

<b>Total</b>	<b>17</b>	<b>5</b>	<b>-</b>	<b>-</b>	<b>19</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>42</b>
<b>Employees with Disabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

*Table 3.6.6 Disciplinary action for the period 1 April 2016 to 31 March 2017*

Disciplinary action	Male				Female				Total
	African	Coloured	Indian	White	African	Coloured	Indian	White	
Cases Finalised	5	-	-	-	-	-	-	-	5

*Table 3.6.7 Skills development for the period 1 April 2016 to 31 March 2017*

Occupational category	Male				Female				Total
	African	Coloured	Indian	White	African	Coloured	Indian	White	
Legislators, senior and managers	5	1	-	4	7	1	-	-	18
Professionals	2	-	-	-	1	1	-	-	4
Technicians and associate professionals	21	5	1	-	26	12	-	-	65
Clerks	-	-	-	-	1	-	-	-	1
Service and sales workers	-	-	-	-	-	-	-	-	-
Skilled agriculture and fishery workers	-	-	-	-	-	-	-	-	-
Craft and related trades workers	-	-	-	-	-	-	-	-	-
Plant and machine operators and assemblers	-	-	-	-	-	-	-	-	-
Elementary occupations	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>29</b>	<b>6</b>	<b>1</b>	<b>4</b>	<b>35</b>	<b>14</b>	<b>-</b>	<b>-</b>	<b>89</b>
<b>Employees with disabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1</b>

### 3.7. Signing of Performance Agreements by SMS Members

**Table 3.7.1 Signing of Performance Agreements by SMS members as on 31 May 2016**

SMS Level	Total number of funded SMS posts	Total number of SMS members	Total number of signed performance agreements	Signed performance agreements as % of total number of SMS members
Director-General/ Head of Department	-	-	-	-
Salary Level 16	1	1	-	-
Salary Level 15	2	1	-	-
Salary Level 14	7	7	6	85.7
Salary Level 13	19	18	17	94.4
<b>Total</b>	<b>29</b>	<b>27</b>	<b>23</b>	<b>85.2</b>

**Table 3.7.2 Reasons for not having concluded Performance agreements for all SMS members as on 31 March 2017**

Reasons
Non submission by SMS members

**Table 3.7.3 Disciplinary steps taken against SMS members for not having concluded Performance agreements as on 31 March 2017**

Reasons
None, the matter was referred to the Acting HOD.

### 3.8. Performance Rewards

To encourage good performance, the department has granted the following performance rewards during the year under review. The information is presented in terms of race, gender, disability, salary bands and critical occupations (see definition in notes below).

**Table 3.8.1 Performance Rewards by race, gender and disability for the period 1 April 2016 to 31 March 2017**

Race and Gender	Beneficiary Profile			Cost	
	Number of beneficiaries	Number of employees	% of total within group	Cost (R'000)	Average cost per employee
<b>African</b>					
Male	4	102	3.92	56	14
Female	16	136	11.8	286	18
<b>Asian</b>					
Male	-	1	-	-	-
Female	-	1	-	-	-

Race and Gender	Beneficiary Profile			Cost	
	Number of beneficiaries	Number of employees	% of total within group	Cost (R'000)	Average cost per employee
<b>Coloured</b>					
Male	3	27	11.1	53	18
Female	3	52	5.76	28	9
<b>White</b>					
Male	3	5	60	159	53
Female	-	10	-	-	-
<b>Total</b>	<b>29</b>	<b>334</b>	<b>8.68</b>	<b>583</b>	<b>20</b>

*Table 3.8.2 Performance Rewards by salary band for personnel below Senior Management Service for the period 1 April 2016 to 31 March 2017*

Salary band	Beneficiary Profile			Cost		Total cost as a % of the total personnel expenditure
	Number of beneficiaries	Number of employees	% of total within salary bands	Total Cost (R'000)	Average cost per employee	
<b>Lower Skilled (Levels 1-2)</b>	-	6	-	-	-	-
Skilled (level 3-5)	3	41	7.32	20	7	0.01
Highly skilled production (level 6-8)	10	102	9.80	118	12	0.07
Highly skilled supervision (level 9-12)	11	158	6.96	195	18	0.12
<b>Total</b>	<b>24</b>	<b>307</b>	<b>7.82</b>	<b>333</b>	<b>14</b>	<b>0.20</b>

**Table 3.8.3 Performance Rewards by critical occupation for the period 1 April 2016 to 31 March 2017**

Critical occupation	Beneficiary Profile			Cost	
	Number of beneficiaries	Number of employees	% of total within occupation	Total Cost (R'000)	Average cost per employee
Administrative Related	-	49	-	-	-
Client Inform Clerks (Switchb. Receipt. Inform Clerks)	-	1	-	-	-
Communication and Information Related	-	3	-	-	-
Finance and Economics Related	1	58	1.72	18	18
Financial and Related Professionals	19	80	23.8	278	15
Financial Clerks and Credit Controllers	-	34	-	-	-
Food Services Aids and Waiters	-	8	-	-	-
Human Resources & Organisat. Developm. & Related Prof	-	1	-	-	-
Human Resources Clerks	-	3	-	-	-
Human Resources Related	1	19	5.62	16	16
Information Technology Related	-	8	-	-	-
Library Mail and Related Clerks	-	10	-	-	-
Light Vehicle Drivers	-	3	-	-	-
Messengers Porters and Deliverers	-	4	-	-	-
Other Information Technology Personnel	-	4	-	-	-
Other Occupations	-	1	-	-	-
Risk Management and Security Services	-	3	-	-	-
Secretaries & Other Keyboard Operating Clerks	3	25	12	20	6
Senior Managers	5	19	26.3	249	50
<b>Total</b>	<b>29</b>	<b>334</b>	<b>8.68</b>	<b>583</b>	<b>20</b>

**Table 3.8.4 Performance related rewards (cash bonus), by salary band for Senior Management Service for the period 1 April 2016 to 31 March 2017**

Salary band	Beneficiary Profile			Cost		Total cost as a % of the total personnel expenditure
	Number of beneficiaries	Number of employees	% of total within salary bands	Total Cost (R'000)	Average cost per employee	
Band A	4	18	22.2	191	48	0.12
Band B	1	7	14.3	58	58	0.04
Band C	-	1	-	-	-	
Band D	-	1	-	-	-	
<b>Total</b>	<b>5</b>	<b>27</b>	<b>18.5</b>	<b>249</b>	<b>50</b>	<b>0.15</b>

### 3.9. Foreign Workers

*Table 3.9.1 Foreign workers by salary band for the period 1 April 2016 and 31 March 2017*

Salary band	01 April 2016		31 March 2017		Change	
	Number	% of total	Number	% of total	Number	% Change
Lower skilled	-	-	-	-	-	-
Highly skilled production (Lev. 6-8)	-	-	-	-	-	-
Highly skilled supervision (Lev. 9-12)	-	-	-	-	-	-
Contract (level 9-12)	-	-	-	-	-	-
Contract (level 13-16)	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-

*Table 3.9.2 Foreign workers by major occupation for the period 1 April 2016 and 31 March 2017*

Major occupation	01 April 2016		31 March 2017		Change	
	Number	% of total	Number	% of total	Number	% Change
	-	-	-	-	-	-
	-	-	-	-	-	-

### 3.10. Leave utilisation

The Public Service Commission identified the need for careful monitoring of sick leave within the public service. The following tables provide an indication of the use of sick leave and disability leave. In both cases, the estimated cost of the leave is also provided.

*Table 3.10.1 Sick leave for the period 1 January 2016 to 31 December 2016*

Salary band	Total days	% Days with Medical certification	Number of Employees using sick leave	% of total employees using sick leave	Average days per employee	Estimated Cost (R'000)
Lower Skills (Level 1-2)	5	40	3	0.96	1.67	1
Skilled (levels 3-5)	363	123.6	41	13.2	14.8	260
Highly skilled production (levels 6-8)	947	113.8	112	36.0	13.6	1,185
Highly skilled supervision (levels 9 -12)	1,072	93.9	137	44.1	11.9	2,360
Top and Senior management (levels 13-16)	144	84.4	18	5.78	12.9	513
<b>Total</b>	<b>2,531</b>	<b>50.7</b>	<b>311</b>	<b>100</b>	<b>8.14</b>	<b>4,320</b>

*Table 3.10.2 Disability leave (temporary and permanent) for the period 1 January 2016 to 31 December 2016*

Salary band	Total days	% Days with Medical certification	Number of Employees using disability leave	% of total employees using disability leave	Average days per employee	Estimated Cost (R'000)
Lower skilled (Levels 1-2)	-	-	-	-	-	-
Skilled (Levels 3-5)	-	-	-	-	-	-
Highly skilled production (Levels 6-8)	46	100	2	66.7	23	70
Highly skilled supervision (Levels 9-12)	60	100	1	33.3	60	170
Senior management (Levels 13-16)	-	-	-	-	-	-
<b>Total</b>	<b>106</b>	<b>100</b>	<b>3</b>	<b>100</b>	<b>35.33</b>	<b>240</b>



The table below summarises the utilisation of annual leave. The wage agreement concluded with trade unions in the PSCBC in 2000 requires management of annual leave to prevent high levels of accrued leave being paid at the time of termination of service.

*Table 3.10.3 Annual Leave for the period 1 January 2016 to 31 December 2016*

Salary band	Total days taken	Number of Employees using annual leave	Average per employee
Lower skilled (Levels 1-2) <b>INTERNS</b>	26	5	5.2
Skilled Levels 3-5)	943	56	28.1
Highly skilled production (Levels 6-8)	2,484	135	29.3
Highly skilled supervision (Levels 9-12)	3,522	162	35.9
Senior management (Levels 13-16)	574	28	31.3
<b>Total</b>	<b>7,549</b>	<b>386</b>	<b>19.5</b>

*Table 3.10.4 Capped leave for the period 1 January 2016 to 31 December 2016*

Salary band	Total days of capped leave taken	Number of Employees using capped leave	Average number of days taken per employee	Average capped leave per employee as on 31 March 2017
Lower skilled (Levels 1-2)	-	-	-	-
Skilled Levels 3-5)	1	1	1	18.3
Highly skilled production (Levels 6-8)	1	1	1	16.2
Highly skilled supervision (Levels 9-12)	29	3	9.67	25.5
Senior management (Levels 13-16)	-	-	-	-
<b>Total</b>	<b>31</b>	<b>5</b>	<b>6.2</b>	<b>20.0</b>

The following table summarise payments made to employees as a result of leave that was not taken.

*Table 3.10.5 Leave payouts for the period 1 April 2016 and 31 March 2017*

Reason	Total amount (R'000)	Number of employees	Average per employee (R'000)
Leave payout for 20XX/YY due to non-utilisation of leave for the previous cycle	-	-	-
Capped leave payouts on termination of service for 2016/17	175	12	14, 598
Current leave payout on termination of service for 2016/17	137	7	19,545



<b>Total</b>	<b>312</b>	<b>19</b>	<b>16, 421</b>
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### 3.11. HIV/AIDS & Health Promotion Programmes

Table 3.11.1 Steps taken to reduce the risk of occupational exposure

Units/categories of employees identified to be at high risk of contracting HIV & related diseases (if any)	Key steps taken to reduce the risk
Non	N/A

Table 3.11.2 Details of Health Promotion and HIV/AIDS Programmes (tick the applicable boxes and provide the required information)

Question	Yes	No	Details, if yes
1. Has the department designated a member of the SMS to implement the provisions contained in Part VI E of Chapter 1 of the Public Service Regulations, 2001? If so, provide her/his name and position.	✓		Ms. M. L. Mooki
2. Does the department have a dedicated unit or has it designated specific staff members to promote the health and well-being of your employees? If so, indicate the number of employees who are involved in this task and the annual budget that is available for this purpose.	✓		2 employees designated  R239 000
3. Has the department introduced an Employee Assistance or Health Promotion Programme for your employees? If so, indicate the key elements/services of this Programme.	✓		EAP Service provider appointed  HIV/AIDs Counselling and Testing <b>PMTCT</b> <b>Pregnancy related,</b> BP, Diabetes, STI's Importance of Safe sex  <b>Health screening</b> : Blood Pressure, Blood Glucose, Cholesterol, BMI, Head & neck massage  <b>Information sessions on</b>  Hypertension, Diabetes, Stroke, Cardiovascular diseases, Stress and Depression Cancers: Cervical, Breast, Prostate: Self Breast Examination demonstrations and feedback Pap smear conducted Breast examination conducted  Financial wellness, conducted by NCR

			<p><b>Health promotion pamphlets disseminated, i.e</b></p> <p>How to deal with Stress Hepatitis A, B C, E Chronic Fatigue Syndrome Importance of hand washing Tuberculosis, Importance of taking Influenza vaccination</p>
4. Has the department established (a) committee(s) as contemplated in Part VI E.5 (e) of Chapter 1 of the Public Service Regulations, 2001? If so, please provide the names of the members of the committee and the stakeholder(s) that they represent.	✓		<p>Health and Safety Representative Committee</p> <p>Caroline January Michelle Cloete Priscilla Selloane Palesa Molelekwa Nthabiseng Khonkhobe Waldet Jones Boitumelo Seekoie Lebogang Mokae Linda Van Neel Louretta Stock Lolo Pharasi Patience Raadt Garth Corns</p>
5. Has the department reviewed its employment policies and practices to ensure that these do not unfairly discriminate against employees on the basis of their HIV status? If so, list the employment policies/practices so reviewed.	✓		<p>HIV/AIDs, TB and STI's Policy Health and Productivity policy Employee Health and Wellness policy SHERQ policy Recruitment and Selection policy</p>
6. Has the department introduced measures to protect HIV-positive employees or those perceived to be HIV-positive from discrimination? If so, list the key elements of these measures.	✓		<p>HIV/AIDs, TB and Policy Awareness programs Outsourced HCT</p>
7. Does the department encourage its employees to undergo Voluntary Counselling and Testing? If so, list the results that you have achieved.	✓		<p>A total of 50 employees underwent VCT for 16/17 Financial year</p>
8. Has the department developed measures/indicators to monitor & evaluate the impact of its health promotion programme? If so, list these measures/indicators.	✓		<p>EHW Monthly, Quarterly and Annual Reports. System monitoring tool</p>

### 3.12. Labour Relations

Table 3.12.1 Collective agreements for the period 1 April 2016 and 31 March 2017

Subject matter	Date

#### Notes

- If there were no agreements, keep the heading and replace the table with the following:

Total number of Collective agreements	None
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The following table summarises the outcome of disciplinary hearings conducted within the department for the year under review.

Table 3.12.2 Misconduct and disciplinary hearings finalised for the period 1 April 2016 and 31 March 2017

Outcomes of disciplinary hearings	Number	% of total
Correctional counselling		
Verbal warning		
Written warning	2	
Final written warning		
Suspended without pay	1	
Fine		
Demotion		
Dismissal		
Not guilty		
Case withdrawn		
<b>Total</b>	<b>3</b>	

#### Notes

- If there were no agreements, keep the heading and replace the table with the following:

Total number of Disciplinary hearings finalised	5
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Table 3.12.3 Types of misconduct addressed at disciplinary hearings for the period 1 April 2016 and 31 March 2017

Type of misconduct	Number	% of total
Misappropriation of funds	1	
Unauthorised use of state vehicle	1	
Damaging state vehicle	2	

Dereliction of duties	1	
<b>Total</b>	<b>5</b>	

*Table 3.12.4 Grievances logged for the period 1 April 2016 and 31 March 2017*

Grievances	Number	% of Total
Number of grievances resolved	2	
Number of grievances not resolved	-	
<b>Total number of grievances lodged</b>	<b>2</b>	

*Table 3.12.5 Disputes logged with Councils for the period 1 April 2016 and 31 March 2017*

Disputes	Number	% of Total
Number of disputes upheld	-	
Number of disputes dismissed	1	
<b>Total number of disputes lodged</b>	<b>6</b>	

*Table 3.12.6 Strike actions for the period 1 April 2016 and 31 March 2017*

<b>Total number of persons working days lost</b>	-
<b>Total costs working days lost</b>	-
<b>Amount recovered as a result of no work no pay (R'000)</b>	-

*Table 3.12.7 Precautionary suspensions for the period 1 April 2016 and 31 March 2017*

<b>Number of people suspended</b>	2
<b>Number of people who's suspension exceeded 30 days</b>	1
<b>Average number of days suspended</b>	5 month
<b>Cost of suspension(R'000)</b>	97, 551

*Table 3.12.1 Collective agreements for the period 1 April 2016 and 31 March 2017*

<b>Total number of Collective agreements</b>	None
--	------

The following table summarises the outcome of disciplinary hearings conducted within the department for the year under review.

*Table 3.12.2 Misconduct and disciplinary hearings finalised for the period 1 April 2016 and 31 March 2017*

Outcomes of disciplinary hearings	Number	% of total
Correctional counselling	-	-
Verbal warning	-	-
Written warning	2	40
Final written warning	-	-

Suspended without pay	1	20
Fine	-	-
Demotion	-	-
Dismissal	-	-
Not guilty	-	-
Case withdrawn	-	-
Resigned as agreement	2	40
<b>Total</b>	<b>5</b>	<b>100</b>

#### Notes

- If there were no agreements, keep the heading and replace the table with the following:

<b>Total number of Disciplinary hearings finalised</b>	<b>5</b>
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*Table 3.12.3 Types of misconduct addressed at disciplinary hearings for the period 1 April 2016 and 31 March 2017*

Type of misconduct	Number	% of total
Misappropriation of funds	1	20
Unauthorised use of state vehicle	1	20
Damaging state vehicle	2	40
Dereliction of duties	1	20
<b>Total</b>	<b>5</b>	<b>100</b>

*Table 3.12.4 Grievances logged for the period 1 April 2016 and 31 March 2017*

Grievances	Number	% of Total
Number of grievances resolved	2	100
Number of grievances not resolved	-	-
<b>Total number of grievances lodged</b>	<b>2</b>	<b>100</b>

*Table 3.12.5 Disputes logged with Councils for the period 1 April 2016 and 31 March 2017*

Disputes	Number	% of Total
Number of disputes upheld	-	
Number of disputes dismissed	1	
<b>Total number of disputes lodged</b>	<b>6</b>	

*Table 3.12.6 Strike actions for the period 1 April 2016 and 31 March 2017*

<b>Total number of persons working days lost</b>	-
<b>Total costs working days lost</b>	-
<b>Amount recovered as a result of no work no pay (R'000)</b>	-

Table 3.12.7 Precautionary suspensions for the period 1 April 2016 and 31 March 2017

<b>Number of people suspended</b>	2
<b>Number of people who's suspension exceeded 30 days</b>	1
<b>Average number of days suspended</b>	5 months
<b>Cost of suspension(R'000)</b>	97,551

### 3.13. Skills development

This section highlights the efforts of the department with regard to skills development.

*Table 3.13.1 Training needs identified for the period 1 April 2016 and 31 March 2017*

Occupational category	Gender	Number of employees as at 1 April 20YY	Training needs identified at start of the reporting period			
			Learner ships	Skills Programmes & other short courses	Other forms of training	Total
Legislators, senior officials and managers	Female	11		Leadership and Good Governance/ COBIT5/Disability Management		
	Male	13				
Professionals	Female	60		COBIT5/ITIL/Advanced Excel/Project Management/CIP/Disability Management/ Demand Management/ Dashboard/ Government Media/CMDP/Annual Financial Statement/Demand Management/ Basic Principals of Risk Management		
	Male	38				
Technicians and associate professionals	Female	20		Persal/Advanced Excel/Project Management/CIP/Disability Management/ Internal Audit Technician		
	Male	20				
Clerks	Female	4		CIP/Excellent Customer Service for Frontline Staff.		
	Male	4				
Service and sales workers	Female					
	Male					
Skilled agriculture and fishery workers	Female					
	Male					
Craft and related trades workers	Female					
	Male					
Plant and machine operators and assemblers	Female					
	Male					
Elementary occupations	Female					
	Male					
Sub Total	Female					
	Male					
<b>Total</b>		<b>170</b>				



**Table 3.13.2 Training provided for the period 1 April 2016 and 31 March 2017**

Occupational category	Gender	Number of employees as at 1 April 2016	Training provided within the reporting period			Total
			Learner ships	Skills Programmes & other short courses	Other forms of training	
Legislators, senior officials and managers	Female	8		Leadership and Good Governance/ COBIT5/Disability Management		18
	Male	11				
Professionals	Female	11		COBIT5/ITIL/Advanced Excel/Project Management/CIP/Disability Management/ Demand Management/ Dashboard/ Government Media/CMDP/Annual Financial Statement/Demand Management/ Basic Principals of Risk Management		20
	Male	19				
Technicians and associate professionals	Female	12		Persal/Advanced Excel/Project Management/CIP/Disability Management/ Internal Audit Technician		23
	Male	11				
Clerks	Female	7		CIP/Excellent Customer Service for Frontline Staff/ PERSAL		14
	Male	7				
Sub Total	Female					
	Male					
<b>Total</b>		<b>86</b>				<b>86</b>

### 3.14. Injury on duty

The following tables provide basic information on injury on duty.

**Table 3.14.1 Injury on duty for the period 1 April 2016 and 31 March 2017**

Nature of injury on duty	Number	% of total
Required basic medical attention only	5	71.4
Temporary Total Disablement	1	14.3
Permanent Disablement	-	-
Fatal	1	14.3
<b>Total</b>	<b>7</b>	

## PART E: FINANCIAL INFORMATION

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## **1. REPORT OF THE AUDITOR GENERAL**

This is the auditor's report as issued by AGSA.

# Report of the auditor-general to the Northern Cape Provincial Legislature on vote no. 8: Provincial Treasury

## Report on the audit of the financial statements

### Opinion

1. I have audited the financial statements of the Provincial Treasury set out on pages X to X, which comprise the appropriation statement, the statement of financial position as at 31 March 2017, and the statement of financial performance, statement of changes in net assets and cash flow statement for the year then ended, as well as the notes to the financial statements, including a summary of significant accounting policies.
2. In my opinion, the financial statements present fairly, in all material respects, the financial position of the Provincial Treasury as at 31 March 2017, and its financial performance and cash flows for the year then ended in accordance with the Modified Cash Standard (MCS) prescribed by National Treasury and the requirements of the Public Finance Management Act of South Africa, 1999 (Act No. 1 of 1999) (PFMA).

### Basis for opinion

3. I conducted my audit in accordance with the International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the auditor-general's responsibilities for the audit of the financial statements section of my report.
4. I am independent of the department in accordance with the International Ethics Standards Board for Accountants' *Code of ethics for professional accountants* (IESBA code) together with the ethical requirements that are relevant to my audit in South Africa. I have fulfilled my other ethical responsibilities in accordance with these requirements and the IESBA code.
5. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### Emphasis of matter

6. I draw attention to the matter below. My opinion is not modified in respect of this matter.

### Material underspending of the budget

7. As disclosed in the appropriation statement, the department has materially underspent the budget on administration, sustainable resources, asset and liability management, financial governance to the amount of R 37 707 000.

### Other matter

8. I draw attention to the matter below. My opinion is not modified in respect of this matter.

## **Unaudited supplementary schedules**

9. The supplementary information set out on pages **X to X** does not form part of the financial statements and is presented as additional information. I have not audited these schedules and, accordingly, I do not express an opinion thereon.

## **Responsibilities of the accounting officer for the financial statements**

10. The accounting officer is responsible for the preparation and fair presentation of the financial statements in accordance with the MCS prescribed by National Treasury and the requirements of the PFMA and for such internal control as the accounting officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.
11. In preparing the financial statements, the accounting officer is responsible for assessing the Provincial Treasury's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless there is an intention either to liquidate the department or to cease operations, or there is no realistic alternative but to do so.

## **Auditor-general's responsibilities for the audit of the financial statements**

12. My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
13. A further description of my responsibilities for the audit of the financial statements is included in the annexure to the auditor's report.

## **Report on the audit of the annual performance report**

### **Introduction and scope**

14. In accordance with the Public Audit Act of South Africa, 2004 (Act No. 25 of 2004) (PAA) and the general notice issued in terms thereof I have a responsibility to report material findings on the reported performance information against predetermined objectives for selected programmes presented in the annual performance report. I performed procedures to identify findings but not to gather evidence to express assurance.
15. My procedures address the reported performance information, which must be based on the approved performance planning documents of the department. I have not evaluated the completeness and appropriateness of the performance indicators included in the planning documents. My procedures also did not extend to any disclosures or assertions relating to planned performance strategies and information in respect of future periods that may be included as part of the reported performance information. Accordingly, my findings do not extend to these matters.

16. I evaluated the usefulness and reliability of the reported performance information in accordance with the criteria developed from the performance management and reporting framework, as defined in the general notice, for the following selected programmes presented in the annual performance report of the department for the year ended 31 March 2017:

Programmes	Pages in the annual performance report
Programme 2 – Sustainable Resources Management	X – X
Programme 3 – Assets and Liabilities Management	X – X
Programme 4 – Financial Governance	X – X

17. I performed procedures to determine whether the reported performance information was properly presented and whether performance was consistent with the approved performance planning documents. I performed further procedures to determine whether the indicators and related targets were measurable and relevant, and assessed the reliability of the reported performance information to determine whether it was valid, accurate and complete.

18. I did not identify any material findings on the usefulness and reliability of the reported performance information for the following programmes:

- Programme 2 – Sustainable Resources Management
- Programme 3 – Assets and Liabilities Management
- Programme 4 – Financial Governance

### Other matters

19. I draw attention to the matters below.

### Achievement of planned targets

20. Refer to the annual performance report on pages X to X; X to X for information on the achievement of planned targets for the year and explanations provided for the under and overachievement of a significant number of targets.

### Adjustment of material misstatements

21. I identified material misstatements in the annual performance report submitted for auditing. These material misstatements were on the reported performance information of Programme 3 - Assets and Liabilities Management. As management subsequently corrected the misstatements, I did not raise any material findings on the usefulness and reliability of the reported performance information.

## **Report on audit of compliance with legislation**

### **Introduction and scope**

22. In accordance with the PAA and the general notice issued in terms thereof I have a responsibility to report material findings on the compliance of the department with specific matters in key legislation. I performed procedures to identify findings but not to gather evidence to express assurance.
23. I did not identify any instances of material non-compliance with specific matters in key legislation, as set out in the general notice issued in terms of the PAA.

### **Other information**

24. The Provincial Treasury accounting officer is responsible for the other information. The other information comprises the information included in the annual report. The other information does not include the financial statements, the auditor's report thereon and those selected programmes presented in the annual performance report that have been specifically reported on in the auditor's report.
25. My opinion on the financial statements and findings on the reported performance information and compliance with legislation do not cover the other information and I do not express an audit opinion or any form of assurance conclusion thereon.
26. In connection with my audit, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements and the selected programmes presented in the annual performance report, or my knowledge obtained in the audit, or otherwise appears to be materially misstated.
27. I have not yet received the final annual report. When I do receive this information, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance and request that the other information be corrected. If the other information is not corrected I may have to re-issue my auditor's report amended as appropriate.



## Internal control deficiencies

28. I considered internal control relevant to my audit of the statements, reported performance information and compliance with applicable legislation; however, my objective was not to express any form of assurance thereon. I did not identify any significant deficiencies in internal control.

Auditor General.

Kimberley

31 July 2017



AUDITOR-GENERAL  
SOUTH AFRICA

*Auditing to build public confidence.*

## **Annexure – Auditor-general's responsibility for the audit**

1. As part of an audit in accordance with the ISAs, I exercise professional judgement and maintain professional scepticism throughout my audit of the financial statements, and the procedures performed on reported performance information for selected programmes and on the department's compliance with respect to the selected subject matters.

### **Financial statements**

2. In addition to my responsibility for the audit of the financial statements as described in the auditor's report, I also:
  - identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the department's internal control.
  - evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the accounting officer.
  - conclude on the appropriateness of the accounting officer's use of the going concern basis of accounting in the preparation of the financial statements. I also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Provincial Treasury's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial statements. My conclusions are based on the information available to me at the date of the auditor's report. However, future events or conditions may cause a department to cease to continue as a going concern.
  - evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

### **Communication with those charged with governance**

3. I communicate with the accounting officer regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.
4. I also confirm to the accounting officer that I have complied with relevant ethical requirements regarding independence, and communicate all relationships and other

matters that may reasonably be thought to have a bearing on my independence and here applicable, related safeguards.

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

Appropriation per programme									
2016/17							2015/16		
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000
Voted funds and Direct charges									
Programme									
1. <u>ADMINISTRATION SUSTAINABLE</u>	89,571	-	-	89,571	86,138	3,433	96.2%	82,124	81,851
2. <u>RESOURCE ASSETS AND LIABILITIES</u>	59,064	-	-	59,064	47,954	11,110	81.2%	39,493	36,839
3. <u>MANAGEMENT FINANCIAL</u>	70,578	-	-	70,578	50,811	19,767	72.0%	53,813	51,720
4. <u>GOVERNANCE PROVINCIAL</u>	29,954	-	-	29,954	26,557	3,397	88.7%	21,537	20,994
5. <u>INTERNAL AUDIT</u>	32,681	-	-	32,681	31,463	1,218	96.3%	27,403	27,162
Programme sub total	281,848	-	-	281,848	242,923	38,925	86.2%	224,370	218,566
TOTAL	281,848	-	-	281,848	242,923	38,925	86.2%	224,370	218,566
Reconciliation with Statement of Financial Performance									
Add:									
Departmental receipts				38,391				46,173	
Actual amounts per Statement of Financial Performance (Total Revenue)				320,239				270,543	
Add:									
Aid assistance				-					-
Prior year unauthorised expenditure approved without funding				-					-
Actual amounts per Statement of Financial Performance Expenditure					242,923				218,566

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

Appropriation per economic classification									
	2016/17						2015/16		
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000
<b>Current payments</b>	<b>241,800</b>	<b>(1,444)</b>	<b>-</b>	<b>240,356</b>	<b>219,474</b>	<b>20,882</b>	<b>91.3%</b>	<b>210,971</b>	<b>206,364</b>
Compensation of employees	171,674	(4,730)	-	166,944	164,259	2,685	98.4%	150,090	147,582
Salaries and wages	148,711	(2,627)	-	146,084	144,036	2,048	98.6%	131,360	129,069
Social contributions	22,963	(2,103)	-	20,860	20,223	637	96.9%	18,730	18,513
Goods and services	70,060	3,286	-	73,346	55,198	18,148	75.3%	60,866	58,775
Administrative fees	704	153	-	857	839	18	97.9%	690	685
Advertising	850	(350)	-	500	351	149	70.2%	1,467	1,378
Minor assets	1,460	(198)	-	1,262	756	506	59.9%	1,051	863
Audit costs: External	3,127	(63)	-	3,064	2,750	314	89.8%	3,061	3,061
Bursaries: Employees	299	(48)	-	251	251	-	100.0%	400	400
Catering: Departmental activities	1,450	(175)	-	1,275	994	281	78.0%	883	696
Communication (G&S)	2,071	1,780	-	3,851	3,666	185	95.2%	2,887	2,853
Computer services	2,403	122	-	2,525	2,525	-	100.0%	3,034	2,980
Consultants: Business and advisory services	11,538	1,448	-	12,986	3,756	9,230	28.8%	8,323	8,323
Legal services	132	(15)	-	117	117	-	100.0%	124	124
Contractors	52	112	-	164	151	13	92.1%	165	165
Entertainment	117	(71)	-	46	4	42	8.7%	39	16
Fleet services (including government motor transport)	1,084	287	-	1,371	1,366	5	99.6%	839	839
Consumable supplies	1,349	110	-	1,459	1,184	275	81.2%	1,737	1,390
Consumable: Stationery, printing and office supplies	1,753	(245)	-	1,508	911	597	60.4%	1,552	1,297



**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

Appropriation per economic classification									
	2016/17						2015/16		
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000
<b>Payments for capital assets</b>	<b>6,996</b>	<b>1,299</b>	-	<b>8,295</b>	<b>6,384</b>	<b>1,911</b>	<b>77.0%</b>	<b>7,231</b>	<b>6,176</b>
Machinery and equipment	6,796	1,302	-	8,098	6,214	1,884	76.7%	6,785	5,787
Transport equipment	987	16	-	1,003	1,003	-	-	-	-
Other machinery and equipment	5,809	1,286	-	7,095	5,211	1,884	73.4%	6,785	5,787
Software and other intangible assets	200	(3)	-	197	170	27	86.3%	446	389
<b>Payment for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4</b>	<b>4</b>
	<b>281,848</b>	<b>-</b>	<b>-</b>	<b>281,848</b>	<b>242,923</b>	<b>38,925</b>	<b>86.2%</b>	<b>224,370</b>	<b>218,566</b>



**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 1: ADMINISTRATION</b>							
<b>2016/17</b>						<b>2015/16</b>	
<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>
<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>
12,392	-	-	12,392	11,979	413	96.7%	9,485
3,667	(961)	-	2,706	2,706	-	100.0%	2,264
25,265	(3,562)	-	21,703	21,611	92	99.6%	22,447
22,514	(604)	-	21,910	21,509	401	98.2%	21,500
25,733	5,127	-	30,860	28,333	2,527	91.8%	26,428
<b>89,571</b>	<b>-</b>	<b>-</b>	<b>89,571</b>	<b>86,138</b>	<b>3,433</b>	<b>96.2%</b>	<b>82,124</b>
							<b>81,851</b>
<b>Sub programme</b> <b>OFFICE OF THE MEC</b> 1. <b>MANAGEMENT SERVICES</b> 2. <b>CORPORATE SERVICES</b> 3. <b>FINANCIAL MANAGEMENT</b> 4. <b>SECURITY AND RECORDS</b> 5. <b>MANAGEMENT</b>							

<b>Programme 1: ADMINISTRATION</b>							
<b>2016/17</b>						<b>2015/16</b>	
<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>
<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>
86,594	(525)	-	86,069	82,789	3,280	96.2%	78,102
49,543	(2,813)	-	46,730	46,730	-	100.0%	43,014
41,784	(1,266)	-	40,518	40,518	-	100.0%	37,315
							<b>78,080</b>
							<b>43,001</b>
							<b>37,302</b>
<b>Economic classification</b> <b>Current payments</b> Compensation of employees Salaries and wages							

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

	2016/17						2015/16	
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000
<b>Programme 1: ADMINISTRATION</b>								
Social contributions	7,759	(1,547)	-	6,212	6,212	-	100.0%	5,699
Goods and services	37,051	2,288	-	39,339	36,059	3,280	91.7%	35,088
Administrative fees	220	47	-	267	267	-	100.0%	174
Advertising	643	(356)	-	287	252	35	87.8%	1,305
Minor assets	387	(212)	-	175	110	65	62.9%	457
Audit costs: External	2,236	54	-	2,290	2,290	-	100.0%	2,577
Bursaries: Employees	299	(48)	-	251	251	-	100.0%	400
Catering: Departmental activities	443	(64)	-	379	260	119	68.6%	258
Communication (G&S)	1,835	1,768	-	3,603	3,501	102	97.2%	2,688
Computer services	2,129	100	-	2,229	2,229	-	100.0%	2,404
Consultants: Business and advisory services	313	115	-	428	428	-	100.0%	261
Legal services	132	(15)	-	117	117	-	100.0%	124
Contractors	52	110	-	162	149	13	92.0%	156
Entertainment	70	(62)	-	8	2	6	25.0%	5
Fleet services (including government motor transport)	1,079	257	-	1,336	1,336	-	100.0%	655
Consumable supplies	399	359	-	758	744	14	98.2%	989
Consumable: Stationery, printing and office supplies	593	(169)	-	424	276	148	65.1%	493
Operating leases	12,011	3,176	-	15,187	12,717	2,470	83.7%	11,610
Property payments	6,308	425	-	6,733	6,733	-	100.0%	5,388
Travel and subsistence	5,208	(2,218)	-	2,990	2,798	192	93.6%	2,640

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

	2016/17						2015/16	
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000
<b>Programme 1: ADMINISTRATION</b>								
Training and development	733	(121)	-	612	590	22	96.4%	567
Operating payments	1,569	(743)	-	826	756	70	91.5%	1,701
Venues and facilities	392	(152)	-	240	216	24	90.0%	227
Rental and hiring	-	37	-	37	37	-	100.0%	-
<b>Transfers and subsidies</b>	<b>358</b>	<b>113</b>	<b>-</b>	<b>471</b>	<b>470</b>	<b>1</b>	<b>99.8.0%</b>	<b>1,018</b>
Departmental agencies and accounts	22	(14)	-	8	8	-	100.0%	8
Departmental agencies (non-business entities)	22	(14)	-	8	8	-	100.0%	8
Non-profit Institutions	74	(8)	-	66	66	-	100.0%	-
Households	262	135	-	397	396	1	99.7%	948
Social benefits	-	131	-	131	131	-	100.0%	747
Other transfers to households	262	4	-	266	265	1	99.6%	201
<b>Payments for capital assets</b>	<b>2,619</b>	<b>412</b>	<b>-</b>	<b>3,031</b>	<b>2,879</b>	<b>152</b>	<b>95.0%</b>	<b>3,000</b>
Machinery and equipment	2,443	414	-	2,857	2,732	125	95.6%	2,943
Transport equipment	987	16	-	1,003	1,003	-	100%	-
Other machinery and equipment	1,456	398	-	1,854	1,729	125	93.3%	2,943
Software and other intangible assets	176	(2)	-	174	147	27	84.5%	57
<b>Payment for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4</b>
	<b>89,571</b>	<b>-</b>	<b>-</b>	<b>89,571</b>	<b>86,138</b>	<b>3,433</b>	<b>96.1%</b>	<b>82,124</b>
								<b>81,851</b>

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 2: SUSTAINABLE RESOURCES</b>									
<b>2016/17</b>					<b>2015/16</b>				
	<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>	<b>R'000</b>
<b>Sub programme</b>									
1. <b>PROGRAMME SUPPORT</b>	1,986	120	-	2,106	2,066	40	98.1%	2,134	2,103
2. <b>ECONOMIC ANALYSIS</b>	5,765	(120)	-	5,645	5,354	291	94.8%	4,803	4,803
3. <b>FISCAL POLICY</b>	10,854	-	-	10,854	6,466	4,388	59.6%	4,889	4,889
4. <b>BUDGET MANAGEMENT</b>	11,802	-	-	11,802	8,835	2,967	74.9%	10,659	8,111
5. <b>MUNICIPAL FINANCE</b>	28,657	-	-	28,657	25,233	3,424	88.1%	17,008	16,933
	<b>59,064</b>	<b>-</b>	<b>-</b>	<b>59,064</b>	<b>47,954</b>	<b>11,110</b>	<b>81.2%</b>	<b>39,493</b>	<b>36,839</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>52,709</b>	<b>(347)</b>	-	<b>52,362</b>	<b>42,137</b>	<b>10,225</b>	<b>80.5%</b>	<b>37,947</b>	<b>35,878</b>
Compensation of employees	40,115	-	-	40,115	39,027	1,088	97.3%	33,630	32,847
Salaries and wages	34,781	467	-	35,248	34,214	1,034	97.1%	29,291	28,677
Social contributions	5,334	(467)	-	4,867	4,813	54	98.9%	4,339	4,170
Goods and services	12,594	(347)	-	12,247	3,110	9,137	25.4%	4,317	3,031
Administrative fees	73	71	-	144	131	13	91.0%	105	100
Advertising	103	6	-	109	53	56	48.6%	80	-
Minor assets	169	118	-	287	147	140	51.2%	244	107
Catering: Departmental activities	147	(2)	-	145	52	93	35.9%	109	41
Communication (G&S)	-	10	-	10	10	-	100.0%	158	158
Computer services	138	16	-	154	154	-	100.0%	147	147

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 2: SUSTAINABLE RESOURCES</b>									
<b>2016/17</b>					<b>2015/16</b>				
<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	
<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>
Consultants: Business and advisory services	(43)	-	7,357	-	7,357	-	-	-	-
Contractors	-	-	-	-	-	-	4	4	4
Entertainment	(3)	-	6	2	4	33.3%	10	10	10
Consumable supplies	(228)	-	121	62	59	51.2%	392	392	64
Consumable: Stationery, printing and office supplies	(29)	-	255	103	152	40.4%	241	241	93
Travel and subsistence	(192)	-	2,907	1,956	951	67.3%	1,943	1,943	1,656
Training and development	(17)	-	8	3	5	37.5%	-	-	-
Operating payments	(39)	-	599	327	272	54.6%	711	517	517
Venues and facilities	(15)	-	145	110	35	75.9%	173	134	134
Transfers and subsidies	-	-	5,000	5,000	-	100.0%	10	10	10
Provinces and municipalities	-	-	5,000	5,000	-	100.0%	-	-	-
Municipalities	-	-	5,000	5,000	-	100.0%	-	-	-
Municipal agencies and funds	-	-	5,000	5,000	-	100.0%	-	-	-
Households	-	-	-	-	-	-	10	10	10
Social benefits	-	-	-	-	-	-	10	10	10
Payments for capital assets	347	-	1,702	817	885	48.0%	1,536	951	951
Machinery and equipment	347	-	1,702	817	885	48.0%	1,536	951	951
Other machinery and equipment	347	-	1,702	817	885	48.0%	1,536	951	951
<b>59,064</b>	<b>-</b>	<b>-</b>	<b>59,064</b>	<b>47,954</b>	<b>11,110</b>	<b>81.2%</b>	<b>39,493</b>	<b>36,839</b>	<b>36,839</b>

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 3: ASSETS AND LIABILITIES MANAGEMENT</b>									
<b>2016/17</b>					<b>2015/16</b>				
<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	
<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>
<b>Sub programme</b>									
1. <b>PROGRAMME SUPPORT</b>			1,645				1,645	1,255	1,490
2. <b>ASSET MANAGEMENT</b>			38,971	-			38,971	22,275	18,140
3. <b>SUPPORT AND INTERLINKED FINANCIAL SYSTEMS</b>			18,804	-			18,804	16,861	22,144
4. <b>PUBLIC PRIVATE PARTNERSHIP</b>			6,556	-			6,556	6,208	6,023
5. <b>BANKING AND CASHFLOW MANAGEMENT</b>			4,602	-			4,602	4,212	3,923
			<b>70,578</b>	<b>-</b>			<b>70,578</b>	<b>50,811</b>	<b>51,720</b>
								<b>19,767</b>	<b>72.0%</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>45,420</b>	<b>(102)</b>					<b>45,318</b>	<b>40,935</b>	<b>47,003</b>
Compensation of employees	34,264	(33)					34,231	33,651	32,861
Salaries and wages	30,570	(218)					30,352	29,865	29,217
Social contributions	3,694	185					3,879	3,786	3,644
Goods and services	11,090	(69)					11,021	7,267	14,127
Administrative fees	193	90					283	278	236
Advertising	104	-					104	46	73
Minor assets	629	(200)					429	265	167
Catering: Departmental activities	109	54					163	103	108
Communication (G&S)	194	(1)					193	152	28
Computer services	-	-					-	-	6
Consultants: Business and advisory services	3,825	(14)					3,811	3,003	345
								808	8,062
									<b>45,068</b>
									<b>31,370</b>
									<b>27,774</b>
									<b>3,596</b>
									<b>13,691</b>
									<b>236</b>
									<b>73</b>
									<b>147</b>
									<b>48</b>
									<b>6</b>
									<b>345</b>
									<b>8,062</b>

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 3: ASSETS AND LIABILITIES MANAGEMENT</b>									
	2016/17					2015/16			
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000
Contractors	-	-	-	-	-	-	-	5	5
Entertainment	28	(1)	-	27	-	27	-	19	1
Fleet services (including government motor transport)	5	26	-	31	26	5	83.9%	184	184
Consumable supplies	454	6	-	460	292	168	63.5%	225	206
Consumable: Stationery, printing and office supplies	430	-	-	430	147	283	34.2%	369	323
Travel and subsistence	4,687	(138)	-	4,549	2,616	1,933	57.5%	3,693	3,534
Training and development	115	75	-	190	163	27	85.8%	149	144
Operating payments	239	6	-	245	124	121	50.6%	365	328
Venues and facilities	78	28	-	106	52	54	49.1%	59	49
Interest and rent on land	66	-	-	66	17	49	25.8%	15	7
Interest (Incl. interest on unitary payments (PPP))	66	-	-	66	17	49	25.8%	15	7
<b>Transfers and subsidies</b>	<b>23,230</b>	<b>32</b>	-	<b>23,262</b>	<b>8,295</b>	<b>14,967</b>	<b>35.7%</b>	<b>5,123</b>	<b>5,043</b>
Provinces and municipalities	23,195	-	-	23,195	8,228	14,967	35.5%	4,789	4,709
Municipalities	23,195	-	-	23,195	8,228	14,967	35.5%	4,789	4,709
Municipal bank accounts	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	23,195	-	-	23,195	8,228	14,967	35.5%	4,789	4,709
Households	35	32	-	67	67	-	100.0%	334	334
Social benefits	35	32	-	67	67	-	100.0%	334	334
<b>Payments for capital assets</b>	<b>1,928</b>	<b>70</b>	-	<b>1,998</b>	<b>1,581</b>	<b>417</b>	<b>79.1%</b>	<b>1,687</b>	<b>1,609</b>
Machinery and equipment	1,904	71	-	1,975	1,558	417	78.9%	1,317	1,239
Transport equipment	-	-	-	-	-	-	-	-	-



**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 3: ASSETS AND LIABILITIES MANAGEMENT</b>									
<b>2016/17</b>					<b>2015/16</b>				
	<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>	<b>R'000</b>
Other machinery and equipment	1,904	71	-	1,975	1,558	417	78.9%	1,317	1,239
Software and other intangible assets	24	(1)	-	23	23	-	100.0%	370	370
Payment for financial assets	-	-	-	-	-	-	-	-	-
	<b>70,578</b>	<b>-</b>	<b>-</b>	<b>70,578</b>	<b>50,811</b>	<b>19,767</b>	<b>72.0%</b>	<b>53,813</b>	<b>51,720</b>

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

Programme 4: FINANCIAL GOVERNANCE									
2016/17					2015/16				
Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure	
R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000	
<b>Sub programme</b>									
1. <u>PROGRAMME SUPPORT</u>	1,644	33	1,677	1,677	-	100.0%	1,860	1,609	
2. <u>ACCOUNTING SERVICES</u>	10,511	-	10,511	8,818	1,693	83.9%	8,358	8,358	
3. <u>NORMS AND STANDARDS</u>	7,245	(33)	7,212	6,901	311	95.7%	5,788	5,759	
4. <u>RISK MANAGEMENT</u>	10,554	-	10,554	9,161	1,393	86.8%	5,531	5,268	
	29,954	-	29,954	26,557	3,397	88.7%	21,537	20,994	
<b>Economic classification</b>									
<b>Current payments</b>	25,085	(411)	24,674	22,745	1,929	92.2%	20,936	20,397	
Compensation of employees	19,419	(255)	19,164	18,147	1,017	94.7%	16,431	16,210	
Salaries and wages	16,669	(215)	16,454	15,927	527	96.8%	14,320	14,099	
Social contributions	2,750	(40)	2,710	2,220	490	81.9%	2,111	2,111	
Goods and services	5,666	(156)	5,510	4,598	912	83.4%	4,505	4,187	
Administrative fees	39	48	87	87	-	100.0%	82	82	
Minor assets	155	4	159	22	137	13.8%	76	54	
Audit costs: External	891	(117)	774	460	314	59.4%	484	484	
Catering: Departmental activities	390	(15)	375	366	9	97.6%	249	190	
Communication (G&S)	42	-	42	-	42	-	12	-	
Contractors	-	2	2	2	-	100.0%	-	-	
Entertainment	5	-	5	-	5	-	5	-	
Consumable supplies	56	(9)	47	13	34	27.7%	53	53	

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 4: FINANCIAL GOVERNANCE</b>									
	<b>2016/17</b>					<b>2015/16</b>			
	<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>	<b>R'000</b>
Consumable: Stationery, printing and office supplies	244	(6)	-	238	224	14	94.1%	269	227
Travel and subsistence	2,484	(412)	-	2,072	1,811	261	87.4%	1,778	1,684
Training and development	573	453	-	1,026	1,026	-	100.0%	1,076	1,041
Operating payments	166	12	-	178	126	52	70.8%	86	86
Venues and facilities	621	(118)	-	503	459	44	91.3%	320	286
Rental and hiring	-	2	-	2	2	-	100.0%	-	-
<b>Transfers and subsidies</b>	<b>4,464</b>	<b>-</b>	<b>-</b>	<b>4,464</b>	<b>3,300</b>	<b>1,164</b>	<b>73.9%</b>	<b>6</b>	<b>6</b>
Provinces and municipalities	4,464	-	-	4,464	3,300	1,164	73.9%	-	-
Municipalities	4,464	-	-	4,464	3,300	1,164	73.9%	-	-
Municipal bank accounts	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	4,464	-	-	4,464	3,300	1,164	73.9%	-	-
Households	-	-	-	-	-	-	-	6	6
Social benefits	-	-	-	-	-	-	-	6	6
<b>Payments for capital assets</b>	<b>405</b>	<b>411</b>	<b>-</b>	<b>816</b>	<b>512</b>	<b>304</b>	<b>62.7%</b>	<b>595</b>	<b>591</b>
Machinery and equipment	405	411	-	816	512	304	62.7%	595	591
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	405	411	-	816	512	304	62.7%	595	591
	<b>29,954</b>	<b>-</b>	<b>-</b>	<b>29,954</b>	<b>26,557</b>	<b>3,397</b>	<b>88.7%</b>	<b>21,537</b>	<b>20,994</b>

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

<b>Programme 5: PROVINCIAL INTERNAL AUDIT</b>									
<b>2016/17</b>					<b>2015/16</b>				
	<b>Adjusted Appropriation</b>	<b>Shifting of Funds</b>	<b>Virement</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Expenditure as % of final appropriation</b>	<b>Final Appropriation</b>	<b>Actual Expenditure</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>	<b>R'000</b>
<b>Sub programme</b>									
<b>PROGRAMME SUPPORT</b>									
1. <b>INTERNAL AUDIT (EDUCATION)</b>	7,206	1,695	-	8,901	7,769	1,132	87.3%	4,755	4,537
2. <b>INTERNAL AUDIT (HEALTH)</b>	6,395	(424)	-	5,971	5,962	9	99.8%	5,670	5,670
3. <b>INTERNAL AUDIT (SECTOR DEPARTMENTS)</b>	6,508	(486)	-	6,022	5,945	77	98.7%	6,051	6,028
4. <b>INTERNAL AUDIT (DPW)</b>	6,261	(346)	-	5,915	5,915	-	100.0%	5,223	5,223
5. <b>INTERNAL AUDIT (DPW)</b>	6,311	(439)	-	5,872	5,872	-	100.0%	5,704	5,704
	<b>32,681</b>	<b>-</b>	<b>-</b>	<b>32,681</b>	<b>31,463</b>	<b>1,218</b>	<b>96.3%</b>	<b>27,403</b>	<b>27,162</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>31,992</b>	<b>(59)</b>		<b>31,933</b>	<b>30,868</b>	<b>1,065</b>	<b>96.7%</b>	<b>26,983</b>	<b>26,941</b>
Compensation of employees	28,333	(1,629)		26,704	26,704	-	100.0%	24,154	24,154
Salaries and wages	24,907	(1,395)		23,512	23,512	-	100.0%	21,217	21,217
Social contributions	3,426	(234)		3,192	3,192	-	100.0%	2,937	2,937
Goods and services	3,659	1,570		5,229	4,164	1,065	79.6%	2,829	2,787
Administrative fees	179	(103)		76	76	-	100.0%	93	93
Advertising	-	-		-	-	-	-	-	-
Minor assets	120	92		212	212	-	100.0%	98	98
Catering: Departmental activities	361	(148)		213	213	-	100.0%	159	159
Communication (G&S)	-	3		3	3	-	100.0%	1	1
Computer services	136	6		142	142	-	100.0%	107	84
Consultants: Business and advisory services	-	1,390		1,390	325	1,065	23.4%	-	-

**PROVINCIAL TREASURY**  
**VOTE 8**  
**APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

Programme 5: PROVINCIAL INTERNAL AUDIT									
2016/17						2015/16			
	Adjusted Appropriation	Shifting of Funds	Virement	Final Appropriation	Actual Expenditure	Variance	Expenditure as % of final appropriation	Final Appropriation	Actual Expenditure
	R'000	R'000	R'000	R'000	R'000	R'000	%	R'000	R'000
Entertainment Fleet services (including government motor transport) Consumable supplies Consumable: Stationery, printing and office supplies Travel and subsistence Training and development Operating payments Venues and facilities Transfers and subsidies Households Social benefits Payments for capital assets Machinery and equipment Transport equipment Other machinery and equipment Heritage assets Software and other intangible assets Payment for financial assets	5	(5)	-	-	-	-	-	-	-
	-	4	-	4	4	-	100.0%	-	-
	91	(18)	-	73	73	-	100.0%	78	78
	202	(41)	-	161	161	-	100.0%	180	161
	1,670	(488)	-	1,182	1,182	-	100.0%	1,462	1,462
	510	1,144	-	1,654	1,654	-	100.0%	302	302
	295	(192)	-	103	103	-	100.0%	288	288
	90	(74)	-	16	16	-	100.0%	61	61
	-	-	-	-	-	-	-	7	7
	-	-	-	-	-	-	-	7	7
	-	-	-	-	-	-	-	7	7
	689	59	-	748	595	153	79.5%	413	214
	689	59	-	748	595	153	79.5%	394	195
	-	-	-	-	-	-	-	-	-
	689	59	-	748	595	153	79.5%	394	195
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**PROVINCIAL TREASURY**  
**VOTE 8**  
**NOTES TO THE APPROPRIATION STATEMENT**  
**for the year ended 31 March 2017**

**1 Detail of transfers and subsidies as per Appropriation Act (after Virement):**

Detail of these transactions can be viewed in the note on Transfers and Subsidies and Annexure 1 (A-H) to the Annual Financial Statements.

**2 Detail of specifically and exclusively appropriated amounts voted (after Virement):**  
Detail of these transactions can be viewed in note 1 (Annual Appropriation) to the Annual Financial Statements.

**3 Detail on payments for financial assets**  
Detail of these transactions per programme can be viewed in the note to Payments for financial assets to the Annual Financial Statements.

**4 Explanations of material variances from Amounts Voted (after Virement):**

**4.1 Per programme:**

Final Appropriation	Actual Expenditure	Variance	Variance as a % of Final Approp.
R'000	R'000	R'000	%

Administration	89 571	86 138	3 433	4%
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Explanation of variance: Delays in filling of vacancies and the department was due to relocate to new office premises, the relocation will be finalised in the new financial year.

Final Appropriation	Actual Expenditure	Variance	Variance as a % of Final Approp.
R'000	R'000	R'000	%

Sustainable Resource Management	59 064	47 954	11 110	19%
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Explanation of variance: Delays in the implementation of Health Intervention Project, Municipal Data Cleansing Project and Ubuntu Municipality Intervention Project.

Final Appropriation	Actual Expenditure	Variance	Variance as a % of Final Approp.
R'000	R'000	R'000	%

Asset and Liability Management	70 578	50 811	19 767	28%
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Explanation of variance: Transfers to municipalities were not fully effected and will be transferred in the new financial year.

Final Appropriation	Actual Expenditure	Variance	Variance as a % of Final Approp.
R'000	R'000	R'000	%

Financial Governance	29 954	26 557	3 397	11%
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Explanation of variance: Delays in the implementation of MSCOA and Transfers to municipalities were not fully effected and will be transferred in the new financial year.

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**VOTE 8**  
**NOTES TO THE APPROPRIATION STATEMENT**  
*for the year ended 31 March 2017*

<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Variance as a % of Final Approp.</b>
<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>

Internal Audit	32 681	31 463	1 218	4%
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Explanation of variance: Due to delays in filling of vacant funded posts and equipment procured not yet delivered at year-end. Funds were also committed towards the Shared Internal Audit Service to Public Entities.

**4.2 Per economic classification:**

<b>Final Appropriation</b>	<b>Actual Expenditure</b>	<b>Variance</b>	<b>Variance as a % of Final Approp.</b>
<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>

**Current expenditure**

Compensation of employees	166 944	164 259	2 685	2%
Goods and services	73 346	55 198	18 148	25%
Interest and rent on land	66	17	49	74%

**Transfers and subsidies**

Provinces and municipalities	32 659	16 528	16 131	49%
Departmental agencies and accounts	8	8	-	0%
Higher education institutions	-	-	-	-
Non-profit institutions	66	66	-	0%
Households	464	463	1	0%

**Payments for capital assets**

Machinery and equipment	8 098	6 214	1 884	23%
Software and other intangible assets	197	170	27	14%

**Payments for financial assets**

Explanation of variance: Funds that were underspent from implementation of Certain projects will be requested for roll over as the projects are continuing.

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**STATEMENT OF FINANCIAL PERFORMANCE  
for the year ended 31 March 2017**

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>REVENUE</b>			
Annual appropriation	<u>1</u>	281,848	224,370
Departmental revenue	<u>2</u>	38,391	46,173
<b>TOTAL REVENUE</b>		<b>320,239</b>	<b>270,543</b>
<b>EXPENDITURE</b>			
<b>Current expenditure</b>			
Compensation of employees	<u>3</u>	164,259	147,582
Goods and services	<u>4</u>	55,198	58,775
Interest and rent on land	<u>5</u>	17	7
<b>Total current expenditure</b>		<b>219,474</b>	<b>206,364</b>
<b>Transfers and subsidies</b>			
Transfers and subsidies	<u>7</u>	17,065	6,022
<b>Total transfers and subsidies</b>		<b>17,065</b>	<b>6,022</b>
<b>Expenditure for capital assets</b>			
Tangible assets	<u>8</u>	6,214	5,787
Intangible assets	<u>8</u>	170	389
<b>Total expenditure for capital assets</b>		<b>6,384</b>	<b>6,176</b>
<b>Payments for financial assets</b>	<u>6</u>	-	4
<b>TOTAL EXPENDITURE</b>		<b>242,923</b>	<b>218,566</b>
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		<b>77,316</b>	<b>51,977</b>
<b>Reconciliation of Net Surplus/(Deficit) for the year</b>			
Voted Funds		38,925	5,804
Annual appropriation		38,925	5,804
Departmental revenue and NRF Receipts	<u>12</u>	38,391	46,173
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		<b>77,316</b>	<b>51,977</b>



**PROVINCIAL TREASURY  
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**STATEMENT OF FINANCIAL POSITION  
for the year ended 31 March 2017**

	Note	2016/17 R'000	2015/16 R'000
<b>ASSETS</b>			
<b>Current Assets</b>		<b>41,488</b>	<b>10,010</b>
Cash and cash equivalents	<u>9</u>	41,361	9,011
Prepayments and advances	<u>10</u>	-	7
Receivables	<u>11</u>	127	992
<b>Non-Current Assets</b>		<b>866</b>	<b>392</b>
Receivables	<u>11</u>	866	392
<b>TOTAL ASSETS</b>		<b>42,354</b>	<b>10,402</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>		<b>42,354</b>	<b>10,400</b>
Voted funds to be surrendered to the Revenue Fund	<u>12</u>	38,925	5,804
Receipts to be surrendered to the Revenue Fund	<u>13</u>	3,413	4,593
Payables	<u>14</u>	16	3
<b>Non-Current Liabilities</b>			
Payables	<u>15</u>	-	2
<b>TOTAL LIABILITIES</b>		<b>42,354</b>	<b>10,402</b>
<b>NET ASSETS</b>		<b>-</b>	<b>-</b>
<b>TOTAL</b>		<b>-</b>	<b>-</b>

**PROVINCIAL TREASURY  
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**Cash Flow Statement For the year ended 31 March 2017**

	<i>Note</i>	2016/17 R'000	2015/16 R'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts		321,191	271,284
Annual appropriated funds received	<u>1.1</u>	281,848	224,370
Statutory appropriated funds received	<u>1.1</u>	-	-
Departmental revenue received	<u>2</u>	121	573
Interest received	<u>2.3</u>	39,222	46,341
NRF Receipts		-	-
Net (increase)/ decrease in working capital		411	(747)
Surrendered to Revenue Fund		(46,327)	(59,449)
Current payments		(219,457)	(206,357)
Interest paid	<u>5</u>	(17)	(7)
Payments for financial assets		-	(4)
Transfers and subsidies paid		(17,065)	(6,022)
<b>Net cash flow available from operating activities</b>	<u>16</u>	<u>38,736</u>	<u>(1,302)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for capital assets	<u>8</u>	(6,384)	(6,176)
Proceeds from sale of capital assets	<u>2.4</u>	-	154
<b>Net cash flows from investing activities</b>		<u>(6,384)</u>	<u>(6,022)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Increase/ (decrease) in non-current payables		(2)	2
<b>Net cash flows from financing activities</b>		<u>(2)</u>	<u>2</u>
Net increase/ (decrease) in cash and cash equivalents		32,350	(7,322)
Cash and cash equivalents at beginning of period		9,011	16,333
<b>Cash and cash equivalents at end of period</b>	<u>9</u>	<u>41,361</u>	<u>9,011</u>

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**ACCOUNTING POLICIES  
for the year ended 31 March 2017**

**Summary of significant accounting policies**

The financial statements have been prepared in accordance with the following policies, which have been applied consistently in all material aspects, unless otherwise indicated. Management has concluded that the financial statements present fairly the department's primary and secondary information.

The historical cost convention has been used, except where otherwise indicated. Management has used assessments and estimates in preparing the annual financial statements. These are based on the best information available at the time of preparation.

Where appropriate and meaningful, additional information has been disclosed to enhance the usefulness of the financial statements and to comply with the statutory requirements of the Public Finance Management Act (PFMA), Act 1 of 1999 (as amended by Act 29 of 1999), and the Treasury Regulations issued in terms of the PFMA and the annual Division of Revenue Act.

<b>1</b>	<p><b>Basis of preparation</b></p> <p>The financial statements have been prepared in accordance with the Modified Cash Standard.</p>
<b>2</b>	<p><b>Going concern</b></p> <p>The financial statements have been prepared on a going concern basis.</p>
<b>3</b>	<p><b>Presentation currency</b></p> <p>Amounts have been presented in the currency of the South African Rand (R) which is also the functional currency of the department.</p>
<b>4</b>	<p><b>Rounding</b></p> <p>Unless otherwise stated financial figures have been rounded to the nearest one thousand Rand (R'000).</p>
<b>5</b>	<p><b>Foreign currency translation</b></p> <p>Cash flows arising from foreign currency transactions are translated into South African Rands using the spot exchange rates prevailing at the date of payment / receipt.</p>
<b>6</b>	<p><b>Comparative information</b></p>
<b>6.1</b>	<p><b>Prior period comparative information</b></p> <p>Prior period comparative information has been presented in the current year's financial statements. Where necessary figures included in the prior period financial statements have been reclassified to ensure that the format in which the information is presented is consistent with the format of the current year's financial statements.</p>
<b>6.2</b>	<p><b>Current year comparison with budget</b></p> <p>A comparison between the approved, final budget and actual amounts for each programme and economic classification is included in the appropriation statement.</p>
<b>7</b>	<p><b>Revenue</b></p>
<b>7.1</b>	<p><b>Appropriated funds</b></p> <p>Appropriated funds comprises of departmental allocations as well as direct charges against the revenue fund (i.e. statutory appropriation).</p>

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<b>ACCOUNTING POLICIES for the year ended 31 March 2017</b>	
	<p>Appropriated funds are recognised in the statement of financial performance on the date the appropriation becomes effective. Adjustments made in terms of the adjustments budget process are recognised in the statement of financial performance on the date the adjustments become effective.</p> <p>The net amount of any appropriated funds due to / from the relevant revenue fund at the reporting date is recognised as a payable / receivable in the statement of financial position.</p>
<b>7.2</b>	<p><b>Departmental revenue</b></p> <p>Departmental revenue is recognised in the statement of financial performance when received and is subsequently paid into the relevant revenue fund, unless stated otherwise.</p> <p>Any amount owing to the relevant revenue fund at the reporting date is recognised as a payable in the statement of financial position.</p>
<b>7.3</b>	<p><b>Accrued departmental revenue</b></p> <p>Accruals in respect of departmental revenue (excluding tax revenue) are recorded in the notes to the financial statements when:</p> <ul style="list-style-type: none"> <li>• it is probable that the economic benefits or service potential associated with the transaction will flow to the department; and</li> <li>• the amount of revenue can be measured reliably.</li> </ul> <p>The accrued revenue is measured at the fair value of the consideration receivable.</p> <p>Accrued tax revenue (and related interest and / penalties) is measured at amounts receivable from collecting agents.</p> <p>Write-offs are made according to the department's debt write-off policy</p>
<b>8</b>	<b>Expenditure</b>
<b>8.1</b>	<b>Compensation of employees</b>
<b>8.1.1</b>	<p><b>Salaries and wages</b></p> <p>Salaries and wages are recognised in the statement of financial performance on the date of payment.</p>
<b>8.1.2</b>	<p><b>Social contributions</b></p> <p>Social contributions made by the department in respect of current employees are recognised in the statement of financial performance on the date of payment.</p> <p>Social contributions made by the department in respect of ex-employees are classified as transfers to households in the statement of financial performance on the date of payment.</p>
<b>8.2</b>	<p><b>Other expenditure</b></p> <p>Other expenditure (such as goods and services, transfers and subsidies and payments for capital assets) is recognised in the statement of financial performance on the date of payment. The expense is classified as a capital expense if the total consideration paid is more than the capitalisation threshold.</p>
<b>8.3</b>	<p><b>Accruals and payables not recognised</b></p> <p>Accruals and payables not recognised are recorded in the notes to the financial statements when the goods are received or, in the case of services, when they are rendered to the department or in the case of transfers and subsidies when they are due and payable.</p> <p>Accruals and payables not recognised are measured at cost.</p>
<b>8.4</b>	<b>Leases</b>
<b>8.4.1</b>	<p><b>Operating leases</b></p> <p>Operating lease payments made during the reporting period are recognised as current expenditure in the statement of financial performance on the date of payment.</p>

**PROVINCIAL TREASURY  
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<b>ACCOUNTING POLICIES</b> <b>for the year ended 31 March 2017</b>	
	The operating lease commitments are recorded in the notes to the financial statements.
<b>8.4.2</b>	<p><b>Finance leases</b></p> <p>Finance lease payments made during the reporting period are recognised as capital expenditure in the statement of financial performance on the date of payment.</p> <p>The finance lease commitments are recorded in the notes to the financial statements and are not apportioned between the capital and interest portions.</p> <p>Finance lease assets acquired at the end of the lease term are recorded and measured at the lower of:</p> <ul style="list-style-type: none"> <li>• cost, being the fair value of the asset; or</li> <li>• the sum of the minimum lease payments made, including any payments made to acquire ownership at the end of the lease term, excluding interest.</li> </ul>
<b>9</b>	<b>Aid Assistance</b>
<b>9.1</b>	<p><b>Aid assistance received</b></p> <p>Aid assistance received in cash is recognised in the statement of financial performance when received. In-kind aid assistance is recorded in the notes to the financial statements on the date of receipt and is measured at fair value.</p> <p>Aid assistance not spent for the intended purpose and any unutilised funds from aid assistance that are required to be refunded to the donor are recognised as a payable in the statement of financial position.</p>
<b>9.2</b>	<p><b>Aid assistance paid</b></p> <p>Aid assistance paid is recognised in the statement of financial performance on the date of payment. Aid assistance payments made prior to the receipt of funds are recognised as a receivable in the statement of financial position.</p>
<b>10</b>	<p><b>Cash and cash equivalents</b></p> <p>Cash and cash equivalents are stated at cost in the statement of financial position.</p> <p>Bank overdrafts are shown separately on the face of the statement of financial position as a current liability.</p> <p>For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held, other short-term highly liquid investments and bank overdrafts.</p>
<b>11</b>	<p><b>Prepayments and advances</b></p> <p>Prepayments and advances are recognised in the statement of financial position when the department receives or disburses the cash.</p> <p>Prepayments and advances are initially and subsequently measured at cost.</p> <p>&lt;Indicate when prepayments are expensed and under what circumstances.&gt;</p>
<b>12</b>	<p><b>Loans and receivables</b></p> <p>Loans and receivables are recognised in the statement of financial position at cost plus accrued interest, where interest is charged, less amounts already settled or written-off. Write-offs are made according to the department's write-off policy.</p>

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<b>ACCOUNTING POLICIES</b> <b>for the year ended 31 March 2017</b>	
<b>13</b>	<p><b>Investments</b></p> <p>Investments are recognised in the statement of financial position at cost.</p>
<b>14</b>	<p><b>Financial assets</b></p>
<b>14.1</b>	<p><b>Financial assets (not covered elsewhere)</b></p> <p>A financial asset is recognised initially at its cost plus transaction costs that are directly attributable to the acquisition or issue of the financial.</p> <p>At the reporting date, a department shall measure its financial assets at cost, less amounts already settled or written-off, except for recognised loans and receivables, which are measured at cost plus accrued interest, where interest is charged, less amounts already settled or written-off.</p>
<b>14.2</b>	<p><b>Impairment of financial assets</b></p> <p>Where there is an indication of impairment of a financial asset, an estimation of the reduction in the recorded carrying value, to reflect the best estimate of the amount of the future economic benefits expected to be received from that asset, is recorded in the notes to the financial statements.</p>
<b>15</b>	<p><b>Payables</b></p> <p>Loans and payables are recognised in the statement of financial position at cost.</p>
<b>16</b>	<p><b>Capital Assets</b></p>
<b>16.1</b>	<p><b>Immovable capital assets</b></p> <p>Immovable capital assets are initially recorded in the notes to the financial statements at cost. Immovable capital assets acquired through a non-exchange transaction are measured at fair value as at the date of acquisition.</p> <p>Where the cost of immovable capital assets cannot be determined reliably, the immovable capital assets are measured at fair value for recording in the asset register.</p> <p>Immovable capital assets are subsequently carried at cost and are not subject to depreciation or impairment.</p> <p>Subsequent expenditure that is of a capital nature is added to the cost of the asset at the end of the capital project unless the immovable asset is recorded by another department in which case the completed project costs are transferred to that department.</p>
<b>16.2</b>	<p><b>Movable capital assets</b></p> <p>Movable capital assets are initially recorded in the notes to the financial statements at cost. Movable capital assets acquired through a non-exchange transaction is measured at fair value as at the date of acquisition.</p> <p>Where the cost of movable capital assets cannot be determined reliably, the movable capital assets are measured at fair value and where fair value cannot be determined; the movable assets are measured at R1.</p> <p>All assets acquired prior to 1 April 2002 (or a later date as approved by the OAG) may be recorded at R1.</p> <p>Movable capital assets are subsequently carried at cost and are not subject to depreciation or impairment.</p> <p>Subsequent expenditure that is of a capital nature is added to the cost of the asset at the end of the capital project unless the movable asset is recorded by another department/entity in which case the completed project costs are transferred to that department.</p>

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<b>ACCOUNTING POLICIES</b> <b>for the year ended 31 March 2017</b>	
<b>16.3</b>	<p><b>Intangible assets</b></p> <p>Intangible assets are initially recorded in the notes to the financial statements at cost. Intangible assets acquired through a non-exchange transaction are measured at fair value as at the date of acquisition.</p> <p>Internally generated intangible assets are recorded in the notes to the financial statements when the department commences the development phase of the project.</p> <p>Where the cost of intangible assets cannot be determined reliably, the intangible capital assets are measured at fair value and where fair value cannot be determined; the intangible assets are measured at R1.</p> <p>All assets acquired prior to 1 April 2002 (or a later date as approved by the OAG) may be recorded at R1.</p> <p>Intangible assets are subsequently carried at cost and are not subject to depreciation or impairment.</p> <p>Subsequent expenditure that is of a capital nature is added to the cost of the asset at the end of the capital project unless the intangible asset is recorded by another department/entity in which case the completed project costs are transferred to that department.</p>
<b>17</b>	<b>Provisions and Contingents</b>
<b>17.1</b>	<p><b>Provisions</b></p> <p>Provisions are recorded in the notes to the financial statements when there is a present legal or constructive obligation to forfeit economic benefits as a result of events in the past and it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate of the obligation can be made. The provision is measured as the best estimate of the funds required to settle the present obligation at the reporting date.</p>
<b>17.2</b>	<p><b>Contingent liabilities</b></p> <p>Contingent liabilities are recorded in the notes to the financial statements when there is a possible obligation that arises from past events, and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not within the control of the department or when there is a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation or the amount of the obligation cannot be measured reliably.</p>
<b>17.3</b>	<p><b>Contingent assets</b></p> <p>Contingent assets are recorded in the notes to the financial statements when a possible asset arises from past events, and whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not within the control of the department.</p>
<b>17.4</b>	<p><b>Commitments</b></p> <p>Commitments (other than for transfers and subsidies) are recorded at cost in the notes to the financial statements when there is a contractual arrangement or an approval by management in a manner that raises a valid expectation that the department will discharge its responsibilities thereby incurring future expenditure that will result in the outflow of cash.</p>
<b>18</b>	<p><b>Unauthorised expenditure</b></p> <p>Unauthorised expenditure is recognised in the statement of financial position until such time as the expenditure is either:</p> <ul style="list-style-type: none"> <li>• approved by Parliament or the Provincial Legislature with funding and the related funds are received; or</li> <li>• approved by Parliament or the Provincial Legislature without funding and is written off against the appropriation in the statement of financial performance; or</li> </ul>

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<b>ACCOUNTING POLICIES for the year ended 31 March 2017</b>	
	<ul style="list-style-type: none"> <li>transferred to receivables for recovery.</li> </ul> <p>Unauthorised expenditure is measured at the amount of the confirmed unauthorised expenditure.</p>
<b>19</b>	<p><b>Fruitless and wasteful expenditure</b></p> <p>Fruitless and wasteful expenditure is recorded in the notes to the financial statements when confirmed. The amount recorded is equal to the total value of the fruitless and or wasteful expenditure incurred.</p> <p>Fruitless and wasteful expenditure is removed from the notes to the financial statements when it is resolved or transferred to receivables for recovery.</p> <p>Fruitless and wasteful expenditure receivables are measured at the amount that is expected to be recoverable and are de-recognised when settled or subsequently written-off as irrecoverable.</p>
<b>20</b>	<p><b>Irregular expenditure</b></p> <p>Irregular expenditure is recorded in the notes to the financial statements when confirmed. The amount recorded is equal to the value of the irregular expenditure incurred unless it is impracticable to determine, in which case reasons therefor are provided in the note.</p> <p>Irregular expenditure is removed from the note when it is either condoned by the relevant authority, transferred to receivables for recovery or not condoned and is not recoverable.</p> <p>Irregular expenditure receivables are measured at the amount that is expected to be recoverable and are de-recognised when settled or subsequently written-off as irrecoverable.</p>
<b>21</b>	<p><b>Changes in accounting policies, accounting estimates and errors</b></p> <p>Changes in accounting policies that are effected by management have been applied retrospectively in accordance with MCS requirements, except to the extent that it is impracticable to determine the period-specific effects or the cumulative effect of the change in policy. In such instances the department shall restate the opening balances of assets, liabilities and net assets for the earliest period for which retrospective restatement is practicable.</p> <p>Changes in accounting estimates are applied prospectively in accordance with MCS requirements.</p> <p>Correction of errors is applied retrospectively in the period in which the error has occurred in accordance with MCS requirements, except to the extent that it is impracticable to determine the period-specific effects or the cumulative effect of the error. In such cases the department shall restate the opening balances of assets, liabilities and net assets for the earliest period for which retrospective restatement is practicable.</p>
<b>22</b>	<p><b>Events after the reporting date</b></p> <p>Events after the reporting date that are classified as adjusting events have been accounted for in the financial statements. The events after the reporting date that are classified as non-adjusting events after the reporting date have been disclosed in the notes to the financial statements.</p>
<b>23</b>	<p><b>Principal-Agent arrangements</b></p> <p>The department is not party to a principal-agent arrangement. All related revenues, expenditures, assets and liabilities have been recognised or recorded in terms of the relevant policies listed herein. Additional disclosures have been provided in the notes to the financial statements where appropriate.</p>
<b>24</b>	<p><b>Departures from the MCS requirements</b></p> <p>Management concluded that the financial statements present fairly the department's primary and</p>



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<b>ACCOUNTING POLICIES for the year ended 31 March 2017</b>	
	secondary information. The department complied with the Standards in all applicable respects in order to achieve fair presentation.
<b>25</b>	<p><b>Capitalisation reserve</b></p> <p>The capitalisation reserve comprises of financial assets and/or liabilities originating in a prior reporting period but which are recognised in the statement of financial position for the first time in the current reporting period. Amounts are recognised in the capitalisation reserves when identified in the current period and are transferred to the Provincial Revenue Fund when the underlying asset is disposed and the related funds are received.</p>
<b>26</b>	<p><b>Recoverable revenue</b></p> <p>Amounts are recognised as recoverable revenue when a payment made in a previous financial year becomes recoverable from a debtor in the current financial year. Amounts are either transferred to the Provincial Revenue Fund when recovered or are transferred to the statement of financial performance when written-off.</p>
<b>27</b>	<p><b>Related party transactions</b></p> <p>A related party transaction is a transfer of resources, services or obligations between the reporting entity and a related party. Related party transactions within the Minister/MEC's portfolio are recorded in the notes to the financial statements when the transaction is not at arm's length.</p> <p>Key management personnel are those persons having the authority and responsibility for planning, directing and controlling the activities of the department. The number of individuals and their full compensation is recorded in the notes to the financial statements.</p>
<b>28</b>	<p><b>Inventories (<i>Effective from date determined in a Treasury Instruction</i>)</b></p> <p>The department does not maintain inventory, however where applicable inventories will be recorded at cost price in the notes to the financial statements.</p>
<b>29</b>	<p><b>Public-Private Partnerships</b></p> <p>Public Private Partnerships are accounted for based on the nature and or the substance of the partnership. The transaction is accounted for in accordance with the relevant accounting policies.</p> <p>A summary of the significant terms of the PPP agreement, the parties to the agreement, and the date of commencement thereof together with the description and nature of the concession fees received, the unitary fees paid, rights and obligations of the department are recorded in the notes to the financial statements.</p>
<b>30</b>	<p><b>Employee benefits</b></p> <p>The value of each major class of employee benefit obligation (accruals, payables not recognised and provisions) is disclosed in the Employee benefits note.</p>

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1.1 Annual Appropriation	2016/17			2015/16	
			Funds not		
	Final	Actual Funds	requested/	Final	Appropriation
	Appropriation	Received	not received	Appropriation	Received
Programmes	R'000	R'000	R'000	R'000	R'000
Administration	89 571	89 571	-	78 982	78 982
Sustainable Resource Assets And Liabilities Management	59 064	59 064	-	42 092	42 092
	70 578	70 578	-	55 040	55 040
Financial Governance Provincial Internal Audit	29 954	29 954	-	21 537	21 537
	32 681	32 681	-	26 719	26 719
<b>Total</b>	<b>281 848</b>	<b>281 848</b>	<b>-</b>	<b>224 370</b>	<b>224 370</b>

	Note	2016/17 R'000	2015/16 R'000
<b>2 Departmental Revenue</b>			
Sales of goods and services other than capital assets	2.1	119	163
Interest, dividends and rent on land	2.2	39 222	46 341
Sales of capital assets	2.3	-	154
Transactions in financial assets and liabilities	2.4	2	410
Total revenue collected		<b>39 343</b>	<b>47 068</b>
Less: Own revenue included in appropriation	13	952	895
<b>Departmental revenue collected</b>		<b>38 391</b>	<b>46 173</b>

	Note	2016/17 R'000	2015/2016 R'000
<b>2.1 Sales of goods and services other than capital assets</b>	<b>2</b>	<b>119</b>	<b>115</b>
Sales of goods and services produced by the department		22	27
Other sales		97	88
Sales of scrap, waste and other used current goods		-	48
<b>Total</b>		<b>119</b>	<b>163</b>

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		2016/17	2015/16
	Note	R'000	R'000
<b>2.2 Interest, dividends and rent on land</b>	<u>2</u>		
Interest		39 222	46 341
<b>Total</b>		<u>39 222</u>	<u>46 341</u>
	Note	2016/17 R'000	2015/16 R'000
<b>2.3 Sales of capital assets</b>	<u>2</u>		
Tangible assets		154	154
Machinery and equipment	<u>29</u>	-	154
<b>Total</b>		<u>-</u>	<u>154</u>
	Note	2016/17 R'000	2015/16 R'000
<b>2.4 Transaction in financial assets and liabilities</b>	<u>2</u>		
Other receipts including recoverable Revenue	<u>2</u>	2	410
<b>Total</b>		<u>2</u>	<u>410</u>
	Note	2016/17 R'000	2015/16 R'000
<b>3 Compensation of Employees</b>			
<b>3.1 Salaries and wages</b>			
Basic salary		117 596	105 598
Performance award		566	105
Service Based		129	92
Compensative/circumstantial		1 240	1 046
Periodic payments		1 591	1 861
Other non-pensionable allowances		22 913	20 366
<b>Total</b>		<u>144 035</u>	<u>129 068</u>

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	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>3.2 Social Contributions</b>			
Employer contributions			
Pension		14 944	13 335
Medical		5 255	5 156
Bargaining council		25	23
<b>Total</b>		<b>20 224</b>	<b>18 514</b>
<b>Total compensation of employees</b>		<b>164 259</b>	<b>147 582</b>
Average number of employees		346	344
	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>4 Goods and services</b>			
Administrative fees		839	685
Advertising		351	1 379
Minor assets	<u>4.1</u>	757	864
Bursaries (employees)		251	400
Catering		994	695
Communication		3 666	2 852
Computer services	<u>4.2</u>	2 524	2 980
Consultants: Business and advisory services		3 756	8 323
Legal services		117	124
Contractors		151	165
Entertainment		4	17
Audit cost – external	<u>4.3</u>	2 750	3 060
Fleet services		1 366	837
Consumables	<u>4.4</u>	2 097	2 686
Operating leases		12 716	11 611
Property payments	<u>4.5</u>	6 732	5 387
Rental and hiring		39	-
Travel and subsistence	<u>4.6</u>	10 363	10 979
Venues and facilities		853	756
Training and development		3 436	2 053
Other operating expenditure	<u>4.7</u>	1 436	2 922
<b>Total</b>		<b>55 198</b>	<b>58 775</b>

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		2016/17 R'000	2015/16 R'000
<b>4.1 Minor assets</b>	<b>Note</b>		
	<b><u>4</u></b>		
<b>Tangible assets</b>		735	864
Machinery and equipment		735	864
<b>Intangible assets</b>		22	-
Software		22	-
<b>Total</b>		<b>757</b>	<b>864</b>
		2016/17 R'000	2015/16 R'000
<b>4.2 Computer services</b>	<b>Note</b>		
	<b><u>4</u></b>		
SITA computer services		2 228	2 404
External computer service providers		296	576
<b>Total</b>		<b>2 524</b>	<b>2 980</b>
		2016/17 R'000	2015/16 R'000
<b>4.3 Audit cost – external</b>	<b>Note</b>		
	<b><u>4</u></b>		
Regularity audits		2 750	3 060
<b>Total</b>		<b>2 750</b>	<b>3 060</b>
		2016/17 R'000	2015/16 R'000
<b>4.4 Consumables</b>	<b>Note</b>		
	<b><u>4</u></b>		
Consumable supplies		1 185	1 389
Uniform and clothing		134	-
Household supplies		405	294
Communication accessories		3	-
IT consumables		200	886
Other consumables		443	209
Stationery, printing and office supplies		912	1 297
<b>Total</b>		<b>2 097</b>	<b>2 686</b>
		2016/17 R'000	2015/16 R'000
<b>4.5 Property payments</b>	<b>Note</b>		
	<b><u>4</u></b>		
Municipal services		3 225	2 814
Other		3 507	2 573
<b>Total</b>		<b>6 732</b>	<b>5 387</b>

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	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>4.6 Travel and subsistence</b>	<b><u>4</u></b>		
Local		10 363	10 979
<b>Total</b>		<b>10 363</b>	<b>10 979</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>4.7 Other operating expenditure</b>	<b><u>4</u></b>		
Professional bodies, membership and subscription fees		9	89
Resettlement costs		281	1 346
Other		1 146	1 487
<b>Total</b>		<b>1 436</b>	<b>2 922</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>5 Interest and Rent on Land</b>			
Interest paid		17	7
<b>Total</b>		<b>17</b>	<b>7</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>6 Payments for financial assets</b>			
Material losses through criminal conduct		-	4
Other material losses	<b><u>6.1</u></b>	-	4
<b>Total</b>		<b>-</b>	<b>4</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>6.1 Other material losses</b>	<b><u>6</u></b>		
Camera Theft		-	4
<b>Total</b>		<b>-</b>	<b>4</b>

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	<i>Note</i>	2016/17 R'000	2015/16 R'000
<b>7 Transfers and Subsidies</b>			
Provinces and municipalities	ANNEXURE	16 528	4 709
Departmental agencies and accounts	ANNEXURE		
	1B	8	8
Non-profit institutions	ANNEXURE		
	1F	66	-
Households	ANNEXURE		
	1G	464	1 305
<b>Total</b>		<b>17 066</b>	<b>6 022</b>

	<i>Note</i>	2016/17 R'000	2015/16 R'000
<b>8 Expenditure for capital assets</b>			
<b>Tangible assets</b>		<b>6 214</b>	<b>5 787</b>
Machinery and equipment	29	6 214	5 787
<b>Intangible assets</b>	31	<b>170</b>	<b>389</b>
Software		170	389
<b>Total</b>		<b>6 384</b>	<b>6 176</b>

**8.1 Analysis of funds utilised to acquire capital assets - 2016/17**

	Voted Funds R'000	Aid assistance R'000	TOTAL R'000
<b>Tangible assets</b>	<b>6 214</b>	-	<b>6 214</b>
Machinery and equipment	6 214	-	6 214
<b>Intangible assets</b>	<b>170</b>	-	<b>170</b>
Software	170	-	170
<b>Total</b>	<b>6 384</b>	-	<b>6 384</b>

**8.2 Analysis of funds utilised to acquire capital assets - 2015/16**

	Voted Funds R'000	Aid assistance R'000	TOTAL R'000
<b>Tangible assets</b>	<b>5 787</b>	-	<b>5 787</b>
Machinery and equipment	5 787	-	5 787
<b>Intangible assets</b>	<b>389</b>	-	<b>389</b>
Software	389	-	389
<b>Total</b>	<b>6 176</b>	-	<b>6 176</b>

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		2016/17	2015/16
		R'000	R'000
<b>8.3</b>	<b>Finance lease expenditure included in Expenditure for capital assets</b>		
	<b>Tangible assets</b>		
	Machinery and equipment	2 341	1 747
	<b>Total</b>	<b>2 341</b>	<b>1 747</b>

  

		2016/17	2015/16
		R'000	R'000
<b>9</b>	<b>Cash and Cash Equivalents</b>		
	Consolidated Paymaster General Account Disbursements	41 360	9 004
	Cash on hand	(2) 3	4 3
	<b>Total</b>	<b>41 361</b>	<b>9 011</b>

  

		2016/17	2015/16
		R'000	R'000
<b>10</b>	<b>Prepayments and Advances</b>		
	Travel and subsistence	-	7
	<b>Total</b>	<b>-</b>	<b>7</b>

		2016/17			2015/16		
		Current	Non-current	Total	Current	Non-current	Total
		R'000	R'000	R'000	R'000	R'000	R'000
<b>11</b>	<b>Receivables</b>						
	Claims recoverable	11.1	432	432	81	201	282
	Staff debt	11.2	56	170	56	55	111
	Fruitless and wasteful expenditure	11.4	2	3	3	-	3
	Other debtors	11.3	376	388	852	136	988
	<b>Total</b>	<b>127</b>	<b>866</b>	<b>993</b>	<b>992</b>	<b>392</b>	<b>1 384</b>



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		<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>11.1 Claims recoverable</b>	<b>Note</b>		
Provincial departments	<u>11</u>	432	282
<b>Total</b>		<u><u>432</u></u>	<u><u>282</u></u>
<b>11.2 Staff debt</b>	<b>Note</b>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
(Group major categories, but list material items)	<u>11</u>		
Salary over-payment		86	56
Sal: Tax Debt		37	11
Sal: Income Tax		47	44
<b>Total</b>		<u><u>170</u></u>	<u><u>111</u></u>
<b>11.3 Other debtors</b>	<b>Note</b>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
	<u>11</u>		
Lefatshe		136	136
Petty Cash fraud		5	-
Pension Recoverable Acc		6	-
Eris Property Group		-	610
Bidvest Facilities Management		241	241
Conversion		-	1
<b>Total</b>		<u><u>388</u></u>	<u><u>988</u></u>

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	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>11.4 Fruitless and wasteful expenditure</b>	<b><u>11</u></b>		
Opening balance		3	-
Less amounts recovered		(1)	-
Less amounts written off			-
Transfers from note 32 Fruitless and Wasteful expenditure		1	3
<b>Total</b>		<b>3</b>	<b>3</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>12 Voted Funds to be Surrendered to the Revenue Fund</b>			
Opening balance		5 804	16 963
Prior period error		-	-
As restated		5 804	16 963
Transfer from statement of financial performance (as restated)		38 925	5 804
Paid during the year		(5 804)	(16 963)
<b>Closing balance</b>		<b>38 925</b>	<b>5 804</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>13 Departmental revenue and NRF Receipts to be surrendered to the Revenue Fund</b>			
Opening balance		4 593	11
Prior period error		-	-
As restated		4 593	11
Transfer from Statement of Financial Performance (as restated)		38 391	46 173
Own revenue included in appropriation		952	895
Paid during the year		(40 523)	(42 486)
<b>Closing balance</b>		<b>3 413</b>	<b>4 593</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>14 Payables - current</b>			
Other payables	<u>14.1</u>	16	3
<b>Total</b>		<b>16</b>	<b>3</b>

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	Note	2016/17 R'000	2015/16 R'000
<b>14.1 Other payables</b>	<a href="#">14</a>		
ACB Credit		7	-
Santam		8	-
S&T Advances		1	3
<b>Total</b>		<u>16</u>	<u>3</u>

	Note	One to two years R'000	Two to three years R'000	More than three years R'000	Total R'000	2015/16 Total R'000
<b>15. Payables – non-current</b>						
Advances received		-	-	-	-	-
Other payables	<a href="#">15.1</a>	-	-	-	-	2
<b>Total</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2</u>

	Note	2016/17 R'000	2015/16 R'000
<b>15.1 Other payables</b>	<a href="#">15</a>		
Sasawu		-	2
<b>Total</b>		<u>-</u>	<u>2</u>

	Note	2016/17 R'000	2015/16 R'000
<b>16 Net cash flow available from operating activities</b>			
Net surplus/(deficit) as per Statement of Financial Performance		77 316	51 977
Add back non cash/cash movements not deemed operating activities		(38 580)	(53 279)
(Increase)/decrease in receivables		391	(511)
(Increase)/decrease in prepayments and advances		7	2
Increase/(decrease) in payables – current		13	(238)
Proceeds from sale of capital assets		-	(154)
Expenditure on capital assets		6 384	6 176
Surrenders to Revenue Fund		(46 327)	(59 449)
Own revenue included in appropriation		952	895
Other non-cash items		-	-
<b>Net cash flow generated by operating activities</b>		<u>38 736</u>	<u>(1 302)</u>

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	Note	2016/17 R'000	2015/16 R'000
<b>17 Reconciliation of cash and cash equivalents for cash flow purposes</b>			
Consolidated Paymaster General account		41 360	9 004
Disbursements		(2)	4
Cash on hand		3	3
<b>Total</b>		<b>41 361</b>	<b>9 011</b>

		2016/17 R'000	2015/16 R'000
<b>18 Contingent liabilities and contingent assets</b>			
<b>18.1</b>			
<b>Liable to</b>			
Claims against the department	<a href="#">Annex 3B</a>	756	672
Intergovernmental payables (unconfirmed balances)	<a href="#">Annex 5</a>	193	76
<b>Total</b>		<b>949</b>	<b>748</b>

*Increase in Contingent liabilities is as a result of escalation fees.*

		2016/17 R'000	2015/16 R'000
<b>Contingent assets</b>			
<b>Nature of contingent asset</b>	<b>Note</b>		
Legal fees and other related costs: Karoo Hoog Land		379	272
<b>Total</b>		<b>379</b>	<b>272</b>

	Note	2016/17 R'000	2015/16 R'000
<b>19 Commitments</b>			
<b>Current expenditure</b>			
Approved and contracted		18 671	21 566
Approved but not yet contracted		117 159	2 430
		<b>135 830</b>	<b>23 996</b>
<b>Capital Expenditure</b>			
Approved and contracted		986	829
Approved but not yet contracted		-	-
		<b>986</b>	<b>829</b>
<b>Total Commitments</b>		<b>136 816</b>	<b>24 825</b>

Commitments include contract that are longer than one year and these include the SITA, Security and Cleaning contracts that were finalised in the current year.

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				2016/17 R'000	2015/16 R'000
<b>20</b>	<b>Accruals and payables not recognised</b>				
<b>20.1</b>	<b>Accruals</b>				
	<b>Listed by economic classification</b>	<b>30 Days</b>	<b>30+ days</b>	<b>Total</b>	<b>Total</b>
	Goods and services	1 969	1	1 970	2 195
	Capital assets	95		95	171
	<b>Total</b>	<b>2064</b>	<b>1</b>	<b>2 065</b>	<b>2 366</b>
	<b>Listed by programme level</b>	<b>Note</b>		2016/17 R'000	2015/16 R'000
	Administration	20		1 459	1 423
	Sustainable Resource Management			166	75
	Assets and Liabilities Management			315	645
	Financial Governance			111	112
	Provincial Internal Audit			14	111
	<b>Total</b>			<b>2 065</b>	<b>2 366</b>
<b>20.2</b>	<b>Payables not recognised</b>				
	<b>Listed by economic classification</b>	<b>30 Days</b>	<b>30+ days</b>	<b>Total</b>	<b>Total</b>
	Goods and services	95	-	95	128
	Capital assets	1	-	1	32
	<b>Total</b>	<b>96</b>	<b>-</b>	<b>96</b>	<b>160</b>
	<b>Listed by programme level</b>	<b>Note</b>		2016/17 R'000	2015/16 R'000
	Administration			10	112
	Sustainable Resource Management			-	9
	Assets and Liabilities Management			-	33
	Financial Governance			86	1
	Provincial Internal Audit			-	5
	<b>Total</b>			<b>96</b>	<b>160</b>

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	<b>Note</b>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b><i>Included in the above totals are the following:</i></b>			
Confirmed balances with departments	<a href="#">Annex 5</a>	-	219
Confirmed balances with other government entities	<a href="#">Annex 5</a>	-	-
<b>Total</b>		<b>-</b>	<b>219</b>

	<b>Note</b>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>21 Employee benefits</b>			
Leave entitlement		5 741	3 823
Service bonus (Thirteenth cheque)		4 648	4 001
Performance awards		702	1 718
Capped leave commitments		1 929	1 761
Other		389	102
<b>Total</b>		<b>13 409</b>	<b>11 405</b>

**22 Lease commitments**

**22.1 Operating leases expenditure**

<b>2016/17</b>	<b>Buildings and other fixed structures R'000</b>	<b>Machinery and equipment R'000</b>	<b>Total R'000</b>
Not later than 1 year	8 133	15	8 148
Later than 1 year and not later than 5 years	4 107	-	4 107
Later than five years	-	-	-
<b>Total lease commitments</b>	<b>12 240</b>	<b>15</b>	<b>12 255</b>

<b>2015/16</b>	<b>Buildings and other fixed structures R'000</b>	<b>Machinery and equipment R'000</b>	<b>Total R'000</b>
Not later than 1 year	7 306	8	7 314
Later than 1 year and not later than 5 years	-	-	-
Later than five years	12 006	-	12 006
<b>Total lease commitments</b>	<b>19 312</b>	<b>8</b>	<b>19 320</b>

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**22.2 Finance leases expenditure \*\***

<b>2016/17</b>	<b>Buildings and other fixed structures R'000</b>	<b>Machinery and equipment R'000</b>	<b>Total R'000</b>
Not later than 1 year	-	1 887	1 887
Later than 1 year and not later than 5 years	-	1 564	1 564
Later than five years	-	-	-
<b>Total lease commitments</b>	<b>-</b>	<b>3 451</b>	<b>3 451</b>

<b>2015/16</b>	<b>Buildings and other fixed structures R'000</b>	<b>Machinery and equipment R'000</b>	<b>Total R'000</b>
Not later than 1 year	-	1 306	1 306
Later than 1 year and not later than 5 years	-	-	-
Later than five years	-	1 069	1 069
<b>Total lease commitments</b>	<b>-</b>	<b>2 375</b>	<b>2 375</b>

	<b>Note</b>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>23 Accrued departmental revenue</b>			
Interest, dividends and rent on land		2 971	4 078
<b>Total</b>		<b>2 971</b>	<b>4 078</b>

	<b>Note</b>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>23.1 Analysis of accrued departmental revenue</b>			
Opening balance		4 078	3 373
Less: Amounts received		4 078	3 373
Add: Amounts recognised		2 971	4 078
Less: Amounts written-off/reversed as irrecoverable		-	-
<b>Closing balance</b>		<b>2 971</b>	<b>4 078</b>

**PROVINCIAL TREASURY  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 March 2017**

	<b>Note</b>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>24 Irregular expenditure</b>			
<b>24.1 Reconciliation of irregular expenditure</b>			
Opening balance		448	891
Prior period error		-	(4)
		<hr/>	<hr/>
As restated		448	887
Add: Irregular expenditure - relating to prior year		-	-
Add: Irregular expenditure - relating to current year		-	31
Less: Prior year amounts condoned		-	(470)
Less: Current year amounts condoned		-	-
		<hr/>	<hr/>
<b>Irregular expenditure awaiting condonation</b>		<b>448</b>	<b>448</b>
		<hr/>	<hr/>
<b>Analysis of awaiting condonation per age classification</b>			
Current year		-	31
Prior years		448	417
		<hr/>	<hr/>
<b>Total</b>		<b>448</b>	<b>448</b>
		<hr/>	<hr/>
<b>24.2 Prior period error</b>	<b>Note</b>		<b>2015/16 R'000</b>
Nature of prior period error			
Relating to 2015/16(affecting the opening balance)			(4)
			<hr/>
Relating to 2015/16			-
			<hr/>
<b>Total</b>			<b>(4)</b>
			<hr/>
		<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>25 Fruitless and wasteful expenditure</b>			
<b>25.1 Reconciliation of fruitless and wasteful expenditure</b>			
Opening balance		130	40
Prior period error		-	(5)
		<hr/>	<hr/>
As restated		130	35
Fruitless and wasteful expenditure – relating to current year		91	131
Less: Amounts resolved		(76)	(33)
Less: Amounts transferred to receivables for recovery	<a href="#">15.6</a>	(2)	(3)
		<hr/>	<hr/>
<b>Closing balance</b>		<b>143</b>	<b>130</b>
		<hr/>	<hr/>



**PROVINCIAL TREASURY  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
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		2016/17 R'000	2015/16 R'000
<b>25.2 Analysis of awaiting resolution per economic classification</b>			
Current		143	130
Capital		-	-
Transfers and subsidies		-	-
<b>Total</b>		<b>143</b>	<b>130</b>
<b>25.3 Analysis of Current Year's Fruitless and wasteful expenditure</b>		<b>2016/17 R'000</b>	
<b>Incident</b>			
No show Accommodation		31	
No show Flights		38	
No show Car Rental		22	
<b>Total</b>		<b>91</b>	
<b>25.4 Prior period error</b>	<b>Note</b>		<b>2015/16 R'000</b>
Nature of prior period error			
Relating to 2015/16 (affecting the opening balance)			(5)
			(5)
Relating to 2015/16			-
			-
<b>Total</b>			<b>(5)</b>
		<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>26. Related party transactions</b>	<b>Note</b>		
<b>Revenue received</b>			
<b>Total</b>		-	-
<b>Payments made</b>			
Goods and services		-	-
<b>Total</b>		-	-

*The Department of Economic Development and Tourism with its public entities are related parties with the Department as they report to same Executive Council Member. In the prior year the Department disclosed Fleet Entity as a related party with the payments made to the entity. Thus prior year figures had to be restated due requirements of MCS.*

**PROVINCIAL TREASURY  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
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	<i>No. of Individuals</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>27 Key management personnel</b>			
Political office bearers (provide detail below)	1	1 902	1 310
Officials:			
Level 15 to 16	1	102	-
Level 14 (incl CFO if at a lower level)	8	9 398	9 252
Family members of key management personnel		-	-
<b>Total</b>		<b>11 402</b>	<b>10 562</b>

	<i>Note</i>	<b>2016/17 R'000</b>	<b>2015/16 R'000</b>
<b>28 Provisions</b>			
MicroSoft		339	339
<b>Total</b>		<b>339</b>	<b>339</b>

**28.1 Reconciliation of movement in provisions - 2016/17**

	<b>Provision 1 R'000</b>	<b>Provision 2 R'000</b>	<b>Total provisions R'000</b>
Opening balance	339	-	339
Closing balance	339	-	339

**Reconciliation of movement in provisions - 2015/16**

	<b>Provision 1 R'000</b>	<b>Provision 2 R'000</b>	<b>Total provisions R'000</b>
Opening balance	339	-	339
Closing balance	339	-	339

**PROVINCIAL TREASURY  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 March 2017**

**29 Movable Tangible Capital Assets**

**MOVEMENT IN MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2017**

	Opening	Value Adjustments	Additions R'000	Disposals R'000	Closing balance R'000
<b>MACHINERY AND EQUIPMENT</b>	22 314		3 874	121	26 067
Transport assets	2 083		1 003	-	3 086
Computer equipment	12 974		2 033	101	14 906
Furniture and office equipment	6 445		683	12	7 116
Other machinery and equipment	812		155	8	959
<b>TOTAL MOVABLE TANGIBLE CAPITAL ASSETS</b>	<b>22 314</b>		<b>3 874</b>	<b>121</b>	<b>26 067</b>

**Additions**

29

**ADDITIONS TO MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2017**

	Cash	Non Cash	(Capital work-in- progress current costs and finance lease payments)	Received current, not paid (Paid current year, received prior year)	Total
	R'000	R'000	R'000	R'000	R'000
<b>MACHINERY AND EQUIPMENT</b>	6 214	-	(2 340)	-	3 874
Transport assets	1 003	-	-	-	1 003
Computer equipment	2 033	-	-	-	2 033
Furniture and office equipment	683	-	-	-	683
Other machinery and equipment	2 495	-	(2 340)	-	155
<b>TOTAL ADDITIONS TO MOVABLE TANGIBLE CAPITAL ASSETS</b>	<b>6 214</b>	<b>-</b>	<b>(2 340)</b>	<b>-</b>	<b>3 874</b>

**PROVINCIAL TREASURY  
VOTE 8**

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 March 2017**

Disposals  
29 **DISPOSALS OF MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED  
31 MARCH 2017**

	Sold for Cash	Non- Cash	Total disposals	Cash received Actual
	R'000	R'000	R'000	R'000
<b>MACHINERY AND EQUIPMENT</b>	-	121	121	-
Computer equipment	-	101	101	-
Furniture and office equipment	-	12	12	-
Other machinery and equipment	-	8	8	-
<b>TOTAL DISPOSAL OF MOVABLE TANGIBLE CAPITAL ASSETS</b>	<b>-</b>	<b>121</b>	<b>121</b>	<b>-</b>

29 **Movement for 2015/16  
MOVEMENT IN MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED  
31 MARCH 2016**

	Opening balance R'000	Prior Year Error R'000	Additions R'000	Disposals R'000	Closing balance R'000
<b>MACHINERY AND EQUIPMENT</b>	<b>20 136</b>	<b>40</b>	<b>4 040</b>	<b>1 902</b>	<b>22 314</b>
Transport assets	2 871	22	-	810	2 083
Computer equipment	11 214	-	2 514	754	12 974
Furniture and office equipment	5 290	77	1 199	121	6 445
Other machinery and equipment	761	(59)	327	217	812
<b>TOTAL MOVABLE TANGIBLE CAPITAL ASSETS</b>	<b>20 136</b>	<b>40</b>	<b>4 040</b>	<b>1 902</b>	<b>22 314</b>

**PROVINCIAL TREASURY  
VOTE 8**

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 March 2017**

29.3.1 Prior period error	<i>Note</i>	2015/16 R'000
Nature of prior period error		
Relating to 2016 (affecting the opening balance)		40
Correction of values		40
Relating to 2015/16		-
Correction of values		
<b>Total</b>		<b>40</b>

**30 Minor assets**

**MOVEMENT IN MINOR ASSETS PER THE ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2017**

	Intangible Assets R'000	Machinery and equipment R'000	Biolog ical assets R'000	Total R'000
Opening balance	66	7 240	-	7 306
Value adjustments	-	39	-	39
Additions	22	734	-	756
Disposals	-	49	-	49
<b>TOTAL MINOR ASSETS</b>	<b>88</b>	<b>7 964</b>	<b>-</b>	<b>8 052</b>

	Intangible Assets	Machinery and equipment	Biolog ical assets	Total
Number of R1 minor assets	-	1 358	-	1 358
Number of minor assets at cost	33	5 842	-	5 875
<b>TOTAL NUMBER OF MINOR ASSETS</b>	<b>33</b>	<b>7 200</b>	<b>-</b>	<b>7 233</b>

**PROVINCIAL TREASURY  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 March 2017**

**Minor assets**

**MOVEMENT IN MINOR ASSETS PER THE ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016**

	<b>Intangible Assets</b>	<b>Machinery and equipment R'000</b>	<b>Biological assets R'000</b>	<b>Total R'000</b>
Opening balance	66	6 703	-	6 769
Prior period error	-	-	-	-
Additions	-	864	-	864
Disposals	-	327	-	327
<b>TOTAL MINOR ASSETS</b>	<b>66</b>	<b>7 240</b>	<b>-</b>	<b>7 306</b>

	<b>Intangible Assets</b>	<b>Machinery and equipment</b>	<b>Biological assets</b>	<b>Total</b>
Number of R1 minor assets	-	1 390	-	1 390
Number of minor assets at cost	-	7 305	-	7 305
<b>TOTAL NUMBER OF MINOR ASSETS</b>	<b>-</b>	<b>8 695</b>	<b>-</b>	<b>8 695</b>

**31 Intangible Capital Assets**

**31.1 MOVEMENT IN INTANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2017**

	<b>Opening Balance</b>	<b>Value Adjustment</b>	<b>Additions</b>	<b>Disposals</b>	<b>Closing balance</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>
<b>SOFTWARE</b>	4 304	-	170	-	4 474
<b>TOTAL INTANGIBLE CAPITAL ASSETS</b>	<b>4 304</b>	<b>-</b>	<b>170</b>	<b>-</b>	<b>4 474</b>

**PROVINCIAL TREASURY  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**

for the year ended 31 March 2017

**31.2 ADDITIONS TO INTANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2017**

	Cash	Non Cash	(Development work-in-progress current costs )	Received current, not paid (Paid current year, received prior year	Total
	R'000	R'000	R'000	R'000	R'000
SOFTWARE	170	-	-	-	170
<b>TOTAL ADDITIONS TO INTANGIBLE CAPITAL ASSETS</b>	<b>170</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>170</b>

**31.3 Movement for 2015/16  
MOVEMENT IN INTANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016**

	Opening Balance	Prior Period Error	Additions R'000	Disposals R'000	Closing balance R'000
SOFTWARE	3 915	-	389	-	4 304
<b>TOTAL INTANGIBLE CAPITAL ASSETS</b>	<b>3 915</b>	<b>-</b>	<b>389</b>	<b>-</b>	<b>4 304</b>

**32 Prior period errors**

**32.1 Correction of prior period errors**

**2015/16  
R'000**

***Other: Related Parties***

NC Fleet Entity

2 333

**Net effect**

**2 333**

In the prior year the Department disclosed Fleet Entity as a related party with the payments made to the entity. Thus prior year figures had to be restated due requirements of MCS.

**PROVINCIAL TREASURY  
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<b>Annexure 1A STATEMENT OF CONDITIONAL GRANTS AND OTHER TRANSFERS TO MUNICIPALITIES</b>										
<b>NAME OF MUNICIPALITY</b>	<b>GRANT ALLOCATION</b>			<b>TRANSFER</b>			<b>SPENT</b>			<b>2015/16 Division of Revenue Act</b>
	<b>DoRA and other transfers</b>	<b>Roll Overs</b>	<b>Adjustments</b>	<b>Total Available</b>	<b>Actual Transfer</b>	<b>Funds Withheld</b>	<b>Re-allocations by National Treasury or National Department</b>	<b>Amount received by Municipality</b>	<b>Amount spent by municipality</b>	<b>% of available funds spent by municipality</b>
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>
Renosterberg	3,841	-	-	3,841	-	-	-	3,841	3,841	100%
Dikgathong	1,944	-	-	1,944	-	-	-	1,944	1,944	100%
Pixley Ka Seme	4,464	-	-	4,464	-	-	-	3,300	3,300	100%
Magareng	5,000	-	-	5,000	-	-	-	1,500	1,500	100%
Kamiesberg	3,703	-	-	3,703	-	-	-	-	-	-
Richtersvelt	3,715	-	-	3,715	-	-	-	-	-	-
Phokwane	1,243	-	-	1,243	-	-	-	943	943	100%
Nama Khoi	3,750	-	-	3,750	-	-	-	-	-	-
ZF Mgcawu	5,000	-	-	5,000	-	-	-	5,000	5,000	100%
<b>Total</b>	<b>32,660</b>	<b>-</b>	<b>-</b>	<b>32,660</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,528</b>	<b>16,528</b>	<b>4,709</b>



# **NORTHERN CAPE: PROVINCIAL TREASURY** **Annexures to the Annual Financial Statements**

## **ANNEXURE 1B** **STATEMENT OF TRANSFERS TO DEPARTMENTAL AGENCIES AND ACCOUNTS**

DEPARTMENT/AGENCY/ACCOUNT	TRANSFER ALLOCATION			TRANSFER		2015/16 Appropriation Act
	Adjusted appropriation	Roll Overs	Adjustments	Total Available	Actual Transfer	% of Available funds transferred
	R'000	R'000	R'000	R'000	R'000	%
License TV	22		(14)	8	8	100%
<b>Total</b>	22	-	(14)	8	8	100%

**NORTHERN CAPE: PROVINCIAL TREASURY**  
**Annexures to the Annual Financial Statements**

**ANNEXURE 1C**  
**STATEMENT OF TRANSFERS TO HIGHER EDUCATION INSTITUTIONS**

DEPARTMENT/AGENCY/ACCOUNT	TRANSFER ALLOCATION				TRANSFER		2015/16 Appropriation Act
	Adjusted appropriation	Roll Overs	Adjustments	Total Available	Actual Transfer	% of Available funds transferred	
	R'000	R'000	R'000	R'000	R'000	%	R'000
Higher Education Institutions	-	-	-	-	-		62
<b>Total</b>	-	-	-	-	-		<b>62</b>

**NORTHERN CAPE: PROVINCIAL TREASURY**  
**Annexures to the Annual Financial Statements**

<b>ANNEXURE 1F</b>						
<b>STATEMENT OF TRANSFERS TO NON-PROFIT INSTITUTIONS</b>						
	<b>TRANSFER ALLOCATION</b>			<b>EXPENDITURE</b>		<b>2015/16 Appropriation Act</b>
	<b>Adjusted appropriation Act</b>	<b>Roll Overs</b>	<b>Adjustments</b>	<b>Total Available</b>	<b>Actual Transfer</b>	<b>% of Available funds transferred</b>
<b>NON-PROFIT INSTITUTIONS</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>
<b>Transfers</b>						
Donations	74		(8)	66	66	100%
<b>Total</b>	74	-	(8)	66	66	-

**PROVINCIAL TREASURY  
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<b>ANNEXURE 1G STATEMENT OF TRANSFERS TO HOUSEHOLDS</b>						
	<b>TRANSFER ALLOCATION</b>			<b>EXPENDITURE</b>		<b>2015/16</b>
	<b>Adjusted appropriation Act</b>	<b>Roll Overs</b>	<b>Adjustments</b>	<b>Total Available</b>	<b>Actual Transfer</b>	<b>Appro- priation Act</b>
<b>HOUSEHOLDS</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>%</b>	<b>R'000</b>
<b>Transfers</b>						
Employee Social Benefit	-	-	198	198	100%	1,104
Discretionary Fund Donations	297	-	(80)	217	100%	201
Claim Against the State	-	-	49	49	100%	-
<b>Total</b>	<b>297</b>	<b>-</b>	<b>167</b>	<b>464</b>	<b>100%</b>	<b>1,305</b>

**NORTHERN CAPE: PROVINCIAL TREASURY**  
**Annexures to the Annual Financial Statements**

**ANNEXURE 1J**  
**STATEMENT OF GIFTS, DONATIONS AND SPONSORSHIPS MADE AND REMISSIONS, REFUNDS AND PAYMENTS**  
**MADE AS AN ACT OF GRACE**

NATURE OF GIFT, DONATION OR SPONSORSHIP (Group major categories but list material items including name of organisation)	2016/17	2015/16
	R'000	R'000
<b>Made in kind</b>		
Departmental Gifts: consumables	11	66
Cash donations: Discretionary Funds	217	201
<b>TOTAL</b>	<b>228</b>	<b>267</b>

**PROVINCIAL TREASURY  
VOTE 8**

<b>ANNEXURE 3B STATEMENT OF CONTINGENT LIABILITIES AS AT 31 MARCH 2017</b>						
<b>NATURE OF LIABILITY</b>	<b>Opening balance 1 April 2016</b>	<b>Liabilities incurred during the year</b>	<b>Liabilities paid/ cancelled/ reduced during the year</b>	<b>Liabilities recoverable (Provide details hereunder)</b>	<b>Closing balance 31 March 2017</b>	
	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>	<b>R'000</b>
<b>Claims against the department</b>						
Legal cases against the Department by previous employees	384	-	-	-	-	384
<b>Fleet contingent: Premierley</b>	112	-	-	-	-	112
<b>Fleet contingent: NC Fleet Entity</b>	178	82	-	-	-	260
<b>Subtotal</b>	674	82	-	-	-	756
<b>TOTAL</b>	<b>674</b>	<b>82</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>756</b>

**NORTHERN CAPE: PROVINCIAL TREASURY**  
**Annexures to the Annual Financial Statements**

**ANNEXURE 4**  
**CLAIMS RECOVERABLE**

GOVERNMENT ENTITY	Confirmed balance outstanding		Unconfirmed balance outstanding		Total		Cash in transit at year end 2016/17*	
	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016	Receipt date up to six (6) working days after year end	Amount
	R'000	R'000	R'000	R'000	R'000	R'000		R'000
<b>DEPARTMENTS</b>								
Health	-	-	17	21	17	21		-
Roads & Public Works	-	-	154	154	154	154		-
Legislature	-	-	3	92	3	92		-
Correctional Service	-	2	-	-	-	2		-
NC Department of Sports, Arts and Culture	-	-	265	-	265	-		-
NC Department of Transport, Safety and Liaison	-	-	83	-	83	-		-
NC Department of Environmental and Nature	-	-	30	-	30	-		-
<b>Total</b>	<b>-</b>	<b>2</b>	<b>552</b>	<b>267</b>	<b>552</b>	<b>269</b>		<b>-</b>

# NORTHERN CAPE: PROVINCIAL TREASURY Annexures to the Annual Financial Statements

## ANNEXURE 5 INTER-GOVERNMENT PAYABLES

	Confirmed balance outstanding		Unconfirmed balance outstanding		Total		Cash in transit at year end 2016/17*	
							Receipt date up to six (6) working days after year end	Amount
	31/03/2017	31/03/2016	31/03/2017	31/03/2016	31/03/2017	31/03/2016		R'000
GOVERNMENT ENTITY	R'000	R'000	R'000	R'000	R'000	R'000		
<b>DEPARTMENTS</b>								
Transport, Safety and Liaison	-	-	76	76	76	76		-
Office of the Premier	-	-	117	-	117	-		-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>193</b>	<b>76</b>	<b>193</b>	<b>76</b>		<b>-</b>



