

BUDGET PRESENTATION 2022/23 FINANCIAL YEAR

17 MAY 2022



GAUTENG
PROVINCIAL GOVERNMENT
REPUBLIC OF SOUTH AFRICA

Growing Gauteng Together

PURPOSE

To present 2022/23 financial year budget allocation for the Department of
Social Development

BUDGET PER PROGRAMME

Programme	2021/22 Final Appropriation	2022/23 Budget Allocation	% Increase (Decrease)	% Share of the Allocation	2023/24 Estimates	% Increase (Decrease)	% Share of the Allocation	2024/25 Estimates	% Increase (Decrease)	% Share of the Allocation
	R'000	R'000			R'000			R'000		
Administration	767 712	753 676	-2%	14%	696 851	-8%	13%	712 674	2%	13%
Social Welfare Services	1 004 446	1 050 381	5%	19%	1 046 333	0%	19%	1 056 029	1%	19%
Children and Families	2 677 198	2 151 038	-20%	39%	2 082 016	-3%	38%	2 145 053	3%	39%
Restorative Services	794 349	760 038	-4%	14%	780 659	3%	14%	785 566	1%	14%
Development and Research	904 852	821 904	-9%	15%	815 619	-1%	15%	846 359	4%	15%
Total	6 148 557	5 537 037	-10%	100%	5 421 478	-2%	100%	5 545 681	2%	100%

BUDGET PER PROGRAMME

- The overall budget of the department reduced by 10% from R6.149 billion in the 2021/22 to R5.537 billion in the 2022/23 financial year.
- The baseline allocation over the 2022 MTEF was reduced due to ECD function shift, centralisation of ICT budget to the Department of e-Government and fiscal consolidation reduction.

The table below illustrates budget reduction over the 2022 MTEF:

<i>ITEM</i>	<i>2022/23 R'000</i>	<i>2023/24 R'000</i>	<i>2024/25 R'000</i>
ECD Function Shift	591 278	585 273	588 498
ICT Budge shift (e-GOV)	7 533	7 834	8 147
Infrastructure	12 100	59 062	34 876
Cuts due to data changes	3 634	49 894	49 118
TOTAL	614 545	702 063	680 639

The department received additional budget over the 2022 MTEF in the following areas:

<i>ITEM</i>	<i>2022/23 R'000</i>	<i>2023/24 R'000</i>	<i>2024/25 R'000</i>
Public sector wage agreement	76 914	-	-
GCR Street Adult Homelessness Strategy	87 549	87 734	87 767
Support to Welfare NPOs	43 740	77 029	91 724
Reallocation of NDA refund	3 839	-	-
EPWP Integrated Grant	2 000	-	-
EPWP Incentive Grant	21 948	-	-
TOTAL	235 990	164 763	179 491

BUDGET PER ECONOMIC CLASSIFICATION

Economic Classification	2021/22 Final Appropriation	2022/23 Budget Allocation	% Increase (Decrease)	% Share of the Allocation	2023/24 Estimates	% Increase (Decrease)	% Share of the Allocation	2024/25 Estimates	% Increase (Decrease)	% Share of the Allocation
	R'000	R'000			R'000			R'000		
Compensation of employees	2 050 901	2 031 878	-1%	37%	1 996 039	-2%	37%	2 063 176	3%	37%
Goods and services	1 162 709	1 150 382	-1%	21%	1 072 835	-7%	20%	1 106 378	3%	20%
Provinces and Municipalities	2 362	-	-100%		-					
Departmental agencies and accounts	1 969	80	-96%	0%	83	4%	0%	84	1%	0%
Non-profit institutions	2 783 547	2 240 870	-19%	40%	2 282 205	2%	42%	2 296 904	1%	41%
Households	13 311	7 213	-46%	0%	7 482	4%	0%	7 482	0%	0%
Buildings and other fixed structures	94 281	78 387	-17%	1%	52 513	-33%	1%	61 336	17%	1%
Machinery and equipment	38 836	28 227	-27%	1%	10 321	-63%	0%	10 321	0%	0%
Payment for financial assets	641	-	-100%		-			-		
Total: Economic Classification	6 148 557	5 537 037	-10%	100%	5 421 478	-2%	100%	5 545 681	2%	100%

BUDGET PER ECONOMIC CLASSIFICATION

Compensation of Employees

- Compensation of employees' budget includes a once off allocation for non-pensionable allowance allocation in the 2022/23 financial year.
- The department will fill vacant posts on the structure through the CoE budget allocation over the 2022 MTEF.
- Effective 01 April 2022, the department will no longer pay performance bonus hence the budget decrease of 1% in the 2022/23 financial year.

Good and Services

- Major projects that will be implemented through goods and services include the following:
 - Dignity Packs – R198 133 000
 - School Uniform Project - *R187 456 000*
 - Food Parcels (Households) – *R 44 460 000*
 - *Food Parcels (ART Clinics) – R 12 364 000*

CONDITIONAL GRANT ALLOCATION

NAME OF THE GRANT	2021/22 BUDGET R'000	2022/23 ESTIMATE R'000	2023/24 ESTIMATE R'000
EPWP INCENTIVE GRANT	21 984	-	-
EPWP INTEGRATED GRANT	2 000	-	-
TOTAL	23 984	-	-

- The department received allocation for two conditional grants namely EPWP Incentive and EPWP Integrated.
- The budget for these grants is allocated annually not over the MTEF period and allocation in the subsequent financial year depends on the performance of the grants.

INFRASTRUCTURE BUDGET ALLOCATION

ECONOMIC CLASSIFICATION	2022/23 Budget Allocation R'000	2023/24 Estimates R'000	2024/25 Estimates R'000
NEW INFRASTRUCTURE	24 200	8 500	8 000
REHABILITATION, RENOVATION & REFURB	44 587	25 908	28 226
UPGRADES AND ADDITIONS	9 600	18 105	25 110
MAINTENANCE AND REPAIRS	47 228	29 320	29 320
NON INFRASTRUCTURE (ARCHITECTURAL SERVICES & IDMS)	17 917	18 101	18 101
TOTAL	143 532	99 934	108 757

INFRASTRUCTURE ALLOCATION

- The budget for new infrastructure in the 2022/23 financial year includes construction of the following facilities:
 - Bantubonke ECD - R9 million,
 - Bekkarsdal Social Integrated Facility - R10 million,
 - Boipatong Social Integrated Facility (Planning stage) - R1 million
 - Sharpeville ECD and Residential Facility (Planning stage) - R1 million
 - Soshanguve Inpatient Rehabilitation Centre (Planning stage) - R1.7 million
- R7 887 million was allocated for the overall rehabilitation of Father Smangaliso Mkhathshwa CYCC and R5 million for the rehabilitation of Walter Sisulu CYCC in the 2022/23 financial year.

THANK YOU