

provincial treasury

MPUMALANGA PROVINCE  
REPUBLIC OF SOUTH AFRICA

# MPUMALANGA 2017

## Provincial Budget

#MPBudget2017





**Hon Premier DD Mabuza,  
Mpumalanga Province**

**“****W**hen the ANC declared the Year 2017 as the year of Oliver Tambo, it was not a statement of convenience – but a clarion call for all South Africans to reflect on the life of this selfless servant of our country as we confront and tackle the challenges of our times.

*Oliver Tambo was a compassionate and principled leader of all of us - not just the ANC. His life embodied upright leadership, and served as a moral compass to which world leaders could turn to understand how South Africa would navigate the evolving challenges of repression and isolation that it was subjected to - both at home and internationally.*

*ORTambo was relentless in his pursuit for a better country where all people irrespective of race and gender, lived in dignity and at peace with one another. This irrepressible spirit should be our guiding light within our families, in our communities and our places of work. Even in difficult times, he remained focused on the path to freedom. Our prevailing conditions of high unemployment, poverty and inequality require of us to be resolute in building a prosperous Mpumalanga and a better South Africa.*

*The challenges facing our people remain part of our daily lived reality. Let us remember that Oliver Tambo did not lead a struggle against one of the most brutal regimes - in comfort and convenience. There were hard times, but hope and belief in a better South Africa inspired him to continue the fight for a different future. Equally, our prevailing challenges must not lead us to despair, but should inspire us to find innovative solutions and employ collaborative approaches that will produce a vibrant and caring Mpumalanga! - State of the Province*







**Hon SE Kholwane, MPL**  
**MEC for Finance, Economic Development & Tourism**

“Provincial Treasury has a responsibility to ensure that management and deployment of provincial resources responds to the current social and economic fundamentals. The following realities underscore the environment in which the provincial budget for 2017/18 was prepared:

- We are facing an uncertain and complex global economic and financial environment.
- Economic growth is very low and some of the economic industries are in distress;
- Unemployment is high and job creation far below the job creation targets;
- As outlined in the 2017 SOPA, most of the poverty and inequality indicators improved in recent years, and
- The government social grants cover 1.43 million people in Mpumalanga, which is a third of the population of the Province.

Growing the provincial economy and addressing the triple challenges remain a top priority for the Mpumalanga Provincial Government.

For this reason, the provincial government will accelerate action and implement economic plans to change the lives of all our people, specifically targeting youth, women and People with Disabilities.

We will consolidate the implementation of the Nine Point Plan with the aim to “attract investment, accelerate service delivery and drive economic growth and transformation”.



# Where Money for Service Delivery Comes From

# 2017/18

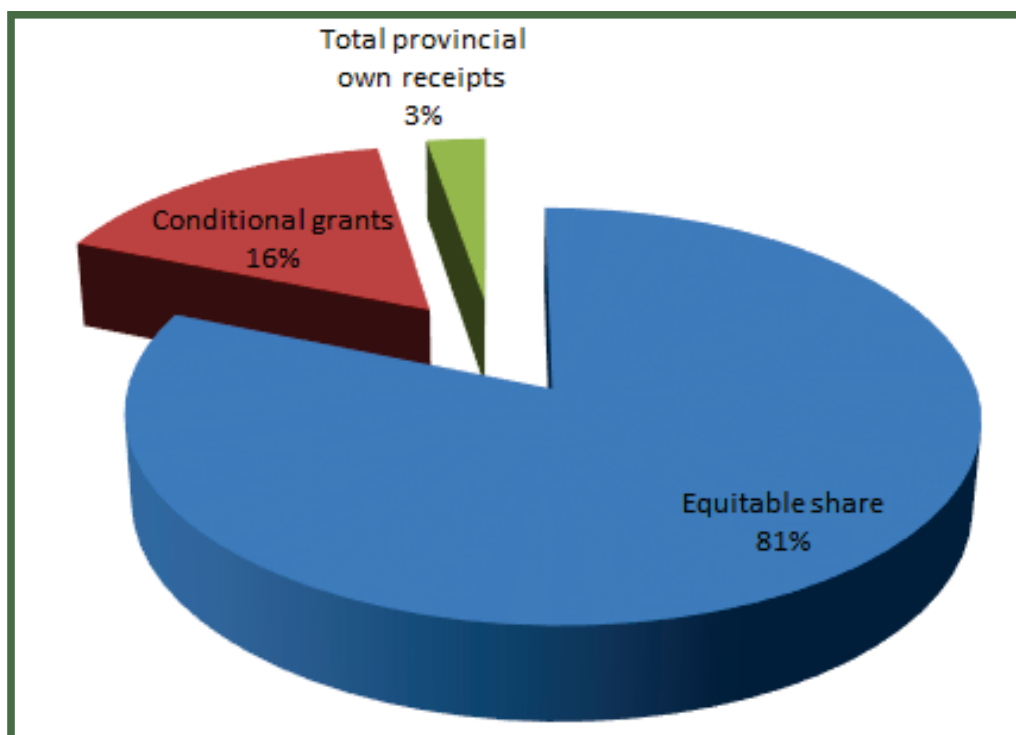
Sources for government funds include:

- Personal, Corporate and Value Added Taxes
- Fuel levies, Customs and Excise duties
- Borrowing and Interest

R'000

<b>Equitable Share</b>	<b>36 081 680</b>
<b>Conditional Grants</b>	<b>7 182 540</b>
<b>Provincial Revenue Own Receipt</b>	<b>1 272 655</b>
<b>Total for Province</b>	<b>44 536 875</b>

## Provincial Total Budget

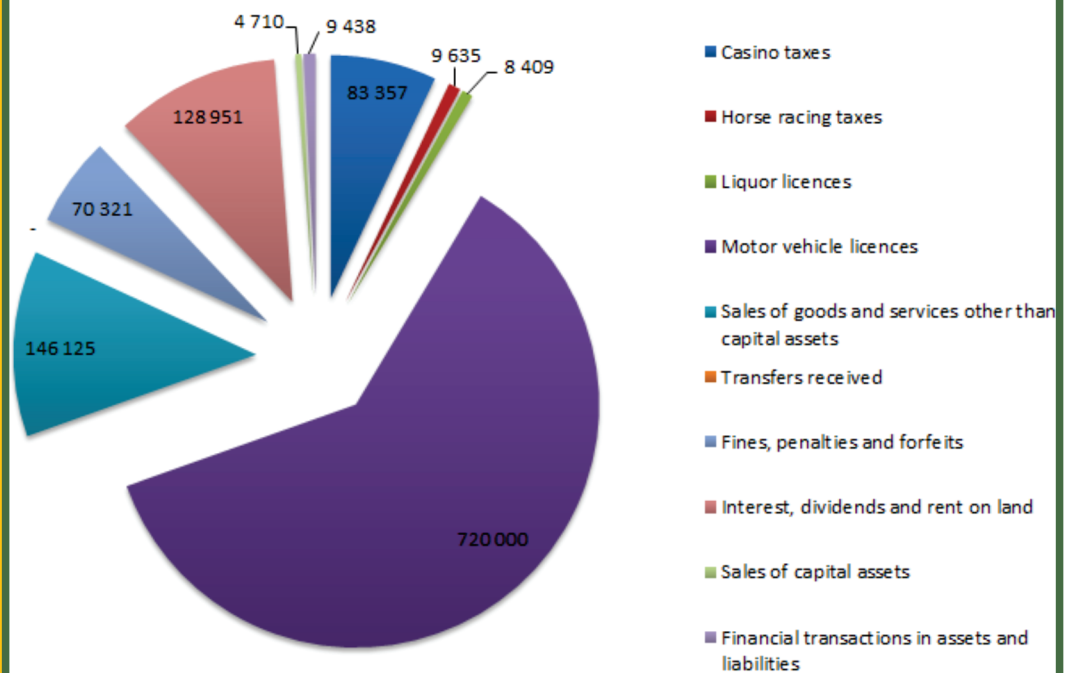


# Where Money for Service Delivery Comes From

# 2017/18

Sources of Provincial Own Revenue	2017 / 2018	2018 / 2019	2019 / 2020
	R'000		
<b>Tax receipts</b>	821 401	862 997	914 465
Casino taxes	83 357	88 192	93 484
Horse racing taxes	9 635	10 193	10 805
Liquor licences	8 409	8 612	8 816
Motor vehicle licences	720 000	756 000	801 360
<b>Sales of goods and services other than capital assets</b>	146 125	153 222	161 523
<b>Fines, penalties and forfeits</b>	70 321	73 687	78 062
<b>Interest, dividends and rent on land</b>	128 951	132 328	138 053
<b>Sales of capital assets</b>	4 710	5 070	5 544
<b>Financial transactions in assets and liabilities</b>	9 438	10 185	10 331
<b>Total provincial own receipts</b>	<b>1 180 947</b>	<b>1 237 489</b>	<b>1 307 978</b>

## Provincial Own Revenue





# Priorities of Provincial Government

# 2017/18

Job creation and Economic transformation

Education and skills development

Health care services

Strengthening delivery of basic services

Fight against crime and corruption

## Infrastructure delivery programme

### *Economic Infrastructure*

- R307 million for completion of all civil works for the **International Fresh Produce Market**
- R5.2 million for feasibility studies and township establishment for various **Industrial Technology Parks**.
- R1 826 686 thousand for **road infrastructure** upgrades, rehabilitation and maintenance.

### *Social infrastructure*

- R200 million to start construction of a new **boarding school** in Thaba Chweu local municipality in 2017/18.
- R963 184 to supplement fund the provision of infrastructure for **public schools**.
- R378 million towards the completion of phase one of the construction of **Mmamethlake hospital** in Dr JS Moroka as well as **Bethal hospital** in Govan Mbeki Local Municipalities.
- R394 million to continue construction of **Mapulaneng hospital** in Bushbuckridge and **Middelburg hospital** in Steve Tshwete Local Municipality.
- R94 205 for Infrastructure delivery programmes which includes **Early Childhood Development Centres**, Youth Development Centres, and Restorative Service Centre

# Total Allocation per Department

## 2017/18

R ' 000



**Provincial Budget**  
prioritises social protection;  
seek to ensure a healthy  
citizenry, and contribute  
to the building of a skilled,  
cohesive and prosperous  
society.



# Compensation of Employees per Department

## 2017/18



*Payments to educators, social workers, doctors and nurses, and other personnel that enables performance of public service.*





## Goods and Services per Department

# 2017/18

R ' 000

R ' 000



*This line item includes payments for purchasing of learner support material, school nutrition programme, scholar transport, medicine, social relief, professional services amongst others*

## Payments on Transfers and Subsidies per Department

# 2017/18



*Cash or in-kind transfers that are made to public entities and non-profit organisations that support government services to render support to households and the subsidies to private sector services that are essential to the public.*



# Payments on Capital Assets per Department

# 2017/18

R ' 000



*Payments made for the acquisition of assets e.g. equipment & furniture and development of infrastructure which includes roads, bridges and facilities such as schools, libraries clinics and hospitals amongst others.*





***Produced by the Communication Unit  
Provincial Treasury, Mpumalanga Provincial Government  
Private Bag x 11205 | Mbombela | 1200***

***Building No.4, Upper Ground Floor | No 7 Government Boulevard  
Riverside Park Ext 2 | Mbombela | 1200  
Tel: 013 766 4451 | Fax: 013 766 9449***

***Copies of the publication are available on  
the website of the Department  
(<http://treasury.mpg.gov.za>)***