities
 - purchase of library material for Wheelie Wagons
 - ICT at selected library sites, and
 - appointment of monitoring and evaluation staff at Library Service
- Kannaland Municipality (A Project Consolidate municipality): R91,492 commitment gazetted i.t.o. PFMA and DORA, but not yet transferred due to the municipality not yet meeting previous commitments (i.t.o. PFMA requirements), re. earlier transfer payments from the Department for the construction of a library at Zoar. Discussions to be held with new municipal manager to address issue
- First appointment of dedicated staff for monitor and evaluation purposes in September 2007. Other appointments to be finalised in March 2008



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CONDITIONAL GRANTS FOR COMMUNITY LIBRARIES:

- Allocation of conditional grants to provinces as per approved and signed business plans (4 equal quarterly payments).
- Monitoring and evaluation are currently undertaken by seconded staff of Library Service in anticipation of the appointment of dedicated staff (personnel expenditure to be funded from conditional grant)
- I.t.o. service level agreements (province and relevant municipalities), all municipalities meet the requirements of submitting monthly reports to the Western Cape Library Service
- Western Cape Library Service submits monthly and quarterly reports to national Department of Arts & Culture
- Reconciliation will also done at the end of the municipal financial year (end of June 2008)
- Appointment of staff by municipalities only began in July 2007 or later





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CONDITIONAL GRANTS FOR COMMUNITY LIBRARIES:

Expenditure on Public Libraries by Municipalities July 2007-June 2008

Municipality	Allocated amount	Estimated total expenditure	Last quarterly transfer sent to be paid or projected savings	Transfers already paid over or in the process of transfer
Cape Town	9,387,274.00	9,387,274.24	-0.24	9,387,274.00
Central Karoo District Municipality	25,095.00	10,431.25	14,603.75	18,776.25
Beaufort-West	150,872.00	135,926.20	14,946.80	150,872.00
Prince Albert	63,028.00	55,588.31	7,429.69	63,028.00
Laingsburg	40,878.00	40,343.33	534.67	40,878.00
Eden District Municipality	48,226.00	34,443.60	13,782.40	36,169.00
Krystna	220,448.00	220,447.40	0.60	220,448.00



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CONDITIONAL GRANTS FOR COMMUNITY LIBRARIES:

Expenditure on Public Libraries by Municipalities July 2007-June 2008

Municipality	Allocated amount	Estimated Total Expenditure	Last quarterly transfer still to be paid or projected savings	Transfers already paid over or in the process of transfer
Bitou	113,744.00	89,485.00	24,279.00	113,744.00
Oudshoorn	293,160.00	293,011.62	148.38	293,160.00
George	488,454.00	321,388.48	145,065.52	349,840.50
Mossel Bay	310,519.00	299,930.50	10,588.50	310,519.00
Hessequa	218,209.00	144,068.11	74,140.89	163,656.75
Kannaland	91,483.00	0.00	91,483.00	0.00
Swellendam	126,587.00	112,431.76	13,955.24	126,387.00



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Expenditure on Public Libraries by Municipalities July 2007-June 2008

Municipality	Allocated amount	Estimated total expenditure	Last quarterly transfer still to be paid or projected savings	Transfers already paid over or in the process of transfer
Cape Agulhas	143,247.00	143,246.96	0.04	143,247.00
Oxerstrand	304,046.00	295,737.52	8,286.46	304,046.00
Theewaters-Kloof	315,893.00	293,859.00	82,034.00	315,893.00
Breda River / Winelands	301,922.00	292,556.71	9,365.29	301,922.00
Breda Valley	448,983.00	384,013.58	84,949.44	448,983.00
Stellenbosch	364,610.00	327,859.17	36,750.83	364,610.00
Drakenstein	643,854	624,410.09	19,443.91	643,854.00
Wilzenberg	303,301.00	297,939.53	5,361.47	303,301.00



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CONDITIONAL GRANTS FOR COMMUNITY LIBRARIES:

Expenditure on Public Libraries by Municipalities July 2007-June 2008

Municipality	Allocated amount	Estimated total expenditure	Last quarterly transfer still to be paid or projected savings	Transfers already paid over or in the process of transfer
West Coast District Municipality	40,388.00	48,954.46	-8,565.46	40,389.00
Swartland	286,427.00	274,777.36	11,649.64	286,427.00
Saidanna Bay	323,144.00	162,449.02	170,894.98	242,958.00
Bergvliet	223,376.00	223,373.86	1.14	223,376.00
Cederberg	153,997.00	146,914.30	7,082.70	153,997.00
Matzikama	217,106.00	165,192.86	51,913.14	217,106.00
TOTAL	R15,626,001.00		R889,986	R15,262,241



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CONDITIONAL GRANTS FOR SPORT AND RECREATION

Payment schedule

Date	Amount received	Amount Spent	%
17 th May	R6 066 000		
13 th July	R5 780 000		
10 th October	R4 255 000		
Outstanding	R2 845 000		
Budget	R18 946 000	R12 382 827	65.4%
% against received	R16 101 000	R12 382 827	76.9%



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Sport and Recreation (as at 31 Dec 2007)

	Budget	Spent	% Spent	Committed	%
Club Development	R2 000 000	R611 378	30.6%	R152 256	38.2
Community Mass Participation	R8 250 000	R7 308 189	88.6%	R762 608	97.8
School Sport Mass Participation	R8 696 000	R4 463 266	51.3%	R964 304	62.4
Total Mass Participation	R18 946 000	R12 382 827	65.4%	R1 879 168	75.3



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SPORT & RECREATION MASS PARTICIPATION TRENDS:

- Introduction of Community Mass participation ignites local community participation and is followed by the School Sport mass Participation and subsequently the club development programme
- MEC roadshow engages both community stakeholders and implementers to identify bottlenecks first hand.
- General issues raised during roadshow highlights:
 - Expectations of benefiting community's & schools
 - Slow pace of equipment distribution
 - Payment challenges to sport assistants and activity coordinators
 - Office and support systems for hubs
- Department embraces mass participation programme



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SPORT & RECREATION MASS PARTICIPATION TRENDS (cont.):

- Number of hubs have grown from 4 in 2004/05 to 31 hubs last year and a further 4 in this year
- Number of school clusters increased from 9 clusters reaching 140 schools in 2006/07 to 16 clusters reaching 200 schools in current year
- The club development programme impacted on 52 clubs in this year
- Monitoring through the assistance of school principals & sport master. S.DIAT trained implementers and assessors to monitor impact in new financial year. Monitoring unit within Corporate Services of Department undertake evaluation.
- Verification by SRSA team



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CONDITIONAL GRANTS FOR SCHOOL SPORT MASS PARTICIPATION:

- First allocation from national Department Sport and Recreation in 2006/07 (R4.85m for 9 clusters)
- Budget for 2007/08: R8,696,000 based on approved and signed business plan
- Expenditure as at 31 December 2007: R4,463,266.27, i.e. 51.33% of grant spent on equipment, stipends for contract workers/volunteers and training
- Commitments: R964,304.15
- Total expenditure (with commitments): R5,427,570.42



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CONDITIONAL GRANTS FOR SCHOOL SPORT MASS PARTICIPATION:

1. Conditional grants were allocated to provinces as per approved and signed business plans. Financial reporting done monthly (as per previous slide)
2. Monitoring is undertaken by seconded staff in anticipation of the appointment of dedicated staff (personnel expenditure from conditional grant)
3. I.t.o. service level agreements between province and national Department of Sport and Recreation, monthly reports are submitted to national Department
4. MTEF Budget 2008/09: Workshop on draft business plans to be held on 15th February 2008



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CONDITIONAL GRANTS FOR SCHOOL SPORT MASS PARTICIPATION:

- Reasons for under expenditure is due to:
 - Slow establishment of clusters as a result of the industrial action by educators and the snowball effect it had on expenditure patterns –New clusters could only be rolled out after July as schools were inaccessible prior to this period. Appointed Sport Assistants promoted sport at their respective school during this period.
 - The cancellation of training of coaches and sport assistants by the national service providers had a negative effect on the role-out plan



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CONDITIONAL GRANTS FOR SCHOOL SPORT MASS PARTICIPATION:

- Recovery measures:
 - All volunteers have been appointed -220 sport assistants placed in schools. The last cluster was launched in October 2007.
 - Training programmes with local service providers have been finalised –Training for sport assistants in the area of disability sport with the University of Stellenbosch; Training for cluster coordinators to implement the Sport Development Impact Assessment Tool (S.DIAT) - developed by the University of Johannesburg - week of the 14th January 2008.
 - December holiday programme conducted in clusters and expenditure will reflect in January expenditure
 - Vehicle ordered through Public Works and delivery expected in February 2008
 - Equipment and attire ordered-delivery expected February 2008



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**CONDITIONAL GRANTS FOR COMMUNITY
 SIYADLALA MASS PARTICIPATION:**

- First allocation from national Department of Sport and Recreation in 2004/05 was R1 million for community Siyadlala Mass participation
- Budget for 2007/08: R8,250,000
- Expenditure to 31 December 2007: R7,308,000
- Commitments: R762,608.09
- Available budget: R179,202.77
- Expenditure according to business plan



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**CONDITIONAL GRANTS FOR SCHOOL
 SPORT MASS PARTICIPATION:**

- Recovery measures:
- Activities for the remainder of the year are in line with the Departments operational plans and work programmes :
- R1 028 000 for personnel
- R700 000 for equipment
- R600 000 for attire
- R750 000 for cluster sport events
- R290 000 for vehicle



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CONDITIONAL GRANTS FOR COMMUNITY SIYADLALA MASS PARTICIPATION:

1. Current conditional grants were allocated to provinces as per approved and signed business plans. Financial reporting done monthly to the national Department of Sport and Recreation
2. Monitoring is undertaken by dedicated staff appointed on contract (personnel expenditure from conditional grant)
3. MTEF 2008/09: Business Plan being developed and finalised with DS&R
4. Breakdown of conditional grant:
 - 40.4% to be spent on stipends of activity and hub coordinators (±R300,000 per month)
 - 49% to be spent on goods and services (communication, transport, projects and equipment)
 - 10% on training for activity and hub coordinators and sport coaching, first aid, events management and sport education
5. Mobilizing communities for 2010 formed part of projects in collaboration with 2010 Unit



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CONDITIONAL GRANTS FOR CLUB DEVELOPMENT:

- First allocation from national Dept of Sport and Recreation in 2007/08
- Budget for 2007/08: R2,000,000
- Expenditure to 31 December 2007: R611,378
- Commitments: R152 252
- Under expenditure: R0.6 million
- Reasons for under expenditure:
 - Lack of Human capacity
 - Slow club verification process by the national verification team



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THANK YOU



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**CONDITIONAL GRANTS FOR CLUB
DEVELOPMENT:**

- Recovery measures:
 - Expected expenditure in 4th Quarter:
 - R100 000 -Training
 - R453 154 –Inter-club competition
 - R633 211 -Equipment & Clothing
 - Verification of 52 clubs in February 2008