

ASSETS			
Current assets		168,114	26,741
Unauthorised expenditure	9.	642	642
Cash and cash equivalents	11.	165,745	24,738
Prepayments and advances	12.	197	363
Receivables	13.	1,530	998
Non-current assets			
Investments	14.	880,604	880,000
TOTAL ASSETS			
		1,048,718	906,741
LIABILITIES			
Current liabilities			
Voted funds to be surrendered to the Revenue Fund	15.	167,764	23,756
Departmental revenue to be surrendered to the Revenue Fund			
Payables	17.	162	190
Local and foreign aid assistance unutilised		-	2,721
TOTAL LIABILITIES			
		167,927	26,710
NET ASSETS			
		880,791	880,031
Represented by:			
Capitalisation Reserves		880,604	880,000
Recoverable revenue		187	31
Retained funds (Legislatures/Parliament/CARA Fund assistance)	-	-	
Revaluation Reserves (Housing dept)		-	-
TOTAL			
		880,791	880,031

	<i>Note</i>	2006/07 R'000	2005/06
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts		7,360,983	5,288,368
Annual appropriated funds received	1.1	7,333,726	5,265,672
Departmental revenue received		1,182	945
Local and foreign aid assistance received	3.	26,075	21,751
Net (increase)/ decrease in working capital		(394)	981
Surrendered to Revenue Fund		(25,668)	(80,053)
Current payments		(282,864)	(241,241)
Unauthorised expenditure - Current payment	9.	-	-
Transfers and subsidies paid		(6,907,689)	(5,016,857)
Net cash flow available from operating activities	18.	144,368	(48,802)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for capital assets		(4,205)	(6,971)
Payments for investments		-	-
Proceeds from sale of capital assets		-	-
Proceeds from sale of investments		-	-
Proceeds from sale of other financial assets		-	-
(Increase)/ decrease in loans		-	-
(Increase)/ decrease in investments		(604)	-
(Increase)/ decrease in other financial assets		-	-
Net cash flows from investing activities		(4,809)	(6,971)
CASH FLOWS FROM FINANCING ACTIVITIES			
Distribution/dividend received		688	-
Increase/ (decrease) in net assets		760	(33)
Increase/ (decrease) in non-current payables		-	-
Net cash flows from financing activities		1,448	(33)
Net increase/ (decrease) in cash and cash equivalents		141,007	(55,806)
Cash and cash equivalents at beginning of period		24,738	80,544
Cash and cash equivalents at end of period	11.	165,745	24,738

Capitalisation Reserves			
Opening balance		880,000	880,000
Transfers		-	-
Movement in Equity		604	-
Movement in Operational Funds		-	-
Other movements		-	-
Closing balance		880,604	880,000
Recoverable revenue			
Opening balance		31	64
Transfers		156	(33)
Irrecoverable amounts written off	6.2	(43)	(33)
Debts revised		-	-
Debts recovered (included in departmental receipts)		-	-
Debts raised		199	-
Closing balance		187	31
Retained funds			
Opening balance		-	-
Transfer from Statement of Financial Performance		-	-
CARA Fund assistance		-	-
Utilised during the year		-	-
Other		-	-
Closing balance		-	-
Revaluation Reserve			
Opening balance		-	-
Revaluation adjustment (Housing departments)		-	-
Transfers		-	-
Other		-	-
Closing balance		-	-
TOTAL		880,791	880,031

1. Annual Appropriation				
1.1 Annual Appropriation				
Included are funds appropriated in terms of the Appropriation Act for National Departments (Voted Funds)				
Programmes	Final Appropriation R'000	Actual Funds Received R'000	Funds not requested/ not received R'000	Appropriation Received 2005/06 R'000
Administration	117,391	117,391		97,799
Policy Planning and Research	24,112	24,112	-	22,734
Programme Management	69,893	69,893	-	87,461
Housing Sector Performance	292,964	292,964	-	205,594
Housing Development Funding	6,829,366	6,829,366	-	4,849,724
Housing Equity	-	-	-	2,360
Total	7,333,726	7,333,726	-	5,265,672
A rollover request for an amount of R153,063,000 was made. All funds requested were received.				
	Note		2006/07 R'000	2005/06 R'000
2. Departmental revenue to be surrendered to Revenue Fund				
Sales of goods and services other than capital assets	2.1		111	100
Interest, dividends and rent on land	2.2		739	8
Financial transactions in assets and liabilities	2.3		1,020	837
Total revenue collected			1,870	945
Less: Departmental revenue budgeted *				
Total			1,870	945
2.1 Sales of goods and services other than capital assets				
Sales of goods and services produced by the department			111	100
Administrative fees			-	-
Other sales			111	100
Sales of scrap, waste and other used current goods			-	-
Total			111	100
2.2 Interest, dividends and rent on land and buildings				
Interest			51	8
Dividends			688	-
Total			739	8
2.3 Financial transactions in assets and liabilities				
Nature of loss recovered				
Stale cheques written back			3	-
Other receipts including recoverable revenue			1,017	837
Total			1,020	837

3	Local and foreign aid assistance	Note	2006/07 R'000	2005/06 R'000
	3.1 Assistance received in cash from RDP			
	Foreign			
	Opening Balance		2,721	4,123
	Revenue		26,075	21,751
	Expenditure		28,796	23,153
	Current		28,796	23,153
	Capital			
	Closing Balance		-	2,721
	Analysis of balance			
	Local and foreign aid receivable			
	Local and foreign aid unutilised		-	2,721
	Local foreign aid payable to RDP fund/donors			
	Closing balance		-	2,721
4	Compensation of employee			
	4.1 Salaries and wages			
	Basic salary		49,900	41,571
	Performance award		3,084	2,092
	Service Based		598	142
	Compensative/circumstantial		1,981	2,507
	Other non-pensionable allowances		12,989	9,010
	Total		68,552	55,322
		Note	2006/07 R'000	2005/06 R'000
	4.2 Social contributions			
	4.2.1 Employer contributions			
	Pension		5,774	4,945
	Medical		2,138	2,013
	UIF		1	-
	Bargaining Council		10	8
	Total		7,923	6,966
	4.2.2 Post retirement benefits			
	Medical		-	-
	Total		-	-
	Total compensation of employees		76,475	62,288
	Average number of employees		316	323
	Minister L Sisulu 2006/2007 R1,112,000 2005/2006 R1,009,000			

5.	Goods and services	Note	R'000	R'000
	Advertising		20,826	4,245
	Bank charges and card fees		51	108
	Bursaries (employees)		181	127
	Communication		5,143	5,118
	Computer services		39,920	37,376
	Consultants, contractors and special services		61,074	61,431
	Courier and delivery services		361	804
	Drivers licenses and permits		14	38
	Entertainment		324	1,007
	External audit fees	5.1	4,151	2,374
	Equipment less than R5 000		1,482	1,435
	Freight service		-	2
	Inventory	5.2	4,850	5,458
	Legal fees		597	1,719
	Maintenance, repair and running costs		2,800	2,757
	Operating leases		7,940	2,208
	Personnel agency fees		489	815
	Photographic services		147	61
	Plant flowers and other decorations		144	76
	Professional bodies and membership fees		53	-
	Resettlement costs		435	275
	Subscriptions		819	82
	System access fees		42	-
	Taking over of contractual obligations		-	4
	Owned and leasehold property expenditure		-	-
	Translations and transcriptions		21	6
	Transport provided as part of the departmental activities		-	-
	Travel and subsistence	5.3	20,607	19,234
	Venues and facilities		2,912	6,132
	Protective, special clothing & uniforms		142	597
	Training & staff development		2,025	2,211
	Total		177,550	155,700
5.1	External audit fees			
	Regulatory audits		4,151	2,374
	Performance audits		-	-
	Other audits		-	-
	Total external audit fees		4,151	2,374
5.2	Inventory			
	Domestic Consumables		245	156
	Food and Food supplies		833	423
	Fuel, oil and gas		87	118
	Other consumables		5	20
	Stationery and Printing		3,674	4,720
	Medical Supplies		6	21
	Total Inventory		4,850	5,458
5.3	Travel and subsistence			
	Local		18,377	15,977
	Foreign		2,230	3,257
	Total travel and subsistence		20,607	19,234

6. Financial transactions in assets and liabilities		Note	R'000	R'000
	Other material losses written off	6.1	43	100
	Total		43	100
6.1	Other material losses written off			
	Nature of losses			
	Resettlement - L G Nyathela		35	
	Home owners deduction debt - CPH Potgieter	1		
	Tax debt - Late RT Dube	7		
	Security System - Former Ministers Residence			8
	Salary overpayment - Late RT Dube			10
	Cell phone debt - S Mangena			3
	Military Service and Bursary			53
	State Guarantee			26
	Total		43	100
6.2	Irrecoverable amounts written off			
	Receivables written off		43	33
	O'Neill G M			10
	Schietekat M C			23
	Dube R T		7	
	Potgieter C P		1	
	Nyathela L G		35	
	Loans written off		-	-
	Total		43	33
7.	Transfers and subsidies	Note	R'000	R'000
	Provinces and municipalities	ANNEXURE 1A & 1B	6,677,860	4,868,065
	Departmental agencies and accounts	ANNEXURE 1C	229,437	148,254
	Foreign governments and international organisations	ANNEXURE 1E	73	69
	Public corporations and private enterprises	ANNEXURE 1D	-	1
	Non-profit institutions	ANNEXURE 1F	74	-
	Households	ANNEXURE 1G	245	468
	Unauthorised expenditure approved by Parliament		-	-
	Total		6,907,689	5,016,857
8.	Expenditure on capital assets	Note	R'000	R'000
	Machinery and equipment	28	3,952	6,869
	Software and other intangible assets		253	102
	Computer Software	29	253	102
	Total		4,205	6,971

9.	Unauthorised expenditure	Note	R'000	R'000
9.1	Reconciliation of unauthorised expenditure			
	Opening balance		642	642
	Unauthorised expenditure – current year		-	-
	Amounts approved by Parliament/Legislature (with funding)		-	-
	Current Expenditure			
	Transfers and subsidies			
	Expenditure for capital assets			
	Amounts approved by Parliament/Legislature (without funding)		-	-
	Current Expenditure			
	Transfers and subsidies			
	Expenditure for capital assets			
	Transfer to receivables for recovery (not approved)			
	Unauthorised expenditure awaiting authorisation		642	642
9.2	Analysis of current unauthorised expenditure			
	Incident		Disciplinary steps taken/ criminal proceedings	Total
	1998/1999 System Upgrading Q Data Consulting		Approved in Finance Act, 2007 (Act No. 2, 2007)	105
	1998/1999 Housing Support Initiatives		Approved in Finance Act, 2007 (Act No. 2, 2007)	58
	1998/1999 Advertising Herdbuoys McCann-Erickson		Approved in Finance Act, 2007 (Act No. 2, 2007)	32
	1999/2000		Approved in Finance Act, 2007 (Act No. 2, 2007)	447
	Total			642
10.	Fruitless and wasteful expenditure			
10.1	Reconciliation of fruitless and wasteful expenditure			
	Opening balance		-	
	Fruitless and wasteful expenditure – current year		-	-
	Current			
	Capital			
	Amounts condoned		-	-
	Current expenditure			
	Transfers and subsidies			
	Expenditure for capital assets			
	Transfer to receivables for recovery (not condoned)			
	Fruitless and wasteful expenditure awaiting condonement		-	-
11.	Cash and cash equivalents			
	Consolidated Paymaster General Account		190,708	40,220
	Cash receipts		2	1
	Disbursements		(24,980)	(15,503)
	Cash on hand		15	15
	Cash with commercial banks (Local)		-	5
	Total		165,745	24,738
		Note	2006/07 R'000	2005/06 R'000
12.	Prepayments and advances			
	Travel and subsistence		197	363
	Total		197	363

13.	Receivables		Less than one year R'000	One to three years R'000	Older than three years R'000	Total R'000	Total R'000
	Staff debtors	13.1	21	77	154	252	129
	Other debtors	13.2	292	337	151	780	778
	Intergovernmental	Annex 3	449	7	42	498	91
	Total		762	421	347	1,530	998
	13.1 Staff debtors						
	Telephone					2	2
	S&T Debt					3	3
	Study					134	22
	Vehicle					62	24
	Home loan					3	5
	Tax					26	42
	Salary disallowance					4	9
	Salary reversal						8
	Petty Cash					2	
	Housing Guarantee					15	14
	Total					252	129
					Note	2006/07 R'000	2005/06 R'000
	13.2 Other Debtors						
	Suspense Account					168	422
	Government account					377	282
	Suppliers overpayment					187	-
	Salaries					43	36
	Salary Reversal					5	
	Resettlement					-	38
	Total					780	778
14.	Investments						
	Non-current						
	Shares and other equity						
	NHFC					880,000	880,000
	SERVCON					604	
	Total non-current					880,604	880,000
15.	Voted funds to be surrendered to the Revenue Fund						
	Opening balance					23,756	24,678
	Transfer from Statement of Financial Performance					167,764	23,756
	Voted funds not requested/not received					-	-
	Paid during the year					(23,756)	(24,678)
	Closing balance					167,764	23,756
	A rollover request for an amount of R153,063,000 was made						

16.	Departmental revenue to be surrendered to the Revenue Fund		Note	2006/07 R'000	2005/06 R'000
	Opening balance			43	54,473
	Transfer from Statement of Financial Performance			1,870	945
	Paid during the year			(1,912)	(55,375)
	Closing balance			1	43
17.	Payables – current				
	Description		30 Days R'000	30+ Days R'000	2006/07 Total R'000
	Amounts owing to				
	Clearing accounts	17.1	119	-	119
	Other payables	17.2	43	-	43
	Total		162	-	162
	17.1 Clearing accounts				
	Description				
	Tax RSA			-	2
	GG Gauteng Transport Control account			119	188
	Total			119	190
	17.2 Other payables				
	Description				
	Salary: Disallowance			14	-
	Salary: Income Tax			31	-
	Salary: Pension Fund			(1)	-
	Salary: Medical			(1)	-
	Total			43	-
18.	Net cash flow available from operating activities			2006/07 R'000	2005/06 R'000
	Net surplus/(deficit) as per Statement of Financial Performance			166,912	23,299
	Add back non cash/cash movements not deemed operating activities			(22,544)	(72,101)
	(Increase)/decrease in receivables – current			(532)	(141)
	(Increase)/decrease in prepayments and advances			166	-
	(Increase)/decrease in other current assets			-	988
	Increase/(decrease) in payables – current			(28)	134
	Expenditure on capital assets			4,205	6,971
	Surrenders to revenue fund			(25,667)	(80,053)
	Other non cash items			(688)	
	Net cash flow generated by operating activities			144,368	(48,802)
19.	Reconciliation of cash and cash equivalents for cash flow purposes				
	Consolidated Paymaster General Account			190,708	40,220
	Cash receipts			1	1
	Disbursements			(24,979)	(15,503)
	Cash on hand			15	15
	Cash with commercial banks - Local			-	5
	Total			165,745	24,738