



**Outcome of Conditional Grants &
Capital Expenditure as at
31 March 2006
Social Development
(Preliminary Outcome)
[Section 32 of PFMA]
Select Committee on Finance
National Council of Provinces**

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National Treasury

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Key highlights

- Spending in social services sectors:
 - Education at R72,0bn (99,6%)
 - Health at R46,9bn (99,5%)
 - Social Development at R58,0bn (96,7%)
- Personnel spending at R95,7bn (99,0%)
- Capital expenditure is at R13,1bn (94,0%)

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 3: Provincial Social Services Expenditure as at March 2006 (Preliminary Outcome)

R thousand	Adjusted budget	Preliminary Outcomes	Preliminary Outcome as % of adj budget	(Over)	Under	% (Over) / under of adj budget	% share of total provincial expenditure	% share of total Social Services expenditure	2004/05: Audited Outcome as at March 2005	Year-on-year growth
Education	72 251 414	71 972 237	99,6%	-	279 177	0,4%	33,5%	40,7%	64 430 425	11,7%
Health	47 162 132	46 927 993	99,5%	-	234 139	0,5%	21,8%	26,5%	40 246 203	16,6%
Social Development	60 013 355	58 036 309	96,7%	-	1 977 046	3,3%	27,0%	32,8%	50 989 029	13,8%
Total	179 426 901	176 936 539	98,6%	-	2 490 362	1,4%	82,4%	100,0%	165 665 667	13,7%
					Net 2 490 362					

Table 4: Provincial Social Services Expenditure as at March 2006 (Preliminary Outcome)

R thousand	Adjusted budget	Preliminary Outcomes	Preliminary Outcome as % of adj budget	(Over)	Under	% (Over) / under of adj budget	% share of Social Services to total provincial expenditure	% share of Social Services personnel to total Social	2004/05: Audited Outcome as at March 2005	Year-on-year growth
Eastern Cape	28 924 413	28 572 726	98,8%	-	351 687	1,2%	84,0%	47,9%	25 620 454	11,5%
Free State	12 562 116	11 965 681	95,3%	-	596 435	4,7%	84,2%	49,6%	10 715 228	11,7%
Gauteng	28 311 716	27 624 633	97,6%	-	687 083	2,4%	82,5%	48,0%	24 765 047	11,5%
KwaZulu-Natal	38 655 395	38 812 887	100,4%	-157 492	-	-0,4%	84,7%	46,6%	33 611 177	15,5%
Limpopo	22 877 937	22 791 797	99,6%	-	86 140	0,4%	80,7%	51,8%	20 364 399	11,9%
Mpumalanga	12 727 417	12 456 585	97,9%	-	270 832	2,1%	81,0%	47,2%	10 491 140	18,7%
Northern Cape	4 122 649	4 105 092	99,6%	-	17 557	0,4%	78,7%	44,9%	3 513 435	16,8%
North West	14 030 346	13 611 653	97,0%	-	418 693	3,0%	77,9%	50,5%	11 971 058	13,7%
Western Cape	17 214 912	16 995 485	98,7%	-	219 427	1,3%	81,2%	48,0%	14 593 719	16,5%
Total	179 426 901	176 936 539	98,6%	-157 492	2 647 864	1,4%	82,4%	48,3%	166 665 667	13,7%
					Net 2 490 362					

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 **Social Development**

Spending at R58,0bn or 96,7% against R60,0bn adjusted budget

- Increase of R7,0bn or 13,8% compared to the previous year
- Low rate of spending in FS (89,4%) and NW (93,0%)
- LP (99,0%) and KN (98,8%) reflects the highest rate of spending

- Underspent by R2,0bn
- Underspending linked to key initiatives to address weaknesses in the grant administration system:
 - investigation and prosecution of fraudulent activities
 - comprehensive review of all temporary disability grants
 - implementation of systems that provides updates on key indicators for how the programme is being administered, including early warning indicators
 - piloting, finalising and implementing a new disability assessment tool

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Social Development

Table 15: Provincial Social Development Expenditure as at March 2006 (Preliminary Outcome)

R thousand	Adjusted budget	Preliminary Outcomes	Preliminary Outcome as % of adj budget	(Over)	Under	%(Over) / under of adj budget	%share of Soc Dev to total provincial expenditure	%share of Soc Dev to total Social serv expenditure	2004/05: Audited Outcome as at March 2005	Year-on-year growth
Eastern Cape	11 140 314	10 921 469	98,0%	-	218 845	2,0%	32,1%	38,2%	9 785 791	11,6%
Free State	4 387 154	3 923 001	89,4%	-	464 153	10,6%	27,6%	32,8%	3 520 811	11,4%
Gauteng	7 863 695	7 239 548	94,5%	-	424 117	5,5%	21,6%	26,2%	6 374 765	13,6%
KwaZulu-Natal	13 480 529	13 316 669	98,8%	-	163 860	1,2%	29,1%	34,3%	11 627 297	14,5%
Limpopo	7 712 515	7 638 795	99,0%	-	73 720	1,0%	27,1%	33,5%	6 585 845	16,0%
Mpumalanga	4 110 839	4 006 715	97,5%	-	104 124	2,5%	26,0%	32,2%	3 353 603	19,5%
Northern Cape	1 517 842	1 443 316	95,1%	-	74 526	4,9%	27,7%	35,2%	1 280 328	12,7%
North West	5 067 066	4 713 130	93,0%	-	353 936	7,0%	27,0%	34,6%	4 198 957	12,2%
Western Cape	4 933 431	4 833 666	98,0%	-	99 765	2,0%	23,1%	28,4%	4 261 612	13,4%
Total	60 013 355	58 036 309	96,7%	-	1 977 046	3,3%	27,0%	32,8%	50 989 029	13,8%
				Net	1 977 046					

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Provincial Social Grants (Programme 2)

Table 16: Provincial Social Grants Expenditure (Programme 2) as at March 2006 (Preliminary Outcome)

R thousand	Adjusted budget	Preliminary Outcomes	Preliminary Outcome as % of adj budget	(Over)	Under	%(Over) / under of adj budget	%share of Soc Grants to total provincial expenditure	%share of Soc Grants to total Soc Dev expenditure	2004/05: Audited Outcome as at March 2005	Year-on-year growth
Eastern Cape	10 596 869	10 407 374	98,2%	-	189 495	1,8%	30,6%	95,3%	9 366 619	11,1%
Free State	3 958 736	3 541 031	89,4%	-	417 705	10,6%	24,9%	90,3%	3 230 143	9,6%
Gauteng	6 804 145	6 422 905	94,4%	-	381 240	5,6%	19,2%	88,7%	5 587 112	15,0%
KwaZulu-Natal	12 577 752	12 541 254	99,7%	-	36 498	0,3%	27,4%	94,2%	11 084 869	13,1%
Limpopo	7 314 594	7 282 404	99,6%	-	32 190	0,4%	25,8%	95,3%	6 229 276	16,9%
Mpumalanga	3 855 630	3 756 927	97,4%	-	98 703	2,6%	24,4%	93,6%	3 144 557	19,5%
Northern Cape	1 327 079	1 267 937	95,5%	-	59 142	4,3%	24,3%	87,8%	1 141 708	11,1%
North West	4 703 257	4 393 306	93,4%	-	309 951	6,6%	25,2%	93,2%	3 937 073	11,6%
Western Cape	4 238 905	4 180 232	98,6%	-	58 673	1,4%	20,0%	86,5%	3 632 005	15,1%
Total	55 377 007	53 793 370	97,1%	-	1 583 637	2,9%	25,0%	92,7%	47 363 362	13,8%
				Net	1 583 637					

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Social Grants - Beneficiary Numbers

Table 11: Social grants beneficiary numbers by type of grant, April to March 2006

Type of grant	April 2005	May 2005	June 2005	July 2005	Aug 2005	Sep 2005	Oct 2005	Nov 2005	Dec 2005	Jan 2006	Feb 2006	Mar 2006	% growth (average)
Old age	2 066 736	2 137 086	2 105 744	2 106 724	2 107 722	2 112 902	2 126 525	2 124 910	2 128 861	2 144 610	2 135 404	2 140 480	0.3%
War veterans	3 306	3 314	3 235	3 180	3 136	3 063	3 034	2 966	2 955	2 921	2 864	2 833	-1.4%
Disability	1 292 489	1 320 261	1 304 983	1 299 674	1 279 809	1 263 719	1 291 516	1 299 949	1 302 581	1 322 690	1 304 736	1 309 918	0.1%
Foster care	248 676	250 139	268 106	262 370	268 368	269 816	277 203	281 402	264 535	272 624	265 161	275 506	0.9%
Care dependency	84 963	85 988	85 719	85 367	85 514	87 536	88 307	88 486	86 429	89 975	89 621	90 362	0.6%
Child support	5 126 208	6 091 636	5 752 545	5 886 885	5 969 303	6 189 898	6 388 672	6 955 863	6 703 324	6 842 350	7 008 965	7 037 587	2.9%
Total	9 821 978	9 888 422	9 520 334	9 645 510	9 744 252	9 923 964	10 175 257	10 360 606	10 486 686	10 676 171	10 826 791	10 856 668	1.5%
Province													
Eastern Cape	1 747 424	1 749 513	1 771 116	1 805 211	1 841 305	1 876 401	1 911 495	1 946 590	1 981 684	2 016 780	2 051 872	2 086 969	1.6%
Free State	599 269	599 240	619 727	635 393	643 942	650 804	656 127	665 756	666 235	667 378	673 587	679 891	1.2%
Gauteng	1 162 682	1 164 122	1 160 988	1 173 485	1 190 588	1 230 814	1 246 288	1 272 255	1 287 134	1 295 035	1 308 084	1 291 461	1.0%
KwaZulu-Natal	2 153 013	2 153 838	2 166 785	2 195 885	2 193 123	2 231 790	2 289 108	2 337 540	2 375 166	2 407 593	2 451 442	2 485 473	1.3%
Limpopo	1 412 608	1 413 469	1 435 879	1 450 551	1 455 811	1 478 880	1 506 151	1 536 655	1 544 186	1 593 851	1 611 274	1 626 248	1.3%
Mpumalanga	254 294	1 143 559	735 687	740 343	758 671	767 486	792 408	796 983	808 651	826 276	825 051	834 360	11.0%
Northern Cape	188 641	188 274	196 508	196 508	201 026	202 490	204 683	206 758	211 392	208 554	211 258	206 669	0.8%
North West	628 668	608 491	735 721	737 682	766 451	769 923	853 140	877 558	887 231	900 432	917 583	937 670	3.7%
Western Cape	665 379	667 916	675 943	686 952	699 135	709 376	715 857	720 511	719 006	737 272	776 590	707 667	0.6%
Total	9 821 978	9 888 422	9 520 334	9 645 510	9 744 252	9 923 964	10 175 257	10 360 606	10 486 686	10 676 171	10 826 791	10 856 668	1.5%

1 Excludes "Social Relief of Distress" which is included in the overall Social Assistance Transfers Grant.

2 The Old Age Grant includes "Grant-in-aid".

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Social Grants - Payments

Table 12: Social grants payments by type of grant, April to March 2006

Type of grant	April 2005	May 2005	June 2005	July 2005	Aug 2005	Sep 2005	Oct 2005	Nov 2005	Dec 2005	Jan 2006	Feb 2006	Mar 2006
Old age	1 607 933	1 547 966	1 682 866	1 764 980	1 649 578	1 845 535	1 613 501	1 359 241	1 771 997	1 758 152	1 670 775	1 567 394
War veterans	2 956	2 052	2 962	2 964	2 411	(36 220)	52 839	2 375	(7 697)	2 639	2 230	1 923
Disability	1 058 462	1 034 788	1 091 687	1 147 955	1 075 357	1 112 217	982 967	1 168 324	1 197 229	1 135 090	1 101 410	1 214 661
Foster care	152 882	149 582	160 671	173 948	170 308	172 471	147 700	205 417	223 580	182 164	178 089	200 909
Care dependency	70 159	68 532	70 762	73 965	72 715	82 753	81 722	81 090	63 548	76 133	74 515	80 495
Child support	1 090 224	986 396	966 225	1 101 758	1 059 435	1 262 133	1 137 102	1 418 857	1 370 551	1 336 660	1 277 425	1 404 576
Total	3 981 785	3 789 335	4 064 173	4 264 960	4 059 902	4 436 889	4 016 930	4 230 303	4 619 008	4 491 039	4 384 445	4 468 978
Province												
Eastern Cape	793 813	788 885	793 128	781 983	750 273	759 562	805 852	815 141	823 432	831 721	840 010	848 259
Free State	272 504	263 356	275 573	281 073	281 497	281 539	279 773	278 466	284 356	281 381	280 176	286 101
Gauteng	409 982	374 625	552 712	738 521	480 098	636 510	224 474	624 535	634 834	616 623	466 835	574 029
KwaZulu-Natal	902 844	896 351	918 153	938 629	939 699	961 289	1 161 434	932 571	1 155 162	1 018 798	1 026 694	1 034 274
Limpopo	543 066	523 040	527 287	531 307	532 381	536 691	543 020	548 635	625 624	635 117	560 338	596 697
Mpumalanga	317 071	197 733	182 775	234 176	263 482	422 029	211 547	236 154	303 997	292 403	296 311	300 358
Northern Cape	89 744	94 064	104 892	98 492	97 413	97 605	96 152	99 279	99 667	98 406	100 867	100 960
North West	328 570	334 146	329 590	334 598	346 505	352 112	365 619	377 440	369 228	385 464	370 521	394 070
Western Cape	324 189	317 135	319 963	326 201	326 434	330 272	326 959	316 882	332 706	331 126	332 673	333 190
Total	3 981 785	3 789 335	4 064 173	4 264 960	4 059 902	4 436 889	4 016 930	4 230 303	4 619 008	4 491 039	4 384 445	4 468 978

1 Excludes "Social Relief of Distress" which is included in the overall Social Assistance Transfers Grant.

2 The Old Age Grant includes "Grant-in-aid".

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Conditional Grants

Table 26: Selected Conditional Grants Spending Rate as at March 2006 (Preliminary Outcome)

	Number of provinces spent less than 90%	Number of provinces spent between 90% and 95% (inclusive)	Number of provinces spent more than 95%
Agriculture			
Land Care Programme Grant: Poverty	1 NW	-	8 EC, FS, GT, KZN, LIM, MPU, NC, WC
Education			
Hiv And Aids (Life Skills Education)	2 LM, NC	-	7 EC, FS, GT, KZN, MPU, NW, WC
National School Nutrition Programme	2 KZN, MPU	3 FS, GT, LM	4 EC, NC, NW, WC
Health			
Comprehensive Hiv And Aids	2 FS, LM	-	7 EC, GT, KZN, MPU, NC, NW, WC
Hospital Revitalisation	5 EC, FS, KZN, LM, WC	-	4 GT, MPU, NC, NW
Integrated Nutrition Programme	3 FS, GT, NC	1 EC	5 KZN, LM, MPU, NW, WC
Hospital Management And Quality Im	2 GT, KZN	1 LM	6 EC, FS, MPU, NC, NW, WC
Housing			
Integrated Housing And Human Settli	2 FS, MPU	1 LM	6 EC, GT, KZN, NC, NW, WC
Human Settlement And Redevelopme	-	-	4 FS, GT, LM, WC
Land Affairs			
Land Distribution: Alexandra Urban F	-	-	1 GT
Social Development			
Social Assistance Administration	3 FS, GT, MPU	3 KZN, LM, NW	3 EC, NC, WC
Social Assistance Transfers	1 FS	1 GT	7 EC, KZN, LM, MPU, NC, NW, WC
Hiv And Aids (Community-Based Car	1 LM	1 KZN	7 EC, FS, GT, MPU, NC, NW, WC
Sport and Recreation South Africa			
Mass Sport And Recreation Participa	1 GT	3 FS, NC, NW	5 EC, KZN, LM, MPU, WC

1. Percentages represent actual expenditure of main budget as published in the Division of Revenue Act, 2005 (Act No. 1 of 2005) and Government Gazette of 07 December 2005, but excludes provincial rollovers.



Conditional Grants - continued

	Division of Revenue Act, No. 1 of 2005	Other Gazetted Amounts	Total available 2005/06 (excluding rollovers)	Transferred from National to province	Actual as at March 2006	Actual as % of budget (excluding provincial roll-overs)
R thousand						
Housing	4 867 876	-	4 867 876	4 867 876	5 036 796	103,5%
Integrated Housing and Human Settlement Develop	4 843 480	-	4 843 480	4 843 480	4 986 306	102,9%
Human Settlement and Redevelopment Grant	24 396	-	24 396	24 396	50 490	207,0%
Land Affairs	8 000	-	8 000	8 000	14 200	177,5%
1. Land Distribution: Alexandra Urban Renewal Proje	8 000	-	8 000	8 000	14 200	177,5%
National Treasury	3 730 773	-	3 730 773	2 984 113	2 096 328	56,2%
1. Provincial Infrastructure Grant	3 730 773	-	3 730 773	2 984 113	2 096 328	56,2%
Social Development	66 931 769	-	66 931 769	64 942 864	64 393 867	97,8%
Hiv and Aids (Community-Based Care) Grant	138 391	-	138 391	138 391	139 697	100,9%
1. Integrated Social Development Services Grant	388 000	-	388 000	388 000	330 116	85,1%
Social Assistance Administration Grant	3 382 055	-	3 382 055	3 382 055	3 162 421	93,5%
Social Assistance Transfers Grant	52 023 313	-	52 023 313	51 034 418	51 091 749	98,2%
Sport and Recreation South Africa	24 000	-	24 000	24 000	23 280	97,0%
Mass Sport and Recreation Participation Program	24 000	-	24 000	24 000	23 280	97,0%
Total	74 866 687	647 306	75 513 993	73 378 426	63 239 988	85,0%

1. Spending of these grants is subsumed in the spending of a range of programmes across provincial departments and therefore no reporting is required on these grants.



Social assistance transfers

Province	Total available	Provincial actual payments	% Actual payments of total available	Projected outcome for financial year	Projected (over)/under
R thousand					
Eastern Cape	9,946,979	9,732,346	97.8%	9,732,346	214,633
Free State	3,725,860	3,352,343	90.0%	3,352,343	373,517
Gauteng	6,454,145	6,062,945	93.9%	6,062,945	391,200
KwaZulu-Natal	11,986,896	11,744,681	98.0%	11,744,681	242,215
Limpopo	6,814,594	6,820,086	100.1%	6,820,086	(5,492)
Mpumalanga	3,609,491	4,132,234	114.5%	4,132,234	(522,743)
Northern Cape	1,232,391	1,176,876	95.5%	1,176,876	55,515
North West	4,388,285	4,126,655	94.0%	4,126,655	261,630
Western Cape	4,002,671	3,943,583	98.5%	3,943,583	59,088
Total	52,161,312	51,091,749	97.9%	51,091,749	1,069,563

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Social Development Grants Social Assistance Transfers Grant

- **Objective (Schedule 5 Grant):**
 - To fund social assistance transfer payments to eligible beneficiaries
- **Preliminary Outcome:**
 - Social Development spent R51 092m or 98,2% (97,9% incl. prov. roll-overs) of the R52 023m allocation (R52 161m incl. prov. roll-overs)
 - Transfers amounted to 98,1%
 - Highest: MP 117,0%; LP 100,1% and WC 98,5%
 - Lowest: FS 90,0% and GP 93,9%
- **Service Delivery Outcome:**
 - Department / Sector to respond

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North west	313,012	200,013	64.07%	200,013	70,007
Western Cape	236,234	236,680	100.2%	236,680	(446)
Total	3,409,074	3,162,421	92.8%	3,162,421	246,653

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Social Development Grants

UNJUN Social Assistance Administration Grant

UNJUN Administration of social assistance grants

- Department / Sector to respond

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HIV/AIDS

Province	Total available	Provincial actual payments	% Actual payments of total available	Projected outcome for financial year	Projected (over)/under
R thousand					
Eastern Cape	13,979	16,842	120.5%	16,842	(2,863)
Free State	20,716	20,294	98.0%	20,294	422
Gauteng	20,341	20,341	100.0%	20,341	(0)
KwaZulu-Natal	25,187	23,187	92.1%	23,187	2,000
Limpopo	9,138	7,548	82.6%	7,548	1,590
Mpumalanga	21,412	22,304	104.2%	22,304	(892)
Northern Cape	7,750	7,678	99.1%	7,678	72
North West	16,068	15,414	95.9%	15,414	654
Western Cape	6,089	6,089	100.0%	6,089	-
Total	140,680	139,697	99.3%	139,697	983

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Social Development Grants

HIV and Aids Grant (Community-Based Care)

Objectives (Schedule 5 Grant):

- To provide social welfare services to orphans and vulnerable children who are infected by HIV and Aids, within family and community context, in partnership with non profit making organizations (NGOs, CBOs and other community organisations)
- To develop and support institutional structures and professionals, community workers and child and youth care workers through targeted training programmes in order to ensure effective delivery of services

• Preliminary Outcome:

- Social Development spent R139,7m or 100,9% (99,3% incl. prov. roll-overs) of the R138,4m allocation (R140,7m incl. prov. roll-overs)
- Transfers amounted to 100,0%
- Highest: EC 120,5%; MP 108,2% and FS 104,7%
- Lowest: LP 82,6%; KN 92,1% and NW 96,9%

• Service Delivery Outcome:

- Department / Sector to respond

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Total	466,762	330,116	70.7%	330,116	136,646
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Social Development Grants

Integrated Social Development Services Grant

Objective (Schedule 4 Grant):

- Lowest: LP 44,9% and KN 48,6%
- **Service Delivery Outcome:**
 - Department / Sector to respond

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