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LIMPOPO PROVINCIAL REVENUE AND EXPENDITURE REPORT AS AT 30 NOVEMBER 2019

1. Purpose

To submit to the National Treasury a report on Limpopo Provincial Revenue and Expenditure as at 30 November 2019.

2. Background

The Limpopo Provincial Treasury hereby submit the provincial revenue and expenditure report as at 30 November 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 November 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 was 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.

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 1: Cash flow projections, actual expenditure and transfers to departments.

Cash Allocations Vs Actual Expenditure Vs Actual Transfers as at 30 November 2019

Departments	Opening Bank Balances at 01-Apr-19 R' 000	Cash Allocation 30-Nov-19 R' 000	Actual Expenditure 30-Nov-19 R' 000	Tranfers To Departments 30-Nov-19 R' 000	Variance Cash allocation Vs Actual Expenditure		Variance Actual Expenditure Vs Funds Transferred	
					Amount R' 000	%	Amount R' 000	%
Education	152 109	21 561 601	21 544 969	21 300 530	16 632	0,1%	244 439	1,1%
Health	63 174	14 497 525	13 690 071	13 694 598	807 454	5,6%	-4 527	0,0%
Social Development	8 320	1 374 381	1 406 857	1 440 862	-32 476	-2,4%	-34 005	-2,4%
Office of the Premier	6 950	287 103	277 769	272 030	9 334	3,3%	5 739	2,1%
Provincial Legislature	82 579	293 797	289 122	293 797	4 675	1,6%	-4 675	-1,6%
Agriculture	286	1 343 894	1 202 795	1 204 028	141 099	10,5%	-1 233	-0,1%
Provincial Treasury	20 442	339 113	308 945	286 656	30 168	8,9%	22 289	7,2%
Economic Development, Environmental & Tourism	24 422	1 237 731	1 093 735	1 092 453	143 996	11,6%	1 282	0,1%
Transport	101 419	1 482 088	1 356 048	1 306 596	126 040	8,5%	49 452	3,6%
Public Works, Roads and Infrastructure	94 057	2 476 593	2 254 978	2 263 467	221 615	8,9%	-8 489	-0,4%
Community Safety	1 031	81 604	71 118	71 116	10 486	12,8%	2	0,0%
CoGHSTA	67 885	2 076 237	1 753 389	1 766 342	322 848	15,5%	-12 953	-0,7%
Sport, Arts & Culture	31 483	368 992	305 864	306 531	63 128	17,1%	-667	-0,2%
Total	654 157	47 420 659	45 555 660	45 299 006	1 864 999	3,9%	256 654	0,6%

When comparing actual expenditure to the cash flow projections or cash allocations, departments under-spent the cash allocations by R1.865 billion or 3.9 percent. Department of Social Development continue to 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 R256.654 million or 0.6 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.

Interest Performance

Table 2: Interest Performance

R'000

Institution	2019/20												
	Apr-19	May-19	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Total
Commercial Bank (SBSA)	-	-	-	-	-	-	-	-	-	-	-	-	-
CPD (SA Reserve Bank)	14 225	19 417	13 005	18 459	20 879	17 592	23 680	22 367					149 624
Commercial Bank (absa)	2 178	2 312	1 297	1 767	2 277	1 938	1 414	1 625					14 808
Total	16 403	21 729	14 302	20 226	23 156	19 530	25 094	23 992	-	-	-	-	164 432

Institution	2018/19												
	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Total
Commercial Bank (SBSA)	4 588	3 408	3 859	1 699	529	121	116						14 320
CPD (SA Reserve Bank)	15 189	24 014	20 667	18 595	19 656	18 048	23 928	26 841					166 938
Commercial Bank (absa)	-	-	-	449	1 296	5 222	2 407	2 407					11 781
Total	19 777	27 422	24 526	20 743	21 481	23 391	26 451	29 248	-	-	-	-	193 039

-10,37%

-14,82%

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 R164.432 million by end of November 2019 that represent 14.82 percent decrease from last financial year. Interest earned from the CPD account alone was at R149.624 million recording a 10.37 percent decrease from R166.938 million last financial year.

5. Provincial Expenditure

Table 3: Provincial overall expenditure as at 30 November 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual spending as at 30 November 2019	Actual spending as % of Main budget	(Over)	Under	%(Over)/ under of Main budget
Education	32 291 008	32 291 008	32 438 184	21 544 969	66,7%	-147 176	-	-0,5%
Health	20 777 068	20 777 068	21 528 240	13 690 071	65,9%	-751 172	-	-3,6%
Social Development	2 181 129	2 181 129	2 181 129	1 406 857	64,5%	-	-	0,0%
Office Of The Premier	443 476	443 476	443 476	277 769	62,6%	-	-	0,0%
Provincial Legislature	375 755	375 755	439 701	289 122	76,9%	-63 946	-	-17,0%
Agriculture	2 000 770	2 000 770	1 964 619	1 202 795	60,1%	-	36 151	1,8%
Provincial Treasury	506 841	506 841	506 841	308 945	61,0%	-	-	0,0%
Economic Development, Environment And Tourism	1 722 710	1 722 710	1 722 710	1 093 735	63,5%	-	-	0,0%
Transport	2 227 547	2 227 547	2 227 547	1 356 048	60,9%	-	-	0,0%
Public Works, Roads And Infrastructure	3 616 964	3 616 964	3 616 964	2 254 978	62,3%	-	-	0,0%
Community Safety	117 638	117 638	113 638	71 118	60,5%	-	4 000	3,4%
Cooperative Governance, Human Settlements And Urban Development	2 720 467	2 720 467	2 720 467	1 753 389	64,5%	-	-	0,0%
Sport, Arts And Culture	519 537	519 537	519 537	305 864	58,9%	-	-	0,0%
Total	69 500 910	69 500 910	70 423 053	46 556 660	65,5%	-962 294	40 161	-1,3%
<i>Economic classification</i>						Net	-922 143	
Current payments	59 301 037	59 301 037	60 200 339	39 109 437	66,0%	-899 302	-	-1,5%
Compensation of employees	49 190 290	49 190 290	49 279 401	32 076 079	65,2%	-89 111	-	-0,2%
Goods and services	10 109 777	10 109 777	10 919 968	7 032 456	69,6%	-810 191	-	-8,0%
Interest and rent on land	970	970	970	902	0,0%	-	-	0,0%
Transfers and subsidies	8 185 421	8 185 421	8 181 199	5 572 566	68,1%	-	4 222	0,1%
Payments for capital assets	2 014 452	2 014 452	2 041 466	873 606	43,4%	-27 014	-	-1,3%
Payments for financial assets	-	-	49	51	100,0%	-49	-	0,0%
Total	69 500 910	69 500 910	70 423 053	46 556 660	65,5%	-926 365	4 222	-1,3%
						Net	-922 143	

* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)

Overall the provincial expenditure is R45.6 billion representing 65.5 percent spending of the R69.5 billion allocated budget. Hereunder is the synopsis of provincial expenditure as at 30 November 2019.

- **Compensation of Employees (CoE)** spent R32.1 billion or 65.2 percent of the total budget of R49.2 billion. The province is projecting to overspend by R89.1 million or 0.2 percent.
- **Goods and Services** spent R7.0 billion or 69.6 percent of the total budget of R10.1 billion. The province is projecting to overspend by R810.2 million or 8.0 percent.
- **Transfers and subsidies** recorded an expenditure of R5.6 billion or 68.1 percent of the total budget of R8.2 billion. The province is projecting to underspend by R4.2 million or 0.1 percent.
- **Payment for Capital Assets** spent R873.6 million or 43.4 percent of the total budget of R2.0 billion. The province is projecting to overspend by R27.0 million or 1.3 percent.

5.1. Spending per Economic Classification

5.1.1. Compensation of Employees

Table 4: Compensation of Employees as at 30 November 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual as at 30 November 2019	Actual spending as % of Main budget	(Over)	Under	%(Over)/under of Main budget
Education	25 957 635	25 957 635	26 059 419	17 393 046	67,0%	-101 784	-	-0,4%
Health	15 808 869	15 808 869	15 882 670	9 929 367	62,8%	-73 801	-	-0,5%
Social Development	1 182 104	1 182 104	1 182 104	797 776	67,5%	-	-	0,0%
Office of the Premier	317 311	317 311	317 311	207 786	65,5%	-	-	0,0%
Provincial Legislature	203 913	203 913	219 976	148 493	72,8%	-16 063	-	-7,9%
Agriculture	1 205 829	1 205 829	1 172 071	754 907	62,6%	-	33 758	2,8%
Provincial Treasury	322 089	322 089	311 292	205 177	63,7%	-	10 797	3,4%
Economic Development	598 142	598 142	598 142	390 367	65,3%	-	-	0,0%
Transport	1 029 939	1 029 939	1 011 401	658 075	63,9%	-	18 538	1,8%
Public Works, Roads and Infrastructure	1 165 707	1 165 707	1 130 489	723 661	62,1%	-	35 218	3,0%
Community Safety	83 384	83 384	79 384	51 991	62,4%	-	4 000	4,8%
Cooperative Governace, Human Settlement	1 094 897	1 094 897	1 094 671	683 320	62,4%	-	226	0,0%
Sport , Arts and Culture	220 471	220 471	220 471	132 113	59,9%	-	-	0,0%
Total	49 190 290	49 190 290	49 279 401	32 076 079	65,2%	-191 648	102 537	-0,2%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)						Net	-89 111	

The overall provincial CoE spending is at R32.1 billion or 65.2 percent. The highest percentage spending departments are Legislature at 72.8 percent or R148.5 million, Social Development at 67.5 percent or R797.8 million and Education at R17.4 billion or 67.0 percent. Department of Education, Health and Legislature are projecting to overspend by R101.8 million or 0.4 percent, R73.8 million or 0.5 percent and R16.1 million or 7.9 percent respectively whereas Agriculture is projecting to underspend by R33.8 million or 2.8 percent, Provincial Treasury by R10.8 million or 3.4 percent, Transport by R18.5 million or 1.8 percent and Public Works, Roads and Infrastructure by R35.2 million or 3.0 percent, Community Safety at R4.0 million or 4.8 percent and CoGHSTA at R0.226 million.

5.1.2. Goods and Services

Table 5: Goods and Services as at 30 November 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual as at 30 November 2019	Actual spending as % of Main budget	(Over)	Under	% (Over)/ under of Main budget
Education	2 804 857	2 804 857	2 892 321	1 675 575	59,7%	-87 464	-	-3,1%
Health	4 194 955	4 194 955	4 870 106	3 374 939	80,5%	-675 151	-	-16,1%
Social Development	354 895	354 895	354 895	211 812	59,7%	-	-	0,0%
Office of the Premier	119 610	119 610	119 610	65 316	54,6%	-	-	0,0%
Provincial Legislature	76 288	76 288	85 132	55 320	72,5%	-8 844	-	-11,6%
Agriculture	491 904	491 904	509 987	291 988	59,4%	-18 083	-	-3,7%
Provincial Treasury	173 531	173 531	168 464	94 396	54,4%	-	5 067	2,9%
Economic Development	297 567	297 567	297 567	168 096	56,5%	-	-	0,0%
Transport	324 374	324 374	340 500	214 792	66,2%	-16 126	-	-5,0%
Public Works, Roads and Infrastructure	808 259	808 259	820 985	591 985	73,2%	-12 726	-	-1,6%
Community Safety	32 034	32 034	32 034	18 416	57,5%	-	-	0,0%
Cooperative Governance, Human Settlement	196 832	196 832	193 696	138 028	70,1%	-	3 136	1,6%
Sport, Arts and Culture	234 671	234 671	234 671	131 793	56,2%	-	-	0,0%
Total	10 109 777	10 109 777	10 919 968	7 032 456	69,6%	-818 394	8 203	-8,0%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)					Net	-810 191		

The overall spending on Goods and Services is at R7.0 billion or 69.6 percent of the total budget of R10.1 billion. The highest percentage spending departments are Health at 80.5 percent or R3.4 billion, Public Works, Roads and Infrastructure at 73.2 percent or R591.9 million and Legislature at 72.5 percent or R55.3 million. Spending by the department of Health is mainly influenced by accruals from the 2018/19 financial year. The province is projecting to overspend by R810.2 million or 8.0 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 30 November 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual as at 30 November 2019	Actual spending as % of Main budget	(Over)	Under	%(Over)/ under of Main budget
Education	2 491 081	2 491 081	2 420 230	2 058 527	82,6%	-	70 851	2,8%
Health	376 108	376 108	374 320	143 200	38,1%	-	1 788	0,5%
Social Development	591 292	591 292	591 292	368 061	62,2%	-	-	0,0%
Office of the Premier	732	732	732	1 725	235,7%	-	-	0,0%
Provincial Legislature	82 435	82 435	119 929	81 597	99,0%	-37 494	-	0,0%
Agriculture	202 401	202 401	204 945	117 134	57,9%	-2 544	-	-1,3%
Provincial Treasury	6 528	6 528	7 359	2 225	34,1%	-831	-	0,0%
Economic Development	769 901	769 901	769 901	528 245	68,6%	-	-	0,0%
Transport	808 200	808 200	810 612	475 051	58,8%	-2 412	-	0,0%
Public Works, Roads and Infrastructure	1 476 899	1 476 899	1 499 342	884 558	59,9%	-22 443	-	-1,5%
Community Safety	93	93	93	161	173,1%	-	-	0,0%
Cooperative Governance, Human Settlement	1 366 507	1 366 507	1 369 200	901 807	66,0%	-2 693	-	-0,2%
Sport, Arts and Culture	13 244	13 244	13 244	10 275	77,6%	-	-	0,0%
Total	8 185 421	8 185 421	8 181 199	5 572 566	68,1%	-68 417	72 639	-0,8%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)						Net	4 222	

The province spent R5.6 billion or 68.1 percent of the total budget of R8.2 billion on Transfers and subsidies. The highest percentage spending departments are Office of the Premier at R1.7 million or 235.7 percent and Community Safety at 173.1 percent or R0.161 million and Legislature at 99.0 percent or R81.6 million. Overall the departments are projecting to underspend by R4.2 million or 0.8 percent.

5.1.4. Payment for Capital Assets

Table 7: Payment for Capital Assets as at 30 November 2019

R thousand	Main Appropriation	Available funds*	Projected outcome	Actual as at 30 November 2019	Actual spending as % of Main budget	(Over)	Under	% (Over)/ under of Main budget
Education	1 037 435	1 037 435	1 066 214	417 821	40,3%	-28 779	-	-2,8%
Health	397 136	397 136	401 144	242 565	61,1%	-4 008	-	-1,0%
Social Development	52 838	52 838	52 838	29 208	55,3%	-	-	0,0%
Office of the Premier	5 823	5 823	5 823	2 942	50,5%	-	-	0,0%
Provincial Legislature	13 119	13 119	14 664	3 712	28,3%	-1 545	-	0,0%
Agriculture	100 636	100 636	77 616	38 766	38,5%	-	23 020	22,9%
Provincial Treasury	4 693	4 693	19 726	7 147	152,3%	-15 033	-	-320,3%
Economic Development	56 130	56 130	56 130	6 125	10,9%	-	-	0,0%
Transport	65 034	65 034	65 034	8 130	12,5%	-	-	0,0%
Public Works, Roads and Infrastructure	166 099	166 099	166 099	54 725	32,9%	-	-	0,0%
Community Safety	2 127	2 127	2 127	548	25,8%	-	-	0,0%
Cooperative Governance, Human Settlement	62 231	62 231	62 900	30 234	48,6%	-669	-	-1,1%
Sport , Arts and Culture	51 151	51 151	51 151	31 683	61,9%	-	-	0,0%
Total	2 014 452	2 014 452	2 041 466	873 606	43,4%	-50 034	23 020	-1,3%
* Available funds refers to adjusted budget including any post adjustment (Virements and shifts)						Net	-27 014	

The overall provincial expenditure on Payment for Capital Assets is at R873.6 million or 43.4 percent of the total budget of R2.0 billion. The province is projecting to overspend by R27.0 million or 1.3 percent. Health is projecting to overspend by R4.0 million, Provincial Treasury by R15.0 million or 320.3 percent and Education by R28.8 million or 2.8 percent

5.2. Equitable share spending

Table 8: Equitable share spending as at 30 November 2019

	Main Appropriation	Actual as at 30 November 2019	Actual spending as % of budget	Projected Outcome	Variance
Education	29 830 491	20 206 127	67,7%	29 977 667	(147 176)
Health	17 703 818	11 587 757	65,5%	18 381 189	(677 371)
Social Development	2 099 948	1 363 826	64,9%	2 099 948	-
Office of the Premier	443 476	277 769	62,6%	443 476	-
Provincial Legislature	375 755	289 122	76,9%	439 701	(63 946)
Agriculture	1 658 425	1 057 791	63,8%	1 628 425	30 000
Provincial Treasury	506 841	308 945	61,0%	506 841	-
Economic Development, Environment and Tourism	1 719 147	1 092 244	63,5%	1 719 147	-
Transport	1 850 757	1 180 702	63,8%	1 850 757	-
Public Works, Roads and Infrastructure	2 452 943	1 858 137	75,8%	2 452 943	-
Community Safety	115 638	70 135	60,7%	111 638	4 000
Cooperative Governance, Human Settlement and	1 380 944	870 673	63,0%	1 380 944	-
Sport, Arts and Culture	301 734	188 824	62,6%	301 734	-
Total	60 439 917	40 352 052	66,8%	61 294 410	(854 493)
Economic classification					
Current payments	54 615 704	35 994 298	65,90%	55 448 271	(832 567)
Compensation of employees	47 811 106	31 165 118	65,2%	47 827 268	(16 162)
Goods and Services	6 804 598	4 829 180	71,0%	7 621 003	(816 405)
Interest and rent on land	970	902,00	0,0%	970	-
Current transfers and subsidies	5 175 025	4 107 996	79,4%	5 170 803	4 222
Payments for capital assets	648 218	248 805	38,4%	674 317	(26 099)
Payments for financial assets	-	51	100,0%	49	(49)
Total	60 439 917	40 352 052	66,8%	61 294 410	(854 493)

Provincial equitable share spending is at R40.4 billion or 66.8 percent of the total budget of R60.4 billion. The highest percentage spending departments are Provincial Legislature at R289.1 million or 76.9 percent and Public Works, Roads and Infrastructure at R1.8 billion or 75.8 percent.

5.3. Conditional Grants

Table 9: Conditional Grants spending per department as at 30 November 2019

	Main Appropriation	Actual as at 30 November 2019	Actual spending as % of budget	Projected Outcome	Variance
Education	2 460 517	1 338 842	54,4%	2 460 517	-
Health	3 073 250	2 102 314	68,4%	3 147 051	(73 801)
Social Development	81 181	43 031	53,0%	81 181	-
Public Works , Roads and Infrastructure	1 164 021	396 841	34,1%	1 164 021	-
Agriculture	342 345	145 004	42,4%	336 194	6 151
Transport	376 790	175 346	46,5%	376 790	-
CoGHSTA	1 339 523	882 716	65,9%	1 339 523	-
Sport, Arts and Culture	217 803	117 040	53,7%	217 803	-
Community Safety	2 000	983	49,2%	2 000	-
Economic Development	3 563	1 491	41,8%	3 563	-
Total	9 060 993	5 203 608	57,4%	9 128 643	(67 650)
Current payments	4 683 448	3 114 237	66,49%	4 751 098	(61 499)
Compensation of employees	1 380 483	910 961	66,0%	1 448 133	(67 650)
Goods and Services	3 302 965	2 203 276	66,7%	3 302 965	-
Current transfers and subsidies	3 010 396	1 464 570	48,7%	3 010 396	-
Payments for capital assets	1 367 149	624 801	45,7%	1 367 149	-
Total	9 060 993	5 203 608	57,4%	9 128 643	(67 650)

The CGs' overall expenditure is at R5.2 billion or 57.4 percent of the total budget of R9.1 billion. The highest percentage spending department is Health at R2.1 billion or 68.4 percent. The province is projecting to overspend by R67.6 million in the department of Health under Human Resources Capitalization grant while Agriculture is projecting a saving of R6.2 million.

Table 10 Limpopo Conditional Grant spending per grant as at 30 November 2019.

Table 10: Limpopo: Conditional Grants Expenditure as at 31 November 2019					
R thousand	Budget	Transfers		Provincial Actual Spending	Actual Spending as a % of Adjusted budget
		Receipts from National to Province	Transfers to departments		
Agriculture	342 345	266 533	266 533	145 004	42,4%
Comprehensive Agricultural Support Programme Grant	246 542	194 118	194 118	113 117	45,9%
Disaster (Casp Infrastructure)	-	-	-	-	0,0%
Ilima/Letsema Projects Grant	75 254	60 203	60 203	15 073	20,0%
EPWP Integrated grant	7 686	1 922	1 922	6 213	80,8%
Land Care Programme Grant	12 863	10 290	10 290	10 601	82,4%
Sport, Arts and Culture	217 803	160 807	160 807	117 041	53,7%
Mass Sport and Recreation Programme	71 489	35 745	35 745	48 131	67,3%
EPWP Integrated grant	2 000	1 400	1 400	1 143	57,2%
Community Library Services Grant	144 314	123 662	123 662	67 767	47,0%
Education	2 460 517	1 715 502	1 715 502	1 338 842	54,4%
HIV and Aids (Life Skills Education) Grant	29 124	11 649	11 649	15 867	54,5%
National School Nutrition Programme Grant	1 292 011	972 573	972 573	861 159	66,7%
Infrastructure Grant	1 050 160	656 350	656 350	428 718	40,8%
Maths, Science and Technology	45 802	41 224	41 224	4 790	10,5%
Learners with Profound Intellectual Disabilities	26 839	17 840	17 840	17 094	63,7%
Social sector EPWP grant	14 196	14 196	14 196	9 361	65,9%
EPWP Incentive allocation	2 385	1 670	1 670	1 853	77,7%
Health	3 073 250	2 098 578	2 099 049	2 102 314	68,4%
Comprehensive HIV and Aids Grant	1 947 302	1 298 192	1 298 192	1 248 318	64,1%
Community Outreach Services Component	258 929	-	-	-	0,0%
Comprehensive HIV, AIDS Component	1 598 159	-	-	1 138 399	71,2%
Malaria Component	45 366	-	-	23 627	52,1%
Tuberculosis Component	44 848	-	-	-	0,0%
Health Professions Training and Development Grant	147 168	98 112	98 112	95 327	64,8%
Human Papillomavirus Vaccine Grant	29 009	19 336	19 336	15 577	53,7%
EPWP Social Sector	37 299	37 299	37 299	21 662	58,1%
Hospital Revitalisation Grant	457 951	343 465	343 465	322 561	70,4%
Human Resources Capacitation Grant	43 258	28 834	28 834	76 659	177,2%
National Tertiary Services Grant	409 263	272 840	272 840	297 383	72,7%
EPWP Integrated grant	2 000	500	971	1 200	60,0%
COGHSTA	1 339 523	1 138 969	1 138 969	882 716	65,9%
Integrated Housing & Human Settlements Development Grant	1 301 677	1 120 614	1 120 614	876 812	67,4%
Deeds Restoration	35 820	17 848	17 848	5 904	16,5%
EPWP Incentive allocation	2 026	507	507	-	0,0%
Public Works, Roads and Infrastructure	1 164 021	4 037	4 037	396 841	34,1%
Infrastructure Grant	1 018 253	-	-	381 079	37,4%
Transport Disaster Management	140 000	-	-	9 995	7,1%
EPWP Integrated grant	5 768	4 037	4 037	5 767	100,0%
Economic Development	3 563	2 494	2 494	1 491	41,8%
EPWP Incentive grant	3 563	2 494	2 494	1 491	41,8%
Social Development	81 181	62 068	62 068	43 031	53,0%
Early Childhood development	68 992	50 479	50 479	37 334	54,1%
EPWP Integrated grant	2 000	1 400	1 400	1 659	83,0%
EPWP Social sector grant	10 189	10 189	10 189	4 038	39,6%
Transport	376 790	218 830	218 830	175 346	46,5%
Public Transport Operations Grant	376 790	218 830	218 830	175 346	46,5%
Community Safety	2 000	500	500	983	49,2%
EPWP incentive grant	2 000	500	500	983	49,2%
Total	9 060 993	5 668 318	5 668 789	5 203 609	57,4%

5.3.1. Agriculture

Overall spending by the department on Conditional Grant (CG) is R145.0 million or 42.4 percent of the total budget of R342.3 million.

- **Comprehensive Agricultural Support programme** spent 45.9 percent or R113.1 million of the total budget of R246.5 million. The low spending is attributed delays in the appointment of service providers for infrastructure projects. Five projects had non responsive bids and are currently re-advertised. Other bids could not be advertised due to the introduction of the new requirement by the department of Agriculture, Land Reform and Rural Development on water rights.
- **Land care** recorded an expenditure of R10.6 million or 82.4 percent and is mainly influenced by prior year accruals pertaining to Drought Management.
- **ILLIMA/LETSEMA** spent R15.1 million or 20.0 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 and delays in finalization of TORs for new Provincial Fertilizer contract for Letsema.
- **EPWP incentive grant** spent R6.2 million or 80.8 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 R117.0 million or 53.7 percent of the total budget of R217.8 million.

- **Mass Sport and Recreation Programme** spent R48.1 million or 67.3 percent of the total budget of R71.5 million. The project operational plan has been finalized and spending has started. 8 contact employees have been appointed.
- **Community Library Services** spent R67.8 million or 47.0 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 R1.1 million or 57.2 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 R1.3 billion or 54.4 percent of the total budget of R2.5 billion.

- **HIV/AIDS Life skills** spent R15.8 million or 54.5 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. Contract for the lease of photocopiers is not yet finalised.
- **National School Nutrition Programme** spent R861.1 million or 66.7 percent of the total budget of R1.3 billion. Invoices are submitted at the end of the month and paid in the new month. Contract for the lease of photocopiers not yet in place.
- **Infrastructure grant** spent R428.7 million or 40.8 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. Change on SCM processes where the Implementing Agent must get approval from the Department on each and every step to be followed before the appointment of the service provider.
- **Maths, Science and Technology** spent R4.8 million or 10.5 percent on its allocated budget. The low spending is attributed to the delayed process for specialists' appointment. The 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 R9.4 million or 65.9 percent of its allocated budget of R14.2 million. Transfers are made twice in a year to schools. Underspensing due to outstanding claims for school based monitors.
- **EPWP Incentive Grant** spent R1.9 million or 77.7 percent of the allocated budget of R2.4 million. Over spending is due to the payment of transfers to schools for school based monitors and transfers are made twice in a year to schools next one being in November 2019.
- **Learners with Profound Intellectual Disabilities** – spent R17.1 million or 63.7 percent of the total budget of R26.8 million. Appointment letter for 1 Occupational Therapist not yet issued pending SAQA report. Training on the Learning Programme is scheduled for January 2020 by DBE and to be followed by provincial rollout training. Procurement processes are in process for 4 cell phones for newly appointed outreach team members and 11 modems for data capturers.

5.3.4. Health

The overall spending on CG is R2.1 billion or 68.4 percent of the total budget of R3.1 billion.

- **HIV and AIDS** - spent 64.1 percent or R1.2 billion of the total budget of R1.9 billion. The underspending was as a result of late delivery of invoices by service providers for Laboratory services to the amount of R22.3 million and Pharmaceuticals to the value of R17.5 million and late deliveries of ARVs to the value of R221.6 million from the service provider.
- **EPWP Social Sector** spent R21.7 million or 58.1 percent of the allocated budget of R37.3 million. The underspending is due to vacancies which are not yet filled (26 Data Capturers)
- **National Tertiary Services** grant spent R297.4 million or 72.7 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 R14.6 million. The overspending is also as a result of payment of blood products to the value of R11.5 million, medicine delivered for tertiary of services to the value R12.9 million, payment of maintenance and repairs of linear accelerator and CT Scan to the value of R0.117 million and other repairs for medical equipment.
- **Health Professions Training and Development** grant has recorded expenditure of R95.3 million or 64.8 percent of the total budget of R147.2 million. The underspending is as a result of registrars that exited the programme and delay in appointment as a result of vetting failure.
- **Health Facilities Revitalization** grant spent 70.4 percent or R322.6 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 at the rate of expenditure.
- **Human Resource Capacitation** grant spent R76.7 million or 177.2 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 R117.1 million and only R43.3 million was allocated thereby leading to R73.8 million shortfall. This budget pressure cannot be accommodated on the Equitable Share allocation.
- **Human papillomavirus vaccine** grant – spent R15.6 million or 53.7 percent out of the budget of R29.0 million. The approval to appoint data capturers has been granted to 2 districts and 2 districts are still outstanding. The delivery of 28 vaccine fridges to the value of R1.7 million is done and awaiting for commissioning of the units by service provider technician. An invoice to the value of R0.162 for filling cabinets have been received from service providers and payment will be processed in due course. The campaign has just been completed and an invoice to the value of R3.1 million has been received for processing as part payment before the end of November 2019
- **EPWP Integrated** grant – spent R1.2 million or 60.0 percent. Delay in approval for processing of payment on BAS during the last run contributed to the low spending.

5.3.5 CoGHSTA

In overall, the department spent R882.7 million or 65.9 percent of the total budget of R1.3 billion.

- **Integrated Housing, Human Settlement Development grant** – spent R876.8 million or 67.4 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 R5.9 million or 16.5 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 townships 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 R1.5 million or 41.8 percent. The department finalized the appointment of beneficiaries late hence low expenditure on grant spending.

5.3.7. Department of Works, Roads and Infrastructure

Overall spending by the department is R396.8 million or 34.1 percent of the budget of R1.2 billion.

- **Infrastructure grant** – spent R381.1 million or 37.4 percent. The slow implementation of the roads household maintenance projects due to late issuing of the work permit by the department of Labour contributed to spending and, furthermore there were delays in the sourcing of beneficiaries between the Department and the Municipalities.
- **Disaster Management Grant** – spending is R9.9 million or 7.1 percent.
- **EPWP grant** – spent R5.8 million or 100.0 percent. The Department anticipated to appoint 550 beneficiaries' on EPWP empowerment program for building infrastructure.

5.3.8. Transport

The department has spent R175.3 million or 46.5 percent of its allocated budget of R376.8 million. Subsidy payment is always a month behind.

5.8.9. Community Safety

The department reflects spending of R0.983 million or 49.2 percent. Low expenditure is due to late implementation of project. Registration of beneficiaries has been finalized during August 2019.

5.8.10. Social Development

Overall spending by the department is R43.0 million or 53.0 percent of the total budget of R81.2 million.

- **Early Childhood Development grant** - recorded an expenditure of R37.3 million or 54.1 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 39.6 percent of the budget of R10.2 million.
- The underspending was as a result of late delivery of invoices by service providers for Laboratory services to the amount of R22.3m and Pharmaceuticals to the value of R17.5m.
- Awaiting deliveries of ARVs to the value of R221.6m from the service provider.
- **EPWP integrated grant** - spent R1.6 million or 83.0 percent. The department spending is in line with its plan on the grant according to beneficiaries and programs being run.

6. Provincial Own Revenue

The table 11. Provincial own revenue collection per vote as at 30 November 2019.

REVENUE COLLECTION AS AT 30 NOVEMBER 2019												
Departments (Votes)	Main appropriation 2019/20	Projections to November 2019	Projections as % of main appropriation	Actual Collection to November 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 2018/19	Actual Collection to November 2018	Actual collection as % of main appropriation
Office of the Premier	583	388	66,6%	428	73,5%	195	623	40	6,9%	567	688	121,4%
Provincial Legislature	246	158	64,3%	1	0,2%	115	116	-158	-64,1%	234	441	188,5%
Education	43 826	28 297	64,6%	69 461	158,5%	14 612	84 073	41 164	93,9%	41 264	24 840	60,2%
Agriculture & Rural Development	11 722	7 218	61,6%	9 319	79,5%	4 504	13 823	2 101	17,9%	12 579	7 026	55,9%
Provincial Treasury	280 874	179 387	63,9%	165 024	58,8%	70 734	235 758	-14 363	-5,1%	300 000	189 522	63,2%
Economic Development, Environment & Tourism	158 941	115 521	72,7%	119 015	74,9%	43 420	162 435	3 493	2,2%	160 918	104 106	64,7%
Health	193 610	127 459	65,8%	127 691	66,0%	74 170	201 861	232	0,1%	168 177	137 606	81,8%
Transport	584 740	391 768	67,0%	420 627	71,9%	192 972	613 599	28 860	4,9%	524 149	364 435	69,5%
Public Works, Roads & Infrastructure	30 438	20 457	67,2%	21 876	71,9%	9 981	31 857	1 419	4,7%	28 355	18 736	66,1%
Community Safety	94	60	63,8%	78	83,1%	30	108	18	19,3%	232	60	25,8%
Co-operative Governance, Human Settlements & Traditional Affairs	5 119	2 191	42,8%	24 052	469,9%	2 680	26 732	21 861	427,1%	4 784	3 027	63,3%
Social Development	4 182	2 519	60,2%	1 791	42,8%	1 663	3 454	-728	-17,4%	3 969	1 693	42,7%
Sport, Arts & Culture	2 224	283	12,7%	484	21,8%	1 940	2 424	201	9,1%	1 940	520	26,8%
Total provincial receipts	1 316 599	875 706	66,5%	959 846	72,9%	417 016	1 376 862	84 140	6,4%	1 247 168	852 699	68,4%

In overall, Provincial Own Revenue target for 2019/20 financial year is R1.316 billion. As at the end of November 2019, the Province has collected an amount of R959.8 million or 72.9 percent against the projections of R875.7 million or 66.5 percent. The over collection of R84.1 million or 6.4 percent is mainly due to once off recovery of previous year expenditure related debts from DBSA by Education; transfer of accumulated interest by Housing Development Agency to CoGHSTA; increased motor vehicle population and recovery of motor vehicle licences debts from Municipalities by Transport; and payment of tuition fees by stakeholders for students at Agricultural colleges. The collected revenue is more than that of the previous corresponding period of R852.6 million or 68.4 percent.

6.1. Out of thirteen (13) Departments, ten (10) collected above their set monthly projections as follows:

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

An amount of R0.428 million or 73.5 percent has been collected against the projections of R0.388 million or 66.6 percent. Over collection of R0.040 million or 6.9 percent is due to improved recovery of previous years' expenditure related debts.

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

The Department collected R69.5 million or 158.5 percent against the projections of R28.3 million or 64.6 percent. Over collection of R41.1 or 93.9 percent is due to recovery of previous year expenditure related debts from DBSA.

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

As at the end of November 2019, the Department collected R9.3 million or 79.5 percent against the projection of R7.2 million or 61.6 percent. Over collection of R2.1 million or 17.9 is mainly due to collection of tuition fees at Agricultural colleges.

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

Collection as at 30 November 2019 amounts to R119.0 million or 74.9 percent against the projections of R115.5 million or 72.7 percent. Over collection of R3.5 million or 2.2 percent is mainly contributed by transfer of unspent funds by Limpopo Tourism Agency. However, the Resorts revenue and Horseracing taxes is under collection due to delayed opening of refurbished Resorts and winnings allocated to participants on horseracing and sporting activities which reduced collection of horse racing taxes. The uncaptured receipts regressed to R10.5 million as at end November 2019 as compared to R0.048 million as at end October 2019 and R0.822 million of the previous years' corresponding period.

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

The Department collected R127.7 million or 66.0 percent against the projections of R127.4 million or 65.8 percent. Over collection of R0.232 million or 0.1 percent is due to recovery of departmental debts and previous years' expenditure debts. The uncaptured receipts regressed R6.0 as at November 2019 as compared to R4.0 million as at end October 2019; and R1.8 million recorded in the previous year's corresponding period.

6.1.6. Transport (Target R584.740 million)

As at end of November 2019, the Department collected R420.6 million or 71.9 percent against the projections of R391.8 million or 67.0 percent. Over collection of R28.8 million or 4.9 percent is mainly on motor vehicle licenses due to increased number of motor vehicle population and recovery of municipality debts. The uncaptured receipts slightly regressed to R0.550 million as at end November as compared to R0.539 million at end October 2019 and improved to R1.3 million of the previous year's corresponding period.

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

The Department collected R21.8 million or 71.9 percent against the projection of R20.4 million or 67.2 percent. Over collection of R1.4 million or 4.7 percent is due to sale of land to Eskom which was not projected.

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

The actual collection as at the end of November 2019 amounts to R24.0 million or 469.9 percent against the projection of R2.2 million or 42.8 percent. The over collection of R21.8 million or 427.1 percent is due to transfer of accumulated interest from Housing Development Agency.

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

The Department collected R0.078 million or 83.1 percent against the projection of R0.060 million or 63.8 percent. Over collection is due to improved recovery of previous years' related debts.

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

As at the end of November 2019, actual collection for the Department is R0.484 million or 21.8 percent against the projections of R0.283 million or 12.7 percent. Over collection of R0.201 million or 9.1 percent is because of previous year entrance fees for Mapungubwe Arts festival which was accounted for during this financial year.

6.2. The following three (3) Departments have collected below their set projections

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

Actual collection as at 31 October 2019 is R0.001 million or 0.2 percent against the projections of R0.158 million or 64.3 percent. The institution recorded an under collection of R0.158 million or 64.1 percent which is not the correct reflection, due to non-interfacing of their new financial system with BAS.

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

As at 30 November 2019, actual collection is R165.0 million or 58.8 percent against the projections of R179.3 million or 63.9 percent. Under collection of R14.3 million or 5.1 percent is due to less interest earned from provincial bank balances which is unpredictable.

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

The Department collected R1.6 million or 38.4 percent against the projections of R2.2 million or 53.6 percent. The under collection of R0.635 million or 15.2 percent is primarily influenced by less collection of previous years' expenditure related debts and sale of tender documents.

6.3. Own revenue per economic classification

Table 12. below reflects provincial own revenue collection per economic classification as at 30 November 2019.

Summary of Provincial Own Receipt by Economic Classification

Items (Revenue Sources)	Main appropriation	Projections to November 2019	Projections as % of budget	Actual Collection to November 2019	Actual collection as % of the budget	Projected remainder of the year	Estimated total revenue	Variance s Over / (Under) Collection	% Variance s Over / (Under) Collection as of budget	Main appropriation 2018/19	Actual Collection to November 2018	Actual collection as % of the budget
Tax receipts	604 232	408 509	67,6%	421 601	69,8%	195 723	617 324	13 092	2,2%	518 779	34 456	6,6%
<i>Casino taxes</i>	59 897	41 185	68,8%	46 429	77,5%	18 712	65 141	5 244	8,8%	73 774	40 215	54,5%
<i>Horse racing taxes</i>	46 972	32 992	70,2%	23 119	49,2%	13 980	37 099	-9 873	-21,0%	31 855	30 079	94,4%
<i>Liquor licenses</i>	3 857	1 709	44,3%	902	23,4%	2 148	3 050	-807	-20,9%	3 800	1 329	35,0%
<i>Motorvehicle licenses</i>	493 506	332 623	67,4%	351 151	71,2%	160 883	512 034	18 528	3,8%	409 350	302 270	73,8%
Sales of goods and services other than capital assets	305 311	202 417	66,3%	197 904	64,8%	109 917	307 821	-4 513	-1,5%	285 349	205 220	71,9%
<i>of which: Patient fees</i>	99 021	65 607	66,3%	66 188	66,8%	38 551	104 739	581	0,6%	82 300	74 823	90,9%
Transfers received from:	5 700	5 700	100,0%	21 890	384,0%	-	21 890	16 190	284,0%	-	5 413	
Fines, penalties and forfeits	54 823	36 812	67,1%	49 257	89,8%	18 011	67 268	12 445	22,7%	78 763	41 062	52,1%
Interest, dividends and rent on land	281 727	179 298	63,6%	187 328	66,5%	71 701	259 029	8 030	2,9%	300 742	190 098	63,2%
Sales of capital assets	12 791	3 372	26,4%	5 064	39,6%	9 071	14 135	1 692	13,2%	11 748	3 673	31,3%
Transaction in Financial Assets and Liabilities	52 015	39 598	76,1%	76 802	147,7%	12 593	89 395	37 204	71,5%	51 787	33 339	64,4%
Total departmental receipts	1 316 599	875 706	66,5%	959 846	72,9%	417 016	1 376 862	84 140	6,4%	1 247 168	852 699	68,4%

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

An amount of R421.6 million or 69.8 percent has been collected against the projections of R408.5 million or 67.6 percent. The over collection of R13.0 million or 2.2 percent 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 30 November 2019, actual collection is R197.9 million or 64.8 percent against the projections of R202.4 million or 66.3 percent. The Under collection of R4.5 million or 1.5 percent is mainly due less collection of entrance fees by LEDET.

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

Fines, penalties and forfeits collected R49.2 million or 89.8 percent against the projections of R36.8 million or 67.1 percent. Over collection of R12.4 million or 22.7 percent is due to increased collection of penalties on motor vehicle licenses and impoundment fees by Department of Transport.

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

As at end November 2019 there is transfer of 2018/19 previous year unspent funds amounting to R21.8 million which include R0.170 from Limpopo Gambling Board and R21.7 million from LTA.

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

Collection as at 30 November 2019 is R187.3 million or 66.5 percent against the projections of R179.2 million or 63.6 percent. Over collection of R8.0 million or 2.9 percent is mainly due transfer of accumulated interest from Housing Development Agency to COGHSTA. There is less interests earned from favourable bank balances by Provincial Treasury.

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

Collection as at 30 November 2019 in R5.1 million or 39.6 percent against the projections of R3.3 million or 26.4 percent. The over collection of R1.6 million or 13.2 percent is due to sale of land which was not projected by Department of Public Works.

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

The item collected R76.8 million or 147.7 percent against the projections of R 39.5 million or 76.1 percent. Over collection of R37.8 million or 71.5 percent is due to surrender of previous year own revenue by LGB and recovery of previous year expenditure related debts by Department of Education and Health.

7. Provincial Infrastructure Performance

The table 13: Provincial Infrastructure Budget and Expenditure Comparisons over three Financial Years (2017/18, 2018/19 and 2019/20) as at 30 November:

Infrastructure Expenditure Comparison as at 30 November year-on-year									
Department	Budget (R'000)			Expenditure (R'000)			% Expenditure		
	2017/18	2018/19	2019/20 Main	2017/18	2018/19	2019/20	2017/18	2018/19	2019/20 Main
Education	810 523	1 013 426	1 051 986	785 466	591 749	429 278	96,9%	58,4%	40,8%
Agriculture & Rural Development	172 992	160 455	223 426	53 725	107 507	88 412	31,1%	67,0%	39,6%
LEDET	59 345	54 481	45 267	35 240	39 115	9 174	59,4%	71,8%	20,3%
Health	652 027	729 277	656 200	395 078	371 370	423 459	60,6%	50,9%	64,5%
PWR&I - Roads	1 949 853	1 883 322	2 077 037	1 213 777	1 558 357	1 363 057	62,2%	82,7%	65,6%
PWR&I - Works		75 616	76 396		21 605	27 184	0,0%	28,6%	35,6%
Transport	18 603	27 915	43 021	12 813	1 436	3 205	68,9%	5,1%	7,5%
CoGHSTA	1 319 493	1 312 187	1 337 497	648 475	813 193	882 716	49,1%	62,0%	66,0%
Social Development	36 298	43 201	47 846	21 810	39 113	25 804	60,1%	90,5%	53,9%
Sport, Arts & Culture	48 749	40 031	47 128	13 988	27 991	31 262	28,7%	69,9%	66,3%
TOTAL	5 067 883	5 339 911	5 605 804	3 180 372	3 571 436	3 283 552	62,8%	66,9%	58,6%

As at 30 November 2019, the Provincial Infrastructure expenditure stood at R3.3 billion. The total expenditure represents 58.6 of the Provincial infrastructure budget. The province was 8.0 percent or R453.7 million below the straight-line norm of 66.4 percent. The Provincial Infrastructure budget for the current financial year is as follows:

Main appropriation: R5.6 billion against the R5.3 billion for the 2018/19 financial year. The overall Provincial Infrastructure Budget increased by five percent 5percent or R265.9 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 October 2019 IRM.

The Provincial Infrastructure Budget is primarily funded by Conditional Grants, representing eighty percent (80%) of the entire budget. The failure to spend has a huge impact on the Provincial Infrastructure Budget and service delivery. The expenditure for the current financial year is lowest compared to the two previous financial years, 2017/18 at 63 percent, with the financial year 2018/19 being at a higher level at 67 percent for the comparative period. All departments project to break-even by the end of March 2020, Provincial Treasury projects an under expenditure.

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 30 November 2019 amounts to R45.6 billion or 65.5 percent of the total budget of R69.5 billion. Of the R45.6 billion total expenditures, R40.4 billion or 66.8 percent is on equitable share and R5.2 billion or 57.4 percent on Conditional grant.
- As at the end of November 2019, the Province has collected an amount of R959.8 million or 72.9 percent against the projections of R875.7 million or 66.5 percent. The over collection of R84.1 million or 6.4 percent is mainly due to once off recovery of previous year expenditure related debts from DBSA by Education; transfer of accumulated interest by Housing Development Agency to CoGHSTA; increased motor vehicle population and recovery of motor vehicle licences debts from Municipalities by Transport; and payment of tuition fees by stakeholders for students at Agricultural colleges. The collected revenue is more than that of the previous corresponding period of R852.6 million or 68.4 percent.
- The Provincial Infrastructure expenditure amount to R3.3 billion or 58.6 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

13/12/2019

Date