

**4<sup>th</sup> QUARTER OF 2006/07  
INFRASTRUCTURE REVIEW MEETING**



DEPARTMENT OF  
PUBLIC WORKS,  
ROADS AND TRANSPORT

**FREE STATE PUBLIC WORKS  
23 MAY 2007**

**CONTENTS**

- Preview
- Allocations
- Expenditure
- Under/over expenditure
- Reforms for improved delivery
- Monitoring
- Reporting
- Recommendations

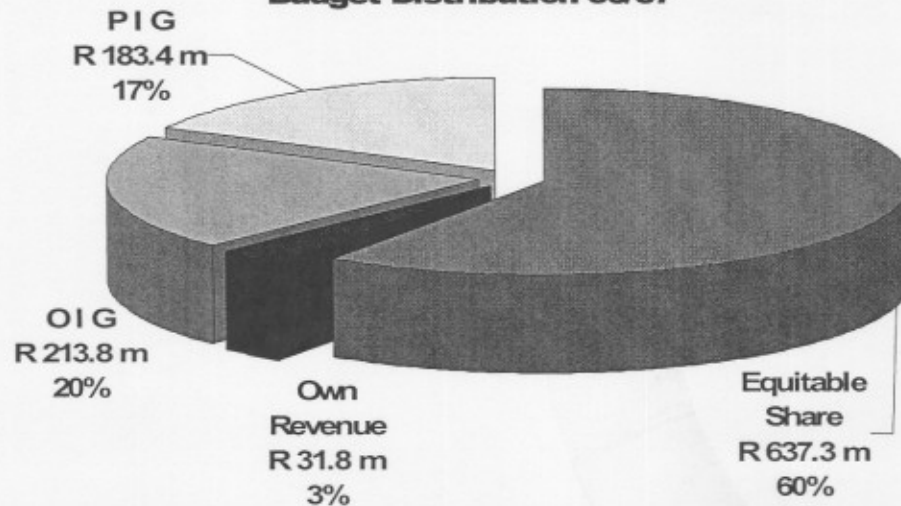
### PREVIEW

- Under expenditure
- Roll-overs
- Sporadic operations
- Less impact
- Improvements made

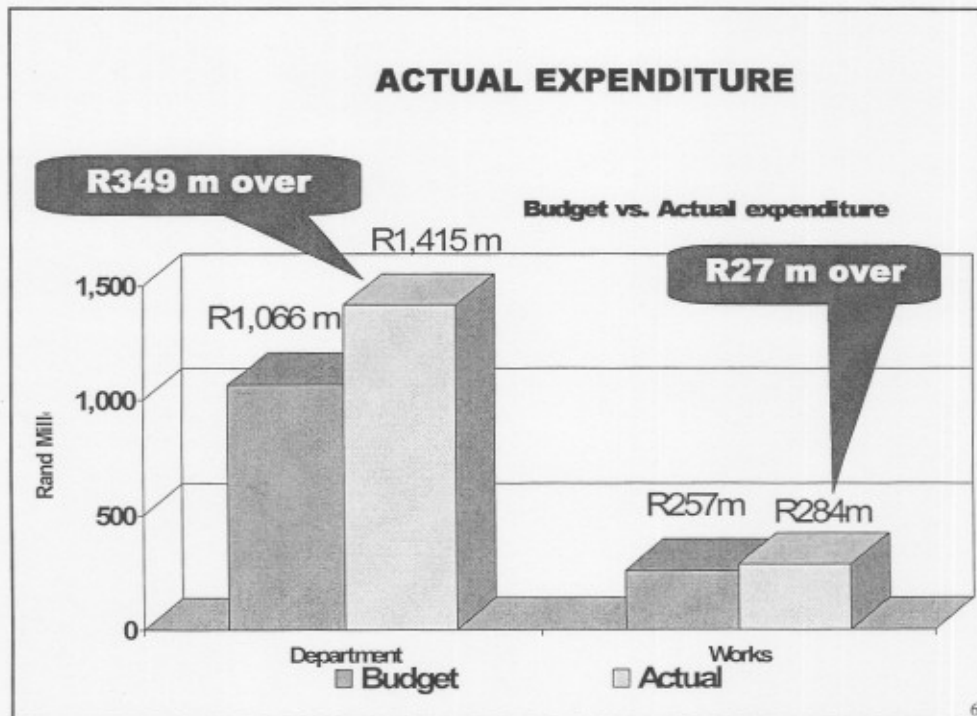
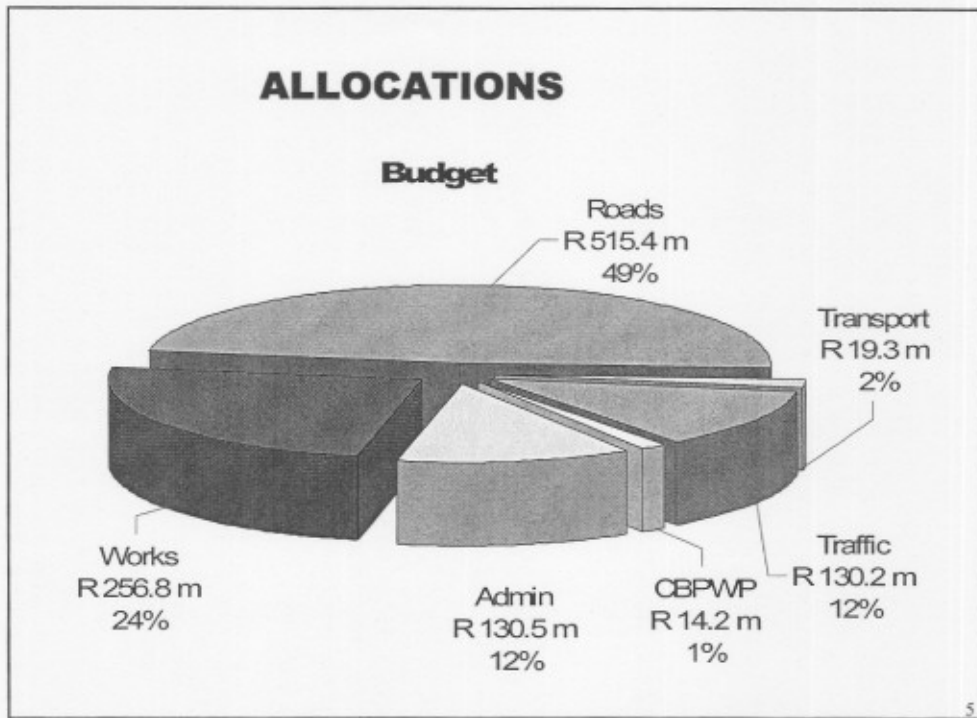
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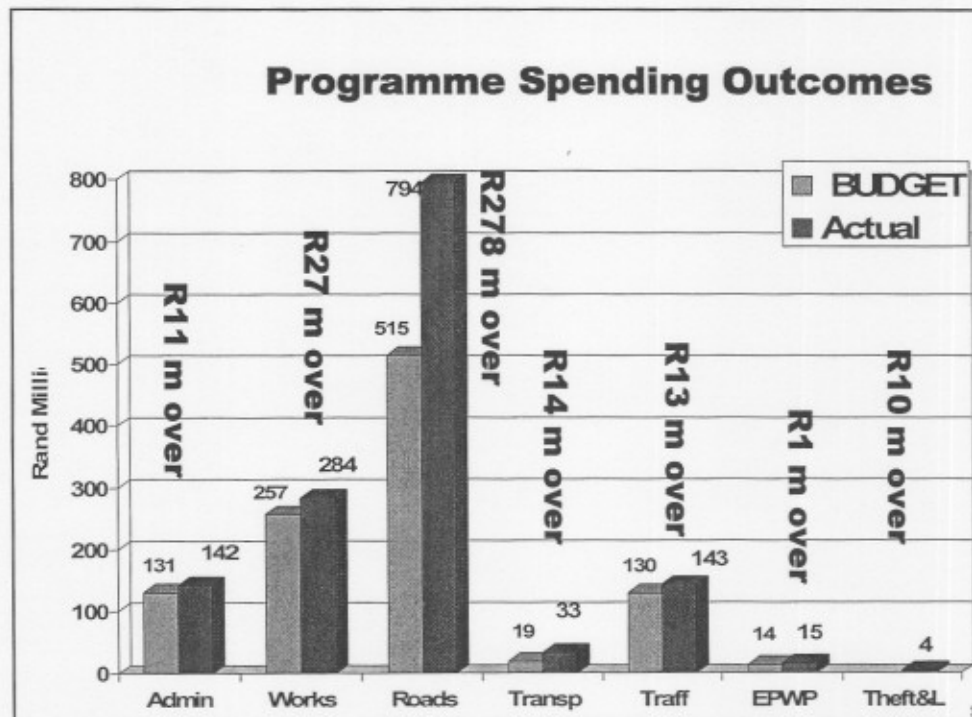
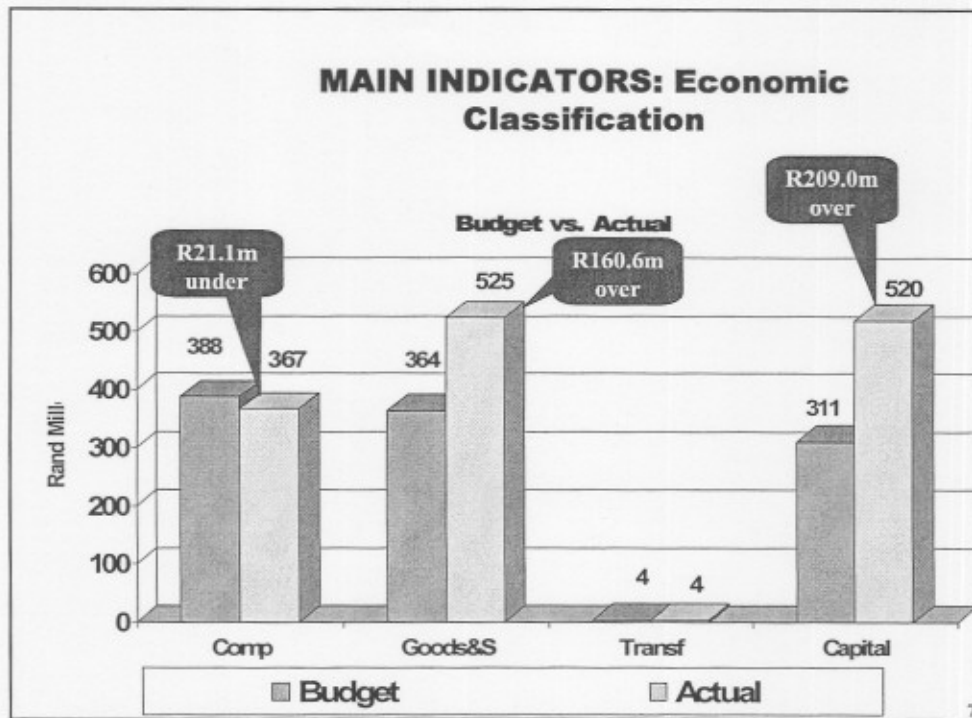
### EXPENDITURE BUDGET

**Budget Distribution 06/07**



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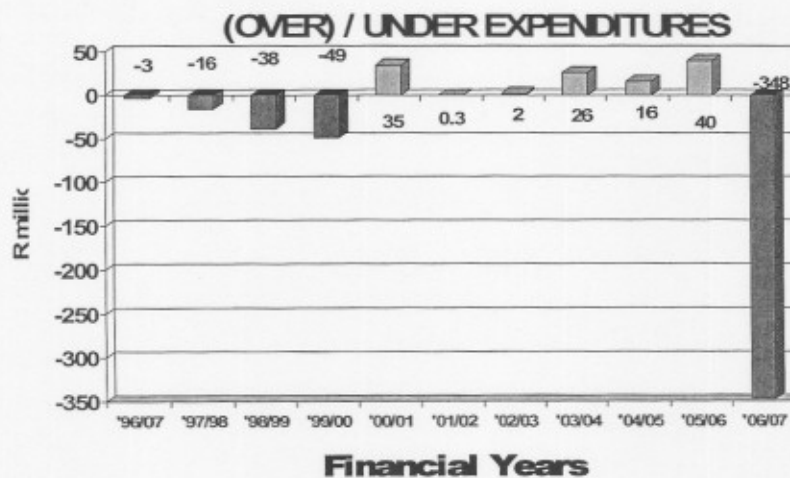


**TRENDS ON CONDITIONAL GRANTS AND CAPITAL EXPENDITURE**

- Conditional grants in the Department  
(All allocated to Roads)
  - Provincial Infrastructure Grant (DORA) – R 183,410 m
  - Own Infrastructure Grant (Free State equitable share) – R213,809 m
  - Was fully utilised in mid December 06
- Capital expenditure – Infrastructure and equipment
  - Budget of R310 m was depleted in December 06
- Infrastructure expenditure – Current and capital expenditure
  - Budget of R671 m was depleted in December 06

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**PUBLIC WORKS, ROADS AND TRANSPORT**



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## **MONITORING CAPACITY**

- Capacity 2006/07
- Capacity constraints
- Policy vs. delivery
- Quality vs. expenditure
- Impact
- Strategic interventions
- Informed areas of impact
- Footprints

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## **OUR COMMITMENT**

### **Towards the Growth and Development Strategy:**

- Stimulate economic development
- Develop and enhance infrastructure for economic growth and social development
- Reduce poverty through human- and social development
- Ensure a safe and secure environment for all people of the province
- Promote effective and efficient governance and administration

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## HOW DO WE ACHIEVE THESE OBJECTIVES?

### Direct socio- & economic investments:

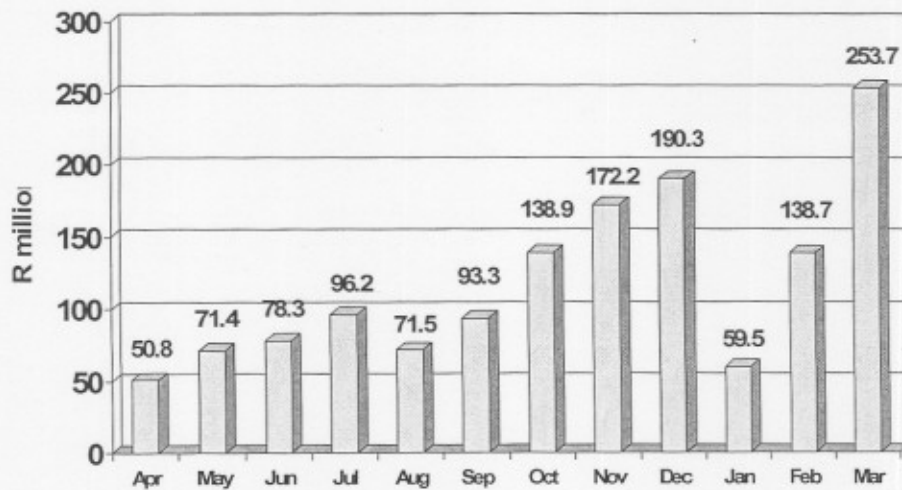
- Labour enhanced construction methods (job creation)
- Small contractor development
- Skills training (construction, management, financial, literacy)
- Purchase of materials and supplies in local communities

### Indirect socio- & economic investments:

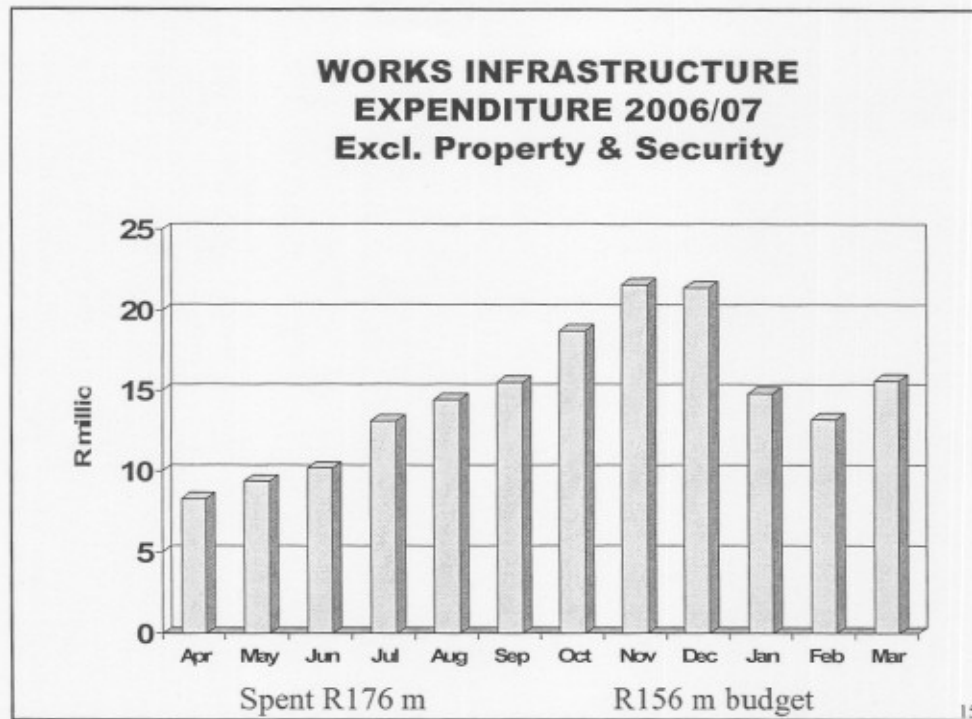
- Stimulating economy of suppliers and manufacturers
- Stimulating economy of local communities (accommodation, purchases, skills transfer)
- Enhanced accessibility to essential services
- Facilitate infrastructure investment & development that supports economic growth
- Safer and more comfortable public transport routes
- Creating a sense of well-being

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## DEPARTMENTAL EXPENDITURE PER MONTH 2006/07



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**WORKS BRANCH EXPENDITURE  
2006/07**

	Actual	Budget	(Over)/ Under
<b>Total</b>	<b>298.8</b>	<b>271.0</b>	<b>-27.8</b>
<b>Compensation</b>	<b>140.7</b>	<b>136.9</b>	<b>-3.8</b>
<b>Goods and services</b>	<b>92.6</b>	<b>76.5</b>	<b>-16.1</b>
<b>Capital</b>	<b>64.0</b>	<b>56.7</b>	<b>-7.3</b>
<b>Infrastructure Part of Works</b>	<b>R176.0</b>	<b>R156.0</b>	<b>-20.0</b>



**WHERE WAS THE OVER-EXPENDITURE?**

LEASES: OFFICE BUILDINGS	- R15 m
S&W: BASIC SALARY	- R 7 m
PUR/CAP/ASS: SECURITY EQUIPM. FIX	- R 5 m
PUR/CAP/ASS: OFFICE BUILDINGS	- R 4 m
T&S DOM WITHOUT OP: GG VEHICLE	- R 3 m
MNT&REP:ELEVATOR/ESCALATOR SYSTEM	- R 2 m

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**PUBLIC WORKS INFRASTRUCTURE PROJECTS**

Name of Project	Budget R'000	Expenditure R'000	Starting date	Completion Date	% Complete Quarter	% Complete Quarter 4
Bloemfontein FS - Guest House	R145	R137	13 Jun 06	04 Jul 06	95%	100%
Bloemfontein FS House - Paint Work	R200	R180	8 Sep 06	28 Feb 07	67%	100%
Bloemfontein Lebohang Building Floors 7-12	R1,302	R1,205	22 Feb 06	11 Nov 06	93%	100%
Bloemfontein Lebohang Building - New Roof over lift machine room	R874	R0	28 Nov06	28 Feb 07	0%	0% Re- appoint the Contractor
Bloemfontein Lebohang - Upgrading office for DDG	R540	R573	18 Oct 06	15 Dec 06	100%	100%
Bloemfontein Medfontein 4 <sup>th</sup> floor	R694	R653	1 Aug 06	30 Nov 06	68%	100%
Bloemfontein FS House - Excl paintwork	R829	R302	8 Sep 06	28 Feb 07	36%	100%
Bloemfontein Medfontein Lifts	R1,424	R0	1 Nov 06	1 Jun 07	0%	0% To start in April 2007
Bethlehem: Sederhouse	R 5,250	R11,626	1 Apr 06	31 Mar 07	98%	Retaining wall & landscaping to be done