



LIMPOPO

PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

Ref : 12/4/5/1
Enq : Semanya PA
Tel : (015) 298-7000

PROVINCIAL TREASURY

**The Director General
National Treasury
Private Bag x115
PRETORIA**

LIMPOPO PROVINCIAL REVENUE AND EXPENDITURE REPORT AS AT 31 AUGUST 2019

1. Purpose

To submit to the National Treasury a report on Limpopo Provincial Revenue and Expenditure as at 31 August 2019.

2. Background

The Limpopo Provincial Treasury hereby submit the provincial revenue and expenditure report as at 31 August 2019 in line with chapter 5, section 40 (4) (c) (i) – (iii) of the Public Finance Management Act (PFMA), 1999 (Act No. 1 of 1999) as amended by Act 29 of 1999. The Act requires the designated accounting officers of departments to submit to the provincial treasury, information on actual revenue and expenditure for the preceding month and again provided the anticipated revenue and expenditure for the remaining period of the financial year and explanation on material variance.

3. Discussion

The Limpopo provincial government revenue and expenditure trend for the period under review finds its basis on the August 2019 In-Year Monitoring (IYM) reports from various provincial departments. Departmental submissions were duly analyzed in terms of the projected revenue and expenditure, projected cash requests and actual expenditure as recorded in the IYM reports and Infrastructure Reporting Model (IRM) submissions. The explanations for the variances were provided by departments as per their IYM and IRM variance reports and where necessary, further clarity was sought from the departments in line with the requirements of the Provincial Treasury Instruction Notes 03 of 2012, 09 of 2012 and 04 of 2013.

4. Cash Management

2019/20 Cash Allocation bilateral will be held with all Provincial departments from the 22nd to 27th of May 2019. The Cash Allocation Letters for 2019/20 financial year has been issued to all departments on 10 June 2019, after the finalization of the cash allocation bilateral, indicating cash available for each payment run as well as the processes to be followed by departments to enable Provincial Treasury to release payment tapes. Schedule of payments runs were also sent to departments to enable them to inform service providers of the dates of payments as they serve them with invoices for services rendered -

- Persal runs are scheduled 5 times a month, i.e. the 15th for normal salaries, 22nd for Educators' salaries, two Supplementary payments (claims) and month-end for probation, contract employees and third party deductions.
- BAS runs (payments of suppliers) are scheduled twice, i.e. for the action dates 15th and for month-end.

These systems and processes were put in place to ensure that service delivery continues without disruptions relating to cash flow problems as well as to alleviate cash flow challenges experienced in the past financial years.

4.1. Cash Allocations Vs. Actual Expenditure Vs. Actual Funds Transferred

An analysis of cash projections, actual expenditure and actual funds transferred indicates departments' ability to plan, budget and spend. Table 3 below provides cash flow projections, actual expenditure and transfers to departments during August 2019.

Table 1: Cash Allocations Vs. Actual Expenditure Vs. Actual Funds Transferred

Cash Allocations Vs Actual Expenditure Vs Actual Transfers as at 31 August 2019

Departments	Opening Bank Balances at 01-Apr-19 R' 000	Cash Allocation 31-Aug-19 R' 000	Actual Expenditure 31-Aug-19 R' 000	Tranfers To Departments 31-Aug-19 R' 000	Variance Cash allocation Vs Actual Expenditure		Variance Actual Expenditure Vs Funds Transferred	
					Amount R' 000	%	Amount R' 000	%
Education	152 109	13 248 568	12 993 557	12 955 087	255 011	1,9%	38 470	0,3%
Health	63 174	9 340 967	8 729 984	8 707 754	610 983	6,5%	22 230	0,3%
Social Development	8 320	826 670	873 013	892 502	-46 343	-5,6%	-19 489	-2,2%
Office of the Premier	6 950	174 810	173 889	170 651	921	0,5%	3 238	1,9%
Provincial Legislature	82 579	227 773	154 601	227 773	73 172	32,1%	-73 172	-47,3%
Agriculture	286	801 431	764 535	754 973	36 896	4,6%	9 562	1,3%
Provincial Treasury	20 442	210 862	197 636	181 031	13 226	6,3%	16 605	8,4%
Econonic Development,Environmental & Tourism	24 422	780 393	667 812	655 264	112 581	14,4%	12 548	1,9%
Transport	101 419	899 746	835 344	773 895	64 402	7,2%	61 449	7,4%
Public Works, Roads and Infrastructure	94 057	1 508 209	1 392 117	1 384 602	116 092	7,7%	7 515	0,5%
Community Safety	1 031	51 691	43 373	43 646	8 318	16,1%	-273	-0,6%
CoGHSTA	67 885	1 385 331	1 001 764	1 023 564	383 567	27,7%	-21 800	-2,2%
Sport, Arts & Culture	31 483	221 903	185 077	190 346	36 826	16,6%	-5 269	-2,8%
Total	654 157	29 678 354	28 012 702	27 961 088	1 665 652	5,6%	51 614	0,2%

When comparing actual expenditure to the cash flow projections or cash allocations, departments under-spent the cash allocations by R1.666 billion or 5.6 percent. Department of

Social Development spent more than their monthly projection. It should be clear that the overall under-spending by departments has nothing to do with availability of cash as Treasury has given cash allocations and processes well upfront.

On the other hand, transfers to departments is R51.467 million or 0.2 percent less than actual expenditure. The reason for transferring less funds than was required is due to the huge opening PMG balances of almost all departments at the beginning of April 2019.

4.2. Interest Performance

Table 2: Interest Performance

R'000

Institution	2019/20												Total
	Apr-19	May-19	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	
Commercial Bank (SBSA)													-
CPD (SA Reserve Bank)	14 225	19 417	13 005	18 459	20 879								85 985
Commercial Bank (absa)	2 178	2 312	1 297	1 767	2 277								9 831
Total	16 403	21 729	14 302	20 226	23 156	-	-	-	-	-	-	-	95 816

Institution	2018/19												Total
	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	
Commercial Bank (SBSA)	4 588	3 408	3 859	1 699	529								14 083
CPD (SA Reserve Bank)	15 189	24 014	20 667	18 595	19 656								98 121
Commercial Bank (absa)				449	1 296								1 745
Total	19 777	27 422	24 526	20 743	21 481	-	-	-	-	-	-	-	113 949

-12,37%

-15,91%

It is important to note that interest reported is earned on the group favorable bank balance comprising Exchequer Account, PMG Accounts and the Call Account held with the provincial banker, as well as investment account referred to as CPD held with the South African Reserve Bank.

Comparing same period last financial year as indicated in the tables above, interest revenue was at R95.816 million by end of August 2019 which represent 15.91 percent decrease from last financial year. Interest earned from the CPD account alone was at R85.985 million recording a 12.37 percent decrease from R98.121 million last financial year.

5. Provincial Expenditure

Table 3: Provincial overall expenditure as at 31 August 2019

	Main Appropriation	Available funds*	Projected outcome	Actual spending as at 31 August 2019	Actual spending as % of Main budget	(Over)	Under	%(Over)/under of Main budget
R thousand								
Education	32 291 008	32 291 008	32 291 008	12 993 557	40,2%	—	—	0,0%
Health	20 777 068	20 777 068	21 528 240	8 729 984	42,0%	-751 172	—	-3,6%
Social Development	2 181 129	2 181 129	2 181 129	873 013	40,0%	—	—	0,0%
Office Of The Premier	443 476	443 476	443 476	173 889	39,2%	—	—	0,0%
Provincial Legislature	375 755	375 755	356 978	154 601	41,1%	—	18 777	5,0%
Agriculture	2 000 770	2 000 770	2 000 770	764 535	38,2%	—	—	0,0%
Provincial Treasury	506 841	506 841	506 841	197 636	39,0%	—	—	0,0%
Economic Development, Environment And Tourism	1 722 710	1 722 710	1 722 710	667 812	38,8%	—	—	0,0%
Transport	2 227 547	2 227 547	2 227 547	835 344	37,5%	—	—	0,0%
Public Works, Roads And Infrastructure	3 616 964	3 616 964	3 616 964	1 392 117	38,5%	—	—	0,0%
Community Safety	117 638	117 638	117 638	43 373	36,9%	—	—	0,0%
Cooperative Governance, Human Settlements	2 720 467	2 720 467	2 722 934	1 001 764	36,8%	-2 467	—	-0,1%
Sport, Arts And Culture	519 537	519 537	519 537	185 077	35,6%	—	—	0,0%
Total	69 500 910	69 500 910	70 235 772	28 012 702	40,3%	-753 639	18 777	-1,1%
Economic classification					Net	-734 862		
Current payments	59 300 122	59 300 122	60 041 872	24 182 435	40,8%	-741 750	—	-1,3%
Compensation of employees	49 191 589	49 191 589	49 205 345	20 018 104	40,7%	-13 756	—	0,0%
Goods and services	10 107 563	10 107 563	10 835 557	4 164 330	41,2%	-727 994	—	-7,2%
Interest and rent on land	970	970	970	1	0,0%	—	—	0,0%
Transfers and subsidies	8 185 421	8 185 421	8 182 903	3 364 844	41,1%	—	2 518	0,0%
Payments for capital assets	2 015 367	2 015 367	2 010 948	465 372	23,1%	—	4 419	0,0%
Payments for financial assets	—	—	49	51	0,0%	-49	—	0,0%
Total	69 500 910	69 500 910	70 235 772	28 012 702	40,3%	-741 799	6 937	-1,1%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)					Net	-734 862		

Overall the provincial expenditure is R28.0 billion representing 40.3 percent spending of the R69.5 billion allocated budget. Overall the province is projecting to overspend by R734.9 million or 1.1 percent. Hereunder is the synopsis of provincial expenditure as at 31 August 2019.

- **Compensation of Employees (CoE)** spent R20.0 billion or 40.7 percent of the total budget of R49.2 billion. The province is projecting to overspend by R13.8 million.
- **Goods and Services** spent R4.2 billion or 41.2 percent of the total budget of R10.1 billion. The province is projecting to overspend by R727.9 million or 7.2 percent.
- **Transfers and subsidies** recorded an expenditure of R3.4 billion or 41.1 percent of the total budget of R8.2 billion. The province is projecting to underspend by R2.5 million.
- **Payment for Capital Assets** spent R465.4 million or 23.1 percent of the total budget of R2.0 billion. The province is projecting to underspend by R4.4 million.

5.1. Spending per Economic Classification

5.1.1. Compensation of Employees

Table 4: Compensation of Employees as at 31 August 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual as at 31 August 2019	Actual spending as % of Main budget	(Over)	Under	%(Over)/under of Main budget
Education	25 957 635	25 957 635	25 957 635	10 799 241	41,6%	—	—	0,0%
Health	15 808 869	15 808 869	15 882 670	6 271 719	39,7%	-73 801	—	-0,5%
Social Development	1 182 104	1 182 104	1 182 104	486 005	41,1%	—	—	0,0%
Office of the Premier	318 610	318 610	318 610	126 824	39,8%	—	—	0,0%
Provincial Legislature	203 913	203 913	212 464	93 408	45,8%	-8 551	—	-4,2%
Agriculture	1 205 829	1 205 829	1 171 738	460 379	38,2%	—	34 091	2,8%
Provincial Treasury	322 089	322 089	309 812	130 757	40,6%	—	12 277	3,8%
Economic Development	598 142	598 142	598 077	237 452	39,7%	—	65	0,0%
Transport	1 029 939	1 029 939	1 016 240	418 071	40,6%	—	13 699	1,3%
Public Works, Roads and Infrastructure	1 165 707	1 165 707	1 157 243	445 441	38,2%	—	8 464	0,7%
Community Safety	83 384	83 384	83 384	33 524	40,2%	—	—	0,0%
Cooperative Governance, Human Settlement	1 094 897	1 094 897	1 094 897	434 101	39,6%	—	—	0,0%
Sport, Arts and Culture	220 471	220 471	220 471	81 182	36,8%	—	—	0,0%
Total	49 191 689	49 191 689	49 205 345	20 018 104	40,7%	-82 352	68 596	0,0%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)						Net	-13 756	

The overall provincial CoE spending is at R20.1 billion or 40.7 percent. The highest percentage spending departments are Legislature at 45.8 percentage or R93.4 million, Social Development at 41.1 percent or R486.0 million and Education at R10.8 billion or 41.6 percent. Department of Health and Legislature are projecting to overspend by R73.8 million or 0.5 percent and R8.6 million or 4.2 percent respectively whereas Agriculture is projecting to underspend by R34.1 million or 2.8 percent, Provincial Treasury by R12.3 million or 3.8 percent, Transport by R13.7 million or 1.3 percent and Public Works, Roads and Infrastructure by R8.5 million or 0.7 percent.

5.1.2. Goods and Services

Table 5: Goods and Services as at 31 August 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual as at 31 August 2019	Actual spending as % of Main budget	(Over)	Under	%(Over)/under of Main budget
Education	2 804 857	2 804 857	2 804 857	754 540	26,9%	—	—	0,0%
Health	4 194 955	4 194 955	4 870 106	2 173 823	51,8%	-675 151	—	-16,1%
Social Development	354 895	354 895	354 895	133 320	37,6%	—	—	0,0%
Office of the Premier	117 396	117 396	117 396	44 685	38,1%	—	—	0,0%
Provincial Legislature	76 288	76 288	78 580	28 097	36,8%	-2 292	—	-3,0%
Agriculture	491 904	491 904	514 881	189 833	38,6%	-22 977	—	-4,7%
Provincial Treasury	173 531	173 531	185 808	63 854	36,8%	-12 277	—	-7,1%
Economic Development	297 567	297 567	295 622	108 330	36,4%	—	1 945	0,7%
Transport	324 374	324 374	338 073	133 537	41,2%	-13 699	—	-4,2%
Public Works, Roads and Infrastructure	808 259	808 259	811 802	352 864	43,7%	-3 543	—	-0,4%
Community Safety	32 034	32 034	32 034	9 538	29,8%	—	—	0,0%
Cooperative Governance, Human Settlement	196 832	196 832	196 832	92 428	47,0%	—	—	0,0%
Sport, Arts and Culture	234 671	234 671	234 671	79 481	33,9%	—	—	0,0%
Total	10 107 563	10 107 563	10 835 557	4 164 330	41,2%	-729 939	1 945	-7,2%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)						Net	-727 994	

The overall spending on Goods and Services is at R4.2 billion or 41.2 percent of the total budget of R10.1 billion. The highest percentage spending departments are Health and Cooperative Governance, Human Settlement and Traditional Affairs at R2.2 billion or 51.8 percent and

R92.4 million or 47.0 percent respectively. Spending by the department of Health is mainly influenced by accruals from the 2018/19 financial year. The province is projecting to overspend by R727.9 million or 7.2 percent and in the main is the department of Health by R675.2 million.

5.1.3. Transfers and subsidies

Table 6: Transfers and subsidies as at 31 August 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual as at 31 August 2019	Actual spending as % of Main budget	(Over)	Under	%(Over)/under of Main budget
Education	2 491 081	2 491 081	2 491 081	1 240 628	49,8%	-	-	0,0%
Health	376 108	376 108	376 108	141 446	37,6%	-	-	0,0%
Social Development	591 292	591 292	591 292	241 781	40,9%	-	-	0,0%
Office of the Premier	732	732	732	1 699	232,1%	-	-	0,0%
Provincial Legislature	82 435	82 435	60 091	33 004	40,0%	-	22 344	27,1%
Agriculture	202 401	202 401	213 515	81 530	40,3%	-11 114	-	-5,5%
Provincial Treasury	6 528	6 528	6 528	2 468	37,8%	-	-	0,0%
Economic Development	769 901	769 901	771 274	318 434	41,4%	-1 373	-	-0,2%
Transport	808 200	808 200	808 200	278 779	34,5%	-	-	0,0%
Public Works, Roads and Infrastructure	1 476 899	1 476 899	1 481 771	557 829	37,8%	-4 872	-	-0,3%
Community Safety	93	93	93	92	98,9%	-	-	0,0%
Cooperative Governance, Human Settlement	1 366 507	1 366 507	1 368 974	456 882	33,4%	-2 467	-	-0,2%
Sport, Arts and Culture	13 244	13 244	13 244	10 272	77,6%	-	-	0,0%
Total	8 185 421	8 185 421	8 182 903	3 364 844	41,1%	-19 826	22 344	-0,2%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)						Net	2 518	

The province spent R3.4 billion or 41.1 percent of the total budget of R8.2 billion on Transfers and subsidies. The highest percentage spending departments are Education at R1.2 billion or 49.8 percent and Office of the Premier at R1.7 million or 232.1 percent. Overall the departments are projecting to underspend by R2.5 million or 0.2 percent. The projected overspending is mainly in the department of Agriculture at R11.1 million or 5.5 percent, Economic Development at R1.4 million or 0.2 percent, Public Works, Roads and Infrastructure at R4.5 million or 0.3 percent as a result of accrual payments and CoGHSTA at R2.5 million or 0.2 percent. Provincial Legislature is projecting to underspend by R22.3 million or 27.1 percent.

5.1.4. Payment for Capital Assets

Table 7: Payment for Capital Assets as at 31 August 2019

	Main Appropriation	Available funds*	Projected outcome	Actual as at 31 August 2019	Actual spending as % of Main budget	(Over)	Under	% (Over)/ under of Main budget
R thousand								
Education	1 037 435	1 037 435	1 037 435	199 148	19,2%	-	-	0,0%
Health	397 136	397 136	399 356	142 996	36,0%	-2 220	-	0,0%
Social Development	52 838	52 838	52 838	11 907	22,5%	-	-	0,0%
Office of the Premier	6 738	6 738	6 738	681	10,1%	-	-	0,0%
Provincial Legislature	13 119	13 119	5 843	92	0,7%	-	7 276	55,5%
Agriculture	100 636	100 636	100 636	32 793	32,6%	-	-	0,0%
Provincial Treasury	4 693	4 693	4 693	557	11,9%	-	-	0,0%
Economic Development	56 130	56 130	56 767	3 595	6,4%	-637	-	0,0%
Transport	65 034	65 034	65 034	4 957	7,6%	-	-	0,0%
Public Works, Roads and Infrastructure	166 099	166 099	166 099	35 934	21,6%	-	-	0,0%
Community Safety	2 127	2 127	2 127	217	10,2%	-	-	0,0%
Cooperative Governance, Human Settlement	62 231	62 231	62 231	18 353	29,5%	-	-	0,0%
Sport, Arts and Culture	51 151	51 151	51 151	14 142	27,6%	-	-	0,0%
Total	2 015 367	2 015 367	2 010 948	465 372	23,1%	-2 857	7 276	0,2%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)						Net	4 419	

The overall provincial expenditure on Payment for Capital Assets is at R465.4 million or 23.1 percent of the total budget of R2.0 billion. The province is projecting to underspend by R4.4 million or 0.2 percent and projecting to over spend in Heath at R2.2 million and LEDET at R0.637 million.

5.2. Equitable share spending

Table 8: Equitable share spending as at 31 August 2019

	Main Appropriation	Actual as at 31 August 2019	Actual spending as % of budget	Projected Outcome	Variance
Education	29 830 491	12 278 908	41,2%	29 830 491	-
Health	17 703 818	7 577 964	42,8%	18 381 189	(677 371)
Social Development	2 099 948	840 348	40,0%	2 099 948	-
Office of the Premier	443 476	173 889	39,2%	443 476	-
Provincial Legislature	375 755	154 601	41,1%	356 978	18 777
Agriculture	1 658 425	665 242	40,1%	1 658 425	-
Provincial Treasury	506 841	197 636	39,0%	506 841	-
Economic Development, Environment and Tourism	1 719 147	667 515	38,8%	1 719 147	-
Transport	1 850 757	735 829	39,8%	1 850 757	-
Public Works, Roads and Infrastructure	2 452 943	1 131 002	46,1%	2 452 943	-
Community Safety	115 638	43 373	37,5%	115 638	-
Cooperative Governance, Human Settlement and	1 380 944	557 873	40,4%	1 383 411	(2 467)
Sport, Arts and Culture	301 734	113 663	37,7%	301 734	-
Total	60 439 917	25 137 843	41,6%	61 100 978	(661 061)
Economic classification					
Current payments	54 615 704	22 509 131	41,21%	55 283 653	(667 949)
Compensation of employees	47 811 106	19 456 391	40,7%	47 751 212	59 894
Goods and Services	6 804 598	3 052 740	44,9%	7 532 441	(727 843)
Interest and rent on land	970	1,00	0,0%	970	-
Current transfers and subsidies	5 175 025	2 485 317	48,0%	5 172 577	2 448
Payments for capital assets	648 218	143 343	22,1%	643 799	4 419
Payments for financial assets	-	51	100,0%	(21)	21
Total	60 439 917	25 137 843	41,6%	61 100 978	(661 061)

Provincial equitable share spending is at R25.1 billion or 41.6 percent of the total budget of R60.4 billion. The highest percentage spending departments are Public Works, Roads and

Infrastructure at R1.1 billion or 46.1 percent, Health at R7.6 billion or 42.8 percent and Education at R12.3 billion or 41.2 percent.

Conditional Grants

Table 9: Conditional Grants spending per department as at 31 August 2019

	Main Appropriation	Actual as at 31 August 2019	Actual spending as % of budget	Projected Outcome	Variance
Education	2 460 517	714 649	29,0%	2 460 517	-
Health	3 073 250	1 152 020	37,5%	3 147 051	(73 801)
Social Development	81 181	32 665	40,2%	81 181	-
Public Works , Roads and Infrastructure	1 164 021	261 115	22,4%	1 164 021	-
Agriculture	342 345	99 293	29,0%	342 345	-
Transport	376 790	99 515	26,4%	376 790	-
CoGHSTA	1 339 523	443 891	33,1%	1 339 523	-
Sport, Arts and Culture	217 803	71 414	32,8%	217 803	-
Community Safety	2 000	-	0,0%	2 000	-
Economic Development	3 563	297	8,3%	3 563	-
Total	9 060 993	2 874 859	31,7%	9 134 794	(73 801)
Current payments	4 683 448	1 673 303	35,73%	4 757 249	(73 801)
Compensation of employees	1 380 483	561 713	40,7%	1 454 284	(73 801)
Goods and Services	3 302 965	1 111 590	33,7%	3 302 965	-
Current transfers and subsidies	3 010 396	879 527	29,2%	3 010 396	-
Payments for capital assets	1 367 149	322 029	23,6%	1 367 149	-
Total	9 060 993	2 874 859	31,7%	9 134 794	(73 801)

The CGs' overall expenditure is at R2.9 billion or 31.7 percent of the total budget of R9.1 billion. The highest percentage spending department are Health and Social Development at R1.2 billion or 37.5 percent of the total budget of R3.1 billion and R32.7 million or 40.2 percent respectively. The province is projecting to overspend by R73.8 million in the department of Health.

Table 10 Limpopo Conditional Grant spending per grant as at 31 August 2019.

Table 10: Limpopo: Conditional Grants Expenditure as at 31 August 2019			
R thousand	Budget	Provincial Actual Spending	Actual Spending as a % of Main budget
Agriculture	342 345	99 293	29,0%
Comprehensive Agricultural Support Programme Grant	246 542	78 313	31,8%
Disaster (Casp Infrastructure)	—	—	0,0%
Ilima/Letsema Projects Grant	75 254	9 146	12,2%
EPWP Integrated grant	7 686	6 177	80,4%
Land Care Programme Grant	12 863	5 657	44,0%
Sport, Arts and Culture	217 803	71 414	32,8%
Mass Sport and Recreation Programme	71 489	34 408	48,1%
EPWP Integrated grant	2 000	701	35,1%
Community Library Services Grant	144 314	36 305	25,2%
Education	2 460 517	714 649	29,0%
HIV and Aids (Life Skills Education) Grant	29 124	9 434	32,4%
National School Nutrition Programme Grant	1 292 011	476 591	36,9%
Infrastructure Grant	1 050 160	207 819	19,8%
Maths, Science and Technology	45 802	2 660	5,8%
Learners with Profound Intellectual Disabilities	26 839	10 725	40,0%
Social sector EPWP grant	14 196	6 379	44,9%
EPWP Incentive allocation	2 385	1 041	43,6%
Health	3 073 250	1 152 020	37,5%
Comprehensive HIV and Aids Grant	1 947 302	652 225	33,5%
Community Outreach Services Component	258 929	—	0,0%
Comprehensive HIV, AIDS Component	1 598 159	207 158	13,0%
Malaria Component	45 366	6 612	14,6%
Tuberculosis Component	44 848	—	0,0%
Health Professions Training and Development Grant	147 168	61 452	41,8%
Human Papillomavirus Vaccine Grant	29 009	2 981	10,3%
EPWP Social Sector	37 299	12 893	34,6%
Hospital Revitalisation Grant	457 951	163 811	35,8%
Human Resources Capacitation Grant	43 258	48 080	111,1%
National Tertiary Services Grant	409 263	203 596	49,7%
EPWP Integrated grant	2 000	370	18,5%
COGHSTA	1 339 523	443 891	33,1%
Integrated Housing & Human Settlements Development	1 301 677	440 240	33,8%
Deeds Restoration	35 820	3 651	10,2%
EPWP Incentive allocation	2 026	—	0,0%
Public Works, Roads and Infrastructure	1 164 021	261 115	22,4%
Infrastructure Grant	1 018 253	247 495	24,3%
Transport Disaster Management	140 000	9 995	7,1%
EPWP Integrated grant	5 768	3 625	62,8%
Economic Development	3 563	297	8,3%
EPWP Incentive grant	3 563	297	8,3%
Social Development	81 181	32 665	40,2%
Early Childhood development	68 992	27 599	40,0%
EPWP Integrated grant	2 000	1 017	50,9%
EPWP Social sector grant	10 189	4 049	39,7%
Transport	376 790	99 515	26,4%
Public Transport Operations Grant	376 790	99 515	26,4%
Community Safety	2 000	—	0,0%
EPWP incentive grant	2 000	—	0,0%
Total	9 060 993	2 874 859	31,7%

5.3.1. Agriculture

Overall spending by the department on Conditional Grant (CG) is R99.3 million or 29.0 percent of the total budget of R342.3 million.

- **Comprehensive Agricultural Support programme** spent 31.8 percent or R78.3 million of the total budget of R246.5 million. The low spending is attributed to bids that could not be advertised due to the introduction of the new conditions/requirement by Department of Agriculture Land Reform and Rural Development on Water Rights prior to project implementation and delays in the implementation of draught infrastructure projects at Sekhukhune district.
- **Land care** recorded an expenditure of R5.7 million or 44.0 percent and is mainly influenced by prior year accruals pertaining to Drought Management.
- **ILLIMA/LETSEMA** spent R9.1 million or 12.2 percent. The process for the funding of the Food Security Vulnerability Assessment Surveys has not yet been concluded between National Department of Agriculture Land Reform and Rural Development and Human Science Research Council (HSRC). The finalization of the new contract for seed and seedling took longer than expected due to higher than expected number of bids received as well as variety of seeds requirements. National Department of Agriculture, Land Reform and Rural Development currently engaging with National Treasury and provinces to find the best way to effect the transfer of fund to HSRC.
- **EPWP incentive grant** spent R6.2 million or 80.4 percent. Spending of the grant is within the plan.

5.3.2. Sport, Arts and Culture.

The department recorded an overall CG's expenditure of R71.4 million or 32.8 percent of the total budget of R217.8 million.

- **Mass Sport and Recreation Programme** spent R34.4 million or 48.1 percent of the total budget of R71.5 million. The project operation plan has been finalized and spending will start during the current quarter.
- **Community Library Services** spent R36.3 million or 25.2 percent of the total budget of R144.3 million. Low spending was as a result of community dispute for the site where Dumela library is supposed to build and the withdrawal of the contractor for Mavalani library and the challenge has since been resolved and construction is underway.
- **EPWP Incentive** grant spent R0.701 million or 35.1 percent of the allocated R2 million. Low expenditure is due to late submission of invoices by service providers and delay in the procurement of material or working tools.

5.3.3. Education

Overall spending by the department is at R714.6 million or 29.0 percent of the total budget of R2.5 billion.

- **HIV/AIDS Life skills** spent R9.4 million or 32.4 percent of the total budget of R29.1 million. Under spending is attributed to vacant posts not yet filled, outstanding invoices for Peer Education training and Sexual Reproductive Health workshops conducted during the last week of August 2019 and invoices submitted late for payment in August 2019. Contract for the lease of photocopiers is not yet finalised.
- **National School Nutrition Programme** spent R476.6 million or 36.9 percent of the total budget of R1.3 billion. Outstanding invoices for feeding. Invoices are submitted at the end of the month and paid in the new month. Procured audio visual equipment were delivered on 09 September 2019.
- **Infrastructure grant** spent R207.8 million or 19.8 percent of the total budget of R1.0 billion. The Department could not attract suitable candidates to fill the vacancies. Maintenance and repair of buildings is on-going and expenditure will be incurred upon receipt of invoices. Poor planning, slow procurement and implementation of projects by Implementing Agents are contributing to low spending within the grant. New projects for 2019/20 were communicated to IAs in September 2018 and by beginning of the new financial year none of these projects were ready for implementation, a huge number of them were still under planning.
- **Maths, Science and Technology** spent R2.7 million or 5.8 percent on its allocated budget. The low spending is attributed to the delayed process for specialists' appointment, and the workshops is scheduled for September 2019 and process of transferring funds to MST schools has been halted pending the transfer of Cuban Specialists. Procurement of laptops to be re-started when implementing e-learning and purchase requisition cancelled by Bid Committee due to evaluation criteria error.
- **EPWP Social sector** grant spent R6.4 million or 44.9 percent of its allocated budget of R14.2 million. Over spending is due to the payment of transfers to schools for school based monitors. Transfers are made twice in a year to schools.
- **EPWP Incentive Grant** spent R1.0 million or 43.6 percent of the allocated budget of R2.4 million. Over spending is due to the payment of transfers to schools for school based monitors. Transfers are made twice in a year to schools.
- **Learners with Profound Intellectual Disabilities** – spent R10.7 million or 40.0 percent of the total budget of R26.8 million. Procured LTSM for care centers not yet delivered. Invoices for SA-SAMS training conducted at Mastec not yet submitted for payment. Procurement processes are underway for Goods and Services for assessing learners in care centers.

5.3.4. Health

The overall spending on CG is R1.2 billion or 37.5 percent of the total budget of R3.1 billion.

- **HIV and AIDS** - spent 33.8 percent or R568.8 million of the total budget of R1.9 billion. The underspending is caused by delayed deliveries and subsequent submission of invoices for pharmaceutical consumables [Medicine (R92.2 million), Test Kits, MMC Kits (R5 million) and Condoms (R29.3 million) by suppliers.
- **EPWP Social Sector** spent R12.9 million or 34.6 percent of the allocated budget of R37.3 million. The underspending is due to vacancies which are not yet filled (28 Data Capturers and 51 Grounds men).
- **National Tertiary Services** grant spent R203.6 million or 49.7 percent of the total budget of R409.3 million. The overspending is as a result of payment of accruals and payables for NHLS to the value of R2.5 million, surgical implants for R0.549 million and Renal Dialysis to the value of R14.6million. The overspending is also as a result of payment of blood products to the value of R16.8 million, medicine delivered for tertiary of services to the value R0.674 million, payment of maintenance and repairs of linear accelerator and CT Scan to the value of R0.282 million, monitors to the amount of R0.159 million and other repairs for medical equipment to the value of R0.152 million.
- **Health Professions Training and Development** grant has recorded expenditure of R61.5 million or 41.8 percent of the total budget of R147.2 million. The expenditure pattern is on target as per the business plan.
- **Health Facilities Revitalization** grant spent 35.8 percent or R163.8 million of the total budget of R457.9 million. The placement of the advertisements of twenty-seven posts was done. Late approval of the AIP by National Department of Health has impacted the rate of expenditure.
- **Human Resource Capacitation** grant spent R48.1 million or 111.1 percent of the total allocation of R43.3 million. The overspending is as a result of the budget not in line with the headcount on personnel recruited and appointed. The required budget was R117.7million and only R43.2 million was allocated thereby leading to R73.8million shortfall. This budget pressure cannot be accommodated on the Equitable Share allocation. The department is engaging with national Health department in order to address the shortfall.
- **Human papillomavirus vaccine grant** – spent R2.9 million or 10.3 percent out of the budget of R29.0 million. The interviews for four districts and provincial office have been finalized and 1 district declared dispute on shortlisting. The prospective service providers were supplied with samples to expedite the process of developing quotations.

- **EPWP Integrated grant** – spent R0.370 million or 18.5 percent. The appointment of the remaining 27 contract workers was finalised in August 2019

5.3.5 CoGHSTA

In overall, the department spent R443.9 million or 33.1 percent of the total budget of R1.3 billion.

- **Integrated Housing, Human Settlement Development grant** – spent R440.2 million or 33.8 percent of the budget of R1.3 billion. The underspending is mainly attributed to poor performance by some contractors as well as unresolved disputes in some development areas. The department also continue to engage municipalities affected by disputed development areas to resolve the differences.
- **Deeds Restoration grant** spent R3.7 million or 10.2 percent of the budget of R35.8 million. The spending is affected by late submissions of invoices by service providers and limited availability of proclaimed township for title deeds transfer.
- **EPWP grant** reflected zero spending since the beginning of the financial year. The department had a challenge in implementing the model and has since been resolved.

5.3.6 LEDET

The department spend R0.297 million or 8.3 percent. The department finalized the appointment of beneficiaries in June 2019 hence low expenditure on grant spending.

5.3.7. Department of Works, Roads and Infrastructure

Overall spending by the department is R261.1 million or 22.4 percent of the budget of R1.2 billion.

- **Infrastructure grant** – spent R247.5 million or 25.3 percent. The slow implementation of the roads household maintenance projects due to late issuing of the work permit by the department of Labour, furthermore there were delays in the sourcing of beneficiaries between the Department and the Municipalities.
- **Transport Disaster Management** – spending is R9.9 million or 7.1 percent by the end of August 2019
- **EPWP grant** – spent R3.6 million or 62.8 percent. The Department anticipated to appoint 550 beneficiaries' on EPWP empowerment programme for building infrastructure.

5.3.8. Transport

The department has spent R99.5 million or 26.4 percent of its allocated budget of R376.8 million. Subsidy for August will only be paid in September 2019.

5.8.9. Community Safety

The department reflects zero spending this is due to late implementation of the project. Registration of beneficiaries finalized during August 2019.

5.8.10. Social Development

Overall spending by the department is R32.7 million or 40.2 percent of the total budget of R81.2 million.

- **Early Childhood Development grant** - recorded an expenditure of R27.6 million or 40.0 percent of R68.9 million allocated budget. The spending is affected by the fact that the department made payment in tranches on quarterly basis. The department has paid the second quarter tranche.
- **EPWP social sector grant** - spent R4.0 million or 39.7 percent of the budget of R10.2 million.
- **EPWP integrated grant** - spent R1.0 million or 50.9 percent. The spending is affected by the fact that the department made payment in tranches on quarterly basis. The department has paid the second quarter tranche.

6. Provincial Own Revenue

Table 11: Provincial own revenue collection per vote as at 31 August 2019.

REVENUE COLLECTION AS AT 31 AUGUST 2019												
Departments (Votes)	Main appropriation on 2019/20	Projections to August 2019	Projections as % of main appropriation	Actual Collection to August 2019	Actual collection as % of the main appropriation	Projected remainder of the year	Estimated total revenue	Variance Over / (Under) Collection	% Variance Over / (Under) Collection as of main appropriation	Main appropriation on 2018/19	Actual Collection to August 2018	Actual collection as % of main appropriation
Office of the Premier	583	244	41,9%	265	45,4%	336	601	21	3,6%	567	203	35,9%
Provincial Legislature	246	118	47,7%	1	0,2%	144	145	-117	-47,5%	234	370	158,2%
Education	43 826	17 456	39,8%	42 879	97,8%	26 370	69 249	25 423	58,0%	41 264	15 577	37,8%
Agriculture & Rural Development	11 722	3 923	33,5%	2 420	20,6%	9 302	11 722	-1 503	-12,8%	12 579	3 660	29,1%
Provincial Treasury	280 874	111 384	39,7%	95 477	34,0%	169 490	264 967	-15 907	-5,7%	300 000	121 938	40,6%
Economic Development, Environment & Tourism	158 941	70 246	44,2%	69 003	43,4%	88 695	157 698	-1 243	-0,8%	160 918	67 929	42,2%
Health	193 610	74 075	38,3%	74 375	38,4%	126 570	200 945	300	0,2%	168 177	85 816	51,0%
Transport	584 740	242 957	41,5%	266 155	45,5%	342 312	608 467	23 198	4,0%	524 149	228 218	43,5%
Public Works, Roads & Infrastructure	30 438	12 501	41,1%	14 665	48,2%	17 938	32 603	2 164	7,1%	28 355	11 385	40,2%
Community Safety	94	36	38,3%	39	41,6%	58	97	3	3,3%	232	37	16,1%
Co-operative Governance, Human Settlements & Traditional Affairs	5 119	1 373	26,8%	1 392	27,2%	3 745	5 138	19	0,4%	4 784	2 326	48,6%
Social Development	4 182	1 843	44,1%	1 196	28,6%	2 538	3 734	-647	-15,5%	3 969	1 154	29,1%
Sport, Arts & Culture	2 224	179	8,1%	353	15,9%	2 058	2 411	173	7,8%	1 940	262	13,5%
Total provincial receipts	1 316 599	536 336	40,7%	568 220	43,2%	789 556	1 357 776	31 884	2,4%	1 247 168	538 876	43,2%

In overall, Provincial Own Revenue target for 2019/20 financial year is R1.3 billion. As at the end of August 2019, the Province has collected an amount of R568.2 million or 43.2 percent against the projections of R536.3 million or 40.7 percent. The over collection of R31.8 million or 2.4 percent is mainly contributed by Education, Transport, Health and Public Works due to

once off recovery of previous year expenditure related debts from DBSA; increased motor vehicle population and recovery of motor vehicle licences debts from Municipalities. The collected revenue is equivalent to that of the previous corresponding period of R538.8 million or 43.2 percent.

6.1. Out of thirteen (13) Departments, eight (8) collected above their set monthly projections as follows:

6.1.1. Office of the Premier (Original Target of R0.583 million)

To date, an amount of R0.265 million or 45.4 percent has been collected against the projections of R0.244 million or 41.9 percent. Over collection of R0.021 million or 3.6 percent is due to improved recovery of previous years' expenditure.

6.1.2. Education (Original Target of R43.826 million)

The Department collected R42.8 million or 97.8 percent against the projections of R17.4 million or 39.8 percent. Over collection of R25.4 or 58.0 percent is due to recovery of previous year expenditure related debts from DBSA.

6.1.3. Health (Original Target of R193.610 million)

The Department collected R74.4 million or 38.4 percent against the projections of R74.1 million or 38.3 percent. Marginal over collection of R0.300 million or 0.2 percent is due to improved collection of patient fee. The uncaptured receipts regressed from R5.3 million as at end July 2019 to R7.0 million as at end August 2019; and further regressed as compared to R3.0 million recorded in the previous year's corresponding period.

6.1.4. Transport (Target R584.740 million)

As at end of August 2019, the Department collected R266.2 million or 45.5 percent against the projections of R242.9 million or 41.5 percent. Over collection of R23.2 million or 4.0 percent is mainly on motor vehicle licenses due to increased number of motor vehicle population and recovery of municipality debts. The uncaptured receipts regressed to R0.889 million as compared to R0.547 million as at end July 2019 and improved as compared to R1.1 million of the previous year's corresponding period.

6.1.5. Public Works, Roads and Infrastructure (Original Target of R30.438 million million)

The Department collected R14.7 million or 48.2 percent against the projection of R12.5 million or 41.1 percent. Over collection of R2.1 is due to sale of land to Eskom which was not projected.

6.1.6. Co-operative Governance, Human Settlements & Traditional Affairs (Original Target of R5.119 million)

The actual collection as at the end of August 2019 amounts to R1.4 million or 27.2 percent against the projection of R1.4 million or 26.8 percent. The over collection of R0.019 million or

0.4 percent is due to recovery of previous year's expenditure debts (Reversal of contractor's payments and overpayment from SARS).

6.1.7. Community Safety (Original Target of R0.094 million)

The Department collected R0.039 million or 41.6 percent against the projection of R0.036 million or 38.3 percent. Over collection is on commission on insurance and improved recovery of previous years' related debts.

6.1.8. Sports Arts & Culture (Original Target of R2.224 million)

As at the end of August 2019, actual collection for the Department is R0.353 million or 15.9 percent against the projections of R0.179 million or 8.1 percent. Over collection of R0.173 million or 7.8 percent is because of previous year entrance fees for Mapungubwe Arts festival which was accounted for during this financial year.

6.2. The following Five (5) Departments have collected below their set projections

6.2.1. Economic Development, Environment & Tourism (Original Target of R158.941 million)

Collection as at 31 August 2019 amounts to R69.0 million or 43.4 percent against the projections of R70.2 million or 44.2 percent. Under collection of R1.2 million or 0.8 percent is mainly contributed by less entrance and accommodation revenue by Limpopo Wildlife Resorts due to delayed opening of refurbished Resorts. Collection of horse racing taxes shows decline whereas casino taxes is increasing due to correction of misallocation of bingo licences to be accounted in casino licenses. The uncaptured receipts improved to R0.075 million as at end August 2019 as compared to R0.088 million as at end July 2019. and improved as compared to R0.332 million of the previous years' corresponding period.

6.2.2. Provincial Legislature (Original Target of R0.246 million)

Actual collection as at 31 August 2019 is R0.001 million or 0.2 percent against the projections of R0.118 million or 47.7 percent. The institution recorded an under collection of R0.117 million or 47.5 percent which is not the correct reflection, due to non-interfacing of their new financial system with BAS.

6.2.3. Agriculture (Original Target of R11.722 million)

As at the end of August 2019, the Department collected R2.4 million or 20.6 percent against the projection of R3.9 million or 33.5 percent. Under collection of R1.5 million or 12.8 is mainly due to poor recovery of outstanding tuition fees at Agricultural colleges and less recovery of previous year's expenditure related debts and College Account transfers.

6.2.4. Treasury (Original Target of R280.874 million)

As at 31 August 2019, actual collection is R95.5 million or 34.0 percent against the projections of R111.3 million or 39.7 percent. Under collection of R15.9 million or 5.7 percent is due to less interest earned from provincial bank balances which is unpredictable.

6.2.5. Social Development (Original Target of R4.182 million)

The Department collected R1.196 million or 28.6 percent against the projections of R1.8 million or 44.1 percent. The under collection of R0.647 million or 15.5 percent is primarily influenced by less collection previous years' expenditure related debts and sale of tender documents.

6.3. Own revenue per economic classification

Table 12: Provincial own revenue collection per economic classification as at 31 August 2019.

Summary of Provincial Own Receipt by Economic Classification

Items (Revenue Sources)	Main appropriation	Projections to August 2019	Projections as % of budget	Actual Collection to August 2019	Actual collection as % of the budget	Projected remainder of the year	Estimated total revenue	Variance Over / (Under) Collection	% Variance Over / (Under) Collection as of budget	Main appropriation 2018/19	Actual Collection to August 2018	Actual collection as % of the budget
Tax receipts	604 232	251 848	41,7%	274 004	45,3%	352 384	626 388	22 156	3,7%	518 779	34 456	6,6%
<i>Cas/no taxes</i>	59 897	25 714	42,9%	32 459	54,2%	34 183	66 642	6 745	11,3%	73 774	25 107	34,0%
<i>Horse racing taxes</i>	46 972	19 333	41,2%	15 745	33,5%	27 639	43 384	-3 588	-7,6%	31 855	17 514	55,0%
<i>Liquor licenses</i>	3 857	515	13,4%	274	7,1%	3 342	3 616	-241	-6,2%	3 800	263	6,9%
<i>Motorvehicle licenses</i>	493 506	206 286	41,8%	225 526	45,7%	287 220	512 746	19 240	3,9%	409 350	191 031	46,7%
Sales of goods and services other than capital assets	305 311	120 644	39,5%	114 368	37,5%	192 866	307 234	-6 276	-2,1%	285 349	127 556	44,7%
<i>of which: Patient fees</i>	99 021	35 212	35,6%	37 431	37,8%	67 309	104 740	2 219	2,2%	82 300	45 337	55,1%
Transfers received from:	5 700	-	0,0%	170	3,0%	5 700	5 870	170	3,0%	-	-	-
Fines, penalties and forfeits	54 823	22 772	41,5%	28 268	51,6%	32 051	60 319	5 496	10,0%	78 763	23 532	29,9%
Interest, dividends and rent on land	281 727	111 230	39,5%	96 162	34,1%	170 514	266 676	-15 068	-5,3%	300 742	122 702	40,8%
Sales of capital assets	12 791	200	1,6%	2 901	22,7%	12 543	15 444	2 701	21,1%	11 748	474	4,0%
Transaction in Financial Assets and Liabilities	52 015	29 642	57,0%	52 346	100,6%	23 498	75 844	22 704	43,6%	51 787	30 697	59,3%
Total departmental receipts	1 316 599	536 336	40,7%	568 220	43,2%	789 556	1 357 776	31 884	2,4%	1 247 168	538 876	43,2%

6.3.1. Tax Receipts (Original Target of R604.232 million)

An amount of R274.0 million or 45.3 percent has been collected against the projections of R251.8 million or 41.7 percent. The over collection is due to more collection on motor vehicle licenses (increased number of vehicle population) and improved recovery of motor vehicle licence debts from municipalities by Transport.

6.3.2. Sale of Goods and Services non capital assets (Original Target of R305.311 million)

As at 31 August 2019, actual collection is R114.3 million or 37.5 percent against the projections of R120.6 million or 39.5 percent. The Under collection of R6.2 million or 2.1 percent is mainly due less collection of entrance fees and academic service fees by LEDET and Agriculture respectively.

6.3.3. Fines, penalties and forfeits (Original Target of R54.823 million)

Fines, penalties and forfeits collected R28.2 million or 51.6 percent against the projections of R22.7 million or 41.5 percent. Over collection of R5.4 million or 10.8 percent is due to increased collection of penalties on motor vehicle licenses and impoundment fees by Department of Transport.

6.3.4. Transfers received (Original Target of R5.700 million)

As at end August there is collection of R0.170 without projections.

6.3.5. Interest, Dividend and Rent on Land (Original Target of R281.727 million)

Collection as at 31 August 2019 is R96.2 million or 34.1 percent against the projections of R111.2 million or 39.5 percent. Under collection of R15.1 million or 5.3 percent is mainly due to less interests earned from favourable bank balances by Provincial Treasury.

6.3.6. Sale of Capital Assets (Original Target of R12.791 million)

Collection as at 31 August 2019 is R2.9 million or 22.7 percent against the projections of R0.200 million or 1.6 percent. The over collection of R2.7 million or 21.1 percent is due to sale of land which was projected by Department of Public Works.

6.3.7. Transactions in Financial Assets and Liabilities (Original Target of R52.015 million)

The item collected R52.3 million or 100.6 percent against the projections of R 29.6 million or 57.0 percent. Over collection of R22.7 million or 43.6 percent is due to surrender of previous year own revenue by LGB and recovery of previous year expenditure related debts from DBSA by Department of Education.

7. Provincial Infrastructure Performance

Table 13: Infrastructure expenditure comparison as at 31 August year on year

Infrastructure Expenditure Comparison as at 31 August year-on-year									
Department	Budget (R'000)			Expenditure (R'000)			% Expenditure		
	2017/18	2018/19	2019/20	2017/18	2018/19	2019/20	2017/18	2018/19	2019/20
			Main						Main
Education	810 523	1 013 426	1 051 986	597 169	379 558	207 828	73,7%	37,5%	19,8%
Agriculture & Rural Develop	172 992	160 455	223 426	27 258	50 333	70 621	15,8%	31,4%	31,6%
LEDET	59 345	54 481	45 267	12 799	36 048	2 637	21,6%	66,2%	5,8%
Health	652 027	729 277	656 200	243 319	176 826	229 082	37,3%	24,2%	34,9%
PWR&I - Roads	1 949 853	1 883 322	2 077 037	858 586	953 651	862 024	44,0%	50,6%	41,5%
PWR&I - Works		75 616	76 396		16 178	19 564	0,0%	21,4%	25,6%
Transport	2 353	27 915	43 021	10 000	946	3 179	425,0%	3,4%	7,4%
CoGHSTA	1 319 493	1 312 187	1 337 497	381 719	441 364	559 257	28,9%	33,6%	41,8%
Social Development	36 298	43 201	47 846	4 934	24 550	15 382	13,6%	56,8%	32,1%
Sport, Arts & Culture	48 749	40 031	47 128	10 186	21 231	12 786	20,9%	53,0%	27,1%
TOTAL	5 051 633	5 339 911	5 605 804	2 145 970	2 100 686	1 982 361	42,5%	39,3%	35,4%

As at 31 August 2019, the Provincial Infrastructure expenditure is at R1.9 billion. The total expenditure represents 35.4 percent of the Provincial infrastructure budget. The overall Provincial Infrastructure Budget increased by five percent 5.0 percent or R 265.893 million from the previous financial year. The expenditure is based on the IYM figures except for the following departments: Public Works, Roads and Infrastructure – Works component, Transport and Social Development, which is sourced from the IRM.

The expenditure for the current financial year is lowest compared to the two previous financial years, 2018/19 at 29.0 percent, with the financial year 2017/18 being at a higher level at 42.5 percent. The sources for the data for the report are the IRM and IYM data files. All department which did submit the August 2019 IRM on due date, except the Department of Cooperative Governance, Human Settlements and Traditional Affairs.

8. Conclusion

The Provincial Treasury hereby submits the Limpopo Provincial Revenue and Expenditure report and the following should be noted: -

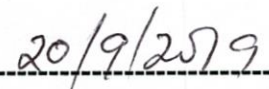
- The overall provincial spending as at 31 August 2019 amounts to R28.0 billion or 40.3 percent of the total budget of R69.5 billion. Of the R28.0 billion total expenditures, R25.1 billion or 41.6 percent is on equitable share and R2.9 billion or 31.7 percent on Conditional grant.

- As at the end of August 2019, the Province has collected an amount of R568.2 million or 43.2 percent against the projections of R536.3 million or 40.7 percent. The over collection of R31.8 million or 2.4 percent is mainly contributed by Education, Transport, Health and Public Works due to once off recovery of previous year expenditure related debts from DBSA; increased motor vehicle population and recovery of motor vehicle licences debts from Municipalities. The collected revenue is equivalent to that of the previous corresponding period of R538.8 million or 43.2 percent.
- The Provincial Infrastructure expenditure amount to R1.9 billion or 35.0 percent.
- Revenue collection and expenditure performance is monitored monthly and quarterly through IYM and IRM analysis reports and bilateral meetings with Departments.

Regards,



Gavin Pratt CA (SA)
HOD: Provincial Treasury



Date