

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

11.2 Recoverable expenditure (disallowance accounts)

	<i>Note</i>	2015/16	2014/15
	<i>11</i>	R'000	R'000
Disallowance Damages and Losses		55	165
Dishonoured cheques		16	-
Sal: Tax Debt		21	1
Pension recoverable Acc		1	-
Sal: Recoverable		23	-
Total		116	166

11.3 Staff debt

	<i>Note</i>	2015/16	2014/15
	<i>11</i>	R'000	R'000
Tel/cellphone debt		16	29
Communication debt		142	30
Employee debt		83	135
Ex-employee		70	72
Salary overpayment		80	37
Advance debt		-	86
Bursary debt		124	43
Tax debt		44	4
Losses		4	4
Subsidised vehicle		-	10
Total		563	450

11.4 Other debtors

	<i>Note</i>	2015/16	2014/15
	<i>11</i>	R'000	R'000
Suppliers		1,014	1,161
Total		1,014	1,161

11.5 Impairment of receivables

	<i>Note</i>	2015/16	2014/15
		R'000	R'000
Estimate of impairment of receivables		1,014	
Total		1,014	-

The basis of the impairment is based on the non-recoverability of the monies due by the supplier debtor.

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

12. Voted funds to be surrendered to the Revenue Fund

	<i>Note</i>	2015/16 R'000	2014/15 R'000
Opening balance		9,995	7,842
Prior period error	12.2	-	-
As restated		9,995	7,842
Transfer from statement of financial performance (as restated)		5,374	9,995
Paid during the year		(9,995)	(7,842)
Closing balance		5,374	9,995

13. Departmental revenue and NRF Receipts to be surrendered to the Revenue Fund

	<i>Note</i>	2015/16 R'000	2014/15 R'000
Opening balance		265	3,701
Prior period error	13.1	-	-
As restated		265	3,701
Own revenue included in appropriation		35,603	27,406
Paid during the year		(34,753)	(30,842)
Closing balance		1,115	265

14. Payables – current

	<i>Note</i>	2015/16 R'000	2014/15 R'000
Clearing accounts	14.1	-	11
Other payables	14.2	-	2,649
Total		-	2,660

14.1 Clearing accounts

	<i>Note</i>	2015/16 R'000	2014/15 R'000
Sal: ACB recalls		-	10
Sal: Reversal Control		-	1
Total		-	11

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

14.2 Other payables

	<i>Note</i>	2015/16	2014/15
	<i>14</i>	R'000	R'000
CATHSETA Exchequer grant account		-	1,966
Liquor Licence		-	683
Total		-	2,649

15. Net cash flow available from operating activities

	<i>Note</i>	2015/16	2014/15
		R'000	R'000
Net surplus/(deficit) as per Statement of Financial Performance		6,071	17,919
Add back non cash/cash movements not deemed operating activities		2,350	4,072
(Increase)/decrease in receivables – current		(1,164)	367
(Increase)/decrease in prepayments and advances		72	236
Increase/(decrease) in payables – current		(2,660)	1,474
Proceeds from sale of capital assets		-	-
Expenditure on capital assets		23,171	13,273
Surrenders to Revenue Fund		(44,748)	(38,684)
Surrenders to RDP Fund/Donor		(7,924)	-
Own revenue included in appropriation		35,603	27,406
Net cash flow generated by operating activities		8,421	21,991

16. Reconciliation of cash and cash equivalents for cash flow purposes

	2015/16	2014/15
	R'000	R'000
Consolidated Paymaster General account	4,022	18,905
Cash receipts	-	(9)
Disbursements	-	29
Cash on hand	61	31
Total	4,083	18,956

17. Contingent liabilities and contingent assets

17.1 Contingent liabilities

	<i>Note</i>	2015/16	2014/15
		R'000	R'000
Liable to			
	Nature		
Claims against the department	<i>Annex 3B</i>	27,570	27,613
Intergovernmental payables (unconfirmed balances)	<i>Annex 5</i>	59	17
Total		27,629	27,630

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2016

18. Commitments

	2015/16 R'000	2014/15 R'000
Current expenditure		
Approved and contracted	10,588	2,441
Approved but not yet contracted	831	-
	<u>11,419</u>	<u>2,441</u>
Capital expenditure		
Approved and contracted	13,179	30,119
Approved but not yet contracted	-	355
	<u>13,179</u>	<u>30,474</u>
Total Commitments	<u>24,598</u>	<u>32,915</u>

"Unlike in the previous financial years, with effect from the 2015/16 financial year, contracted commitments include those that are routine in nature."

Indicate whether a commitment is for longer than a year.

Soetdoring Nature Reserve: Renovations to existing train bush camp, laundry and installation of infrastructure

19. Accruals and payables not recognised

19.1 Accruals

	2015/16 R'000			2014/15 R'000
Listed by economic classification	30 Days	30+ Days	Total	Total
	Goods and services	314	-	314
Total	<u>314</u>	<u>-</u>	<u>314</u>	<u>735</u>

	Note	2015/16 R'000	2014/15 R'000
Listed by programme level			
Administration		273	9
Environmental Affairs		24	1
Economic Development		17	620
Tourism		-	105
Total		<u>314</u>	<u>735</u>

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

19.2 Payables not recognised

	2015/16 R'000			2014/15 R'000
Listed by economic classification	30 Days	30+ Days	Total	Total
Other	162	-	162	-
Total	162	-	162	-

	Note	2015/16 R'000	2014/15 R'000
Listed by programme level			
Administration		162	-
Total		162	-

Both the Accruals and Payables not recognised were previously combined and have been split into subnote for the current year and beyond.

	Note	2015/16 R'000	2014/15 R'000
Included in the above totals are the following:			
Confirmed balances with other departments	Annex 5	162	-
Total		162	-

20. Employee benefits

	2015/16 R'000	2014/15 R'000
Leave entitlement	9,472	8,734
Service bonus (Thirteenth cheque)	5,379	5,190
Performance awards	2,778	2,186
Capped leave commitments	6,542	7,342
Other	174	967
Total	24,345	24,419

At this stage the department is not able to reliably measure the long term portion of the long service awards. Included in leave entitlement is negative leave balances amounting to R200 507.06

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

21. Lease commitments

21.1 Operating leases expenditure

	Specialised military equipment	Land	Buildings and other fixed structures	Machinery and equipment	Total
2015/16					
Not later than 1 year	-	-	-	9,230	9,230
Later than 1 year and not later than 5 years	-	-	-	11,668	11,668
Later than five years	-	-	-	779	779
Total lease commitments	-	-	-	21,677	21,677

	Specialised military equipment	Land	Buildings and other fixed structures	Machinery and equipment	Total
2014/15					
Not later than 1 year	-	-	-	10,705	10,705
Later than 1 year and not later than 5 years	-	-	-	16,228	16,228
Later than five years	-	-	-	1,106	1,106
Total lease commitments	-	-	-	28,039	28,039

21.2 Finance leases expenditure**

	Specialised military equipment	Land	Buildings and other fixed structures	Machinery and equipment	Total
2015/16					
Not later than 1 year	-	-	-	1,956	1,956
Later than 1 year and not later than 5 years	-	-	-	1,821	1,821
Later than five years	-	-	-	-	-
Total lease commitments	-	-	-	3,777	3,777

	Specialised military equipment	Land	Buildings and other fixed structures	Machinery and equipment	Total
2014/15					
Not later than 1 year	-	-	-	1,525	1,525
Later than 1 year and not later than 5 years	-	-	-	357	357
Later than five years	-	-	-	-	-
Total lease commitments	-	-	-	1,882	1,882

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

22. Accrued departmental revenue

	<i>Note</i>	2015/16	2014/15
		R'000	R'000
Tax revenue		-	852
Sales of goods and services other than capital assets		14,504	10,863
Total		14,504	11,715

22.1 Analysis of accrued departmental revenue

	<i>Note</i>	2015/16	2014/15
		R'000	R'000
Opening balance		11,715	8,617
Less: amounts received		1,552	1,708
Add: amounts recognised		4,341	4,806
Closing balance		14,504	11,715

22.2 Impairment of accrued departmental revenue

	<i>Note</i>	2015/16	2014/15
		R'000	R'000
Estimate of impairment of accrued departmental revenue		9,140	7,235
Total		9,140	7,235

The basis of impairment is calculated on the R150 000 monthly rental out of the original R250,000. Only R100 000 may be recoverable and the R150 000 deemed irrecoverable from the service provider.

23. Irregular expenditure

23.1 Reconciliation of irregular expenditure

	<i>Note</i>	2015/16	2014/15
		R'000	R'000
Opening balance		8,829	16,040
Prior period error		-	1,444
As restated		8,829	17,484
Add: Irregular expenditure – relating to prior year		43,114	-
Add: Irregular expenditure – relating to current year		29,452	-
Less: Prior year amounts condoned		(5,669)	-
Less: Current year amounts condoned		(1,362)	-
Less: Amounts not condoned and recoverable		-	-
Less: Amounts not condoned and not recoverable		(5,153)	(8,655)
Closing balance		69,211	8,829

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

Analysis of awaiting condonation per age classification

Current year	28,090	-
Prior years	41,121	8,829
Total	69,211	8,829

23.2 Details of irregular expenditure – current year

Incident	Disciplinary steps taken/criminal proceedings	2015/16 R'000
Acting period exceeded	None taken as the department received value for money and did not suffer a loss.	1,362
3 Quotations not obtained	Subject to investigation	4
Non-compliance with SCM processes	Subject to investigation	7,965
Items not listed in the events management and catering transversal contracts procured from supplier appointed in terms of the contract	Subject to investigation	1,221
Non-compliance with SCM processes	Subject to investigation	18,900
Total		29,452

During the audit, irregular expenditure related to events management and catering was identified, as indicated above, that could not be quantified as the full population, including the prior financial year, was not reviewed and will be investigated by the Department of the Premier during the next financial year to determine the full extent thereof.

23.3 Details of irregular expenditure condoned

Incident	Condoned by (condoning authority)	2015/16 R'000
Acting period exceeded	HOD	7,031
Total		7,031

23.4 Details of irregular expenditure not recoverable (not condoned)

Incident	Not condoned by (condoning authority)	2015/16 R'000
Suppliers not on approved supplier database	HOD	2,668

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2016**

Three quotations not attached	HOD	2,322
No tax clearance certificates	HOD	164
Total		5,153

23.5 Prior period error

	<i>Note</i>	2014/15 R'000
Nature of prior period error		1,444
Relating to 2014/15 <i>[affecting the opening balance]</i>		
Recalculation of irregular expenditure amounts related to prior years		1,444
Relating to 2014/15		26,230
Expenditure reported as possible irregular expenditure in the prior year does not compromise irregular expenditure (Wildpharm).		427
Expenditure reported as possible irregular expenditure in the prior year does not compromise irregular expenditure (MESP).		25,803
Total prior period errors		27,674

24. Fruitless and wasteful expenditure

24.1 Reconciliation of fruitless and wasteful expenditure

	<i>Note</i>	2015/16 R'000	2014/15 R'000
Opening balance			274
Prior period error			-
As restated			274
Fruitless and wasteful expenditure – relating to prior year			
Fruitless and wasteful expenditure – relating to current year		193	-
Less: Amounts resolved			(274)
Less: Amounts transferred to receivables for recovery	11.6		-
Closing balance		193	-

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2016**

24.2 Analysis of awaiting resolution per economic classification

	2015/16 R'000	2014/15 R'000
Current	193	-
Total	193	-

24.3 Analysis of Current year's fruitless and wasteful expenditure

Incident	Disciplinary steps taken/criminal proceedings	2015/16 R'000
Management fees for transversal contracts not part of contract	A process to recover the expenditure already started.	131
VAT overcharged by suppliers	A process to recover the expenditure already started.	62
Total		193

During the audit, fruitless and wasteful expenditure in respect of VAT overcharged was identified, as indicated above, that could not be quantified as the full population, including the prior financial year, was not reviewed and will be investigated by the Department of the Premier during the next financial year to determine the full extent thereof.

The fruitless and wasteful expenditure in respect of management fee overcharged was identified, as indicated above, that could not be quantified as the full population, including the prior financial year, was not reviewed and will be investigated by the Department of the Premier during the next financial year to determine the full extent thereof.

A process to recover the fruitless and wasteful expenditure already commenced by the Department of the Premier.

25. Related party transactions

Revenue received	2015/16 R'000	2014/15 R'000
Tax revenue	-	51,188
Total	-	51,188
Payments made	2015/16 R'000	2014/15 R'000
Goods and services	-	5,495
Interest and rent on land	-	-
Expenditure for capital assets	-	-
Payments for financial assets	-	-
Transfers	108,345	103,000
Total	108,345	108,495

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

	2015/16 R'000	2014/15 R'000
Year end balances arising from revenue/payments		
Receivables from related parties	-	852
Payables to related parties	-	-
Total	<u>-</u>	<u>852</u>

List related party relationships

FSTA
FSGLA
FDC
NATURE CONSERVATION TRUST FUND

26. Key management personnel

	No. of Individuals	2015/16 R'000	2014/15 R'000
Political office bearers (provide detail below)	2	1,822	1,822
Officials:			
Level 15 to 16	4	4,034	4,484
Level 14 (incl. CFO if at a lower level)	11	8,083	5,667
Family members of key management personnel		-	-
Total		<u>13,939</u>	<u>11,973</u>

Mr Khotle has been seconded to the department of Health during the financial year and was not part of key management personnel even though he was being compensated by the department.

27. Impairment (other than receivables, accrued departmental revenue, loans and investments)

	Note	2015/16 R'000	2014/15 R'000
Other debtors		-	1,909
Total		<u>-</u>	<u>1,909</u>

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

28. Provisions

	<i>Note</i>	2015/16 R'000	2014/15 R'000
Retention monies		243	-
Total		243	-

28.1 Reconciliation of movement in provisions – 2015/16

	Provision 1 R'000	Provision 2 R'000	Provision 3 R'000	Total provisions R'000
Opening balance	243	-	-	243
Increase in provision	-	-	-	-
Settlement of provision	-	-	-	-
Unused amount reversed	-	-	-	-
Reimbursement expected from third party	-	-	-	-
Change in provision due to change in estimation of inputs	-	-	-	-
Closing balance	243	-	-	243

The obligation is retention monies for the renovations to Maria Moroka Resort which will be realised in 12 months.

Reconciliation of movement in provisions – 2014/15

	Provision 1 R'000	Provision 2 R'000	Provision 3 R'000	Total provisions R'000
Opening balance				
Increase in provision				
Settlement of provision				
Unused amount reversed				
Reimbursement expected from third party				
Change in provision due to change in estimation of inputs				
Closing balance	-	-	-	-

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

29. Movable Tangible Capital Assets

MOVEMENT IN MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016

	Opening balance R'000	Value adjustments R'000	Additions R'000	Disposals R'000	Closing Balance R'000
HERITAGE ASSETS					
Heritage assets	-	-	-	-	-
MACHINERY AND EQUIPMENT					
	25,867	-	7,214	517	32,564
Transport assets	4,653	-	2,992	-	7,645
Computer equipment	8,163	-	1,027	393	8,797
Furniture and office equipment	6,390	-	2,212	65	8,537
Other machinery and equipment	6,661	-	983	59	7,585
SPECIALISED MILITARY ASSETS					
	1,168	-	-	-	1 168
Specialised military assets	1,168	-	-	-	1,168
BIOLOGICAL ASSETS					
Biological assets					
TOTAL MOVABLE TANGIBLE CAPITAL ASSETS	27,035	-	7,214	517	33,732

Movable Tangible Capital Assets under investigation

	Number	Value R'000
Included in the above total of the movable tangible capital assets per the asset register are assets that are under investigation:		
Machinery and equipment	48	396

1. The above assets could not be found during the Asset Verification.

2. These assets were sent to all Heads of the respective components to do an investigation.

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

29.1 Additions

ADDITIONS TO MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016

	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
HERITAGE ASSETS	-	-	-	-	-
Heritage assets	-	-	-	-	-
MACHINERY AND EQUIPMENT	8,962	71	(1,819)	-	7,214
Transport assets	2,992	-	-	-	2,992
Computer equipment	1,027	-	-	-	1,027
Furniture and office equipment	2,212	-	-	-	2,212
Other machinery and equipment	2,731	71	(1,819)	-	983
SPECIALISED MILITARY ASSETS	-	-	-	-	-
Specialised military assets	-	-	-	-	-
BIOLOGICAL ASSETS					
Biological assets					
TOTAL ADDITIONS TO MOVABLE TANGIBLE CAPITAL ASSETS	8,962	71	(1,819)	-	7,214

29.2 Disposals

DISPOSALS OF MOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016

	Sold for cash	Non-cash disposal	Total disposals	Cash Received Actual
	R'000	R'000	R'000	R'000
HERITAGE ASSETS	-	-	-	-
Heritage assets	-	-	-	-

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2016**

MACHINERY AND EQUIPMENT	15	502	517	-
Transport assets	-	-	-	-
Computer equipment	9	384	393	-
Furniture and office equipment	-	65	65	-
Other machinery and equipment	6	53	59	-
SPECIALISED MILITARY ASSETS	-	-	-	
Specialised military assets	-	-	-	
BIOLOGICAL ASSETS				
Biological assets				
TOTAL DISPOSAL OF MOVABLE TANGIBLE CAPITAL ASSETS	15	502	517	-

29.3 Movement for 2014/15

MOVEMENT IN TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2015

	Opening balance	Prior period error	Additions	Disposals	Closing Balance
	R'000	R'000	R'000	R'000	R'000
HERITAGE ASSETS	-	-	-	-	-
Heritage assets	-	-	-	-	-
MACHINERY AND EQUIPMENT	25,329	(784)	1,714	392	25,867
Transport assets	5,791	(1,190)	52	-	4,653
Computer equipment	7,277	(71)	1,294	337	8,163
Furniture and office equipment	5,920	422	103	55	6,390
Other machinery and equipment	6,341	49	265	-	6,661
SPECIALISED MILITARY ASSETS	875	293	-	-	1,168
Specialised military assets	875	293	-	-	1,168
BIOLOGICAL ASSETS					
Biological assets					
TOTAL MOVABLE TANGIBLE CAPITAL ASSETS	26,204	(491)	1,714	392	27,035

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2016**

29.3.1 Prior period error

	2014/15 R'000
Nature of prior period error	
Relating to 2015/16 [affecting the opening balance]	(491)
Maria Maroka Handover assets capitalised from prior year and Seekoeivlei resort asset.	533
Prior period errors. Duplicate assets. Firearms at H/O	(1,070)
E.E Gariep assets transferred to Agriculture. Laptop transfer received from Public Works (MEC). AG Communication No 8 of 2016	46
Relating to 2014/15	(53,230)
Incorrect application of modified cash standard on biological assets	(53,230)
Total prior period errors	(53,721)

29.4 Minor assets

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

	Specialised military assets R'000	Intangible assets R'000	Heritage assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Opening balance	235	-	-	25,532	-	25,767
Additions	-	-	-	1,371	-	1,371
Disposals	-	-	-	425	-	425
TOTAL MINOR ASSETS	235	-	-	26,478	-	26,713
<hr/>						
	Specialised military assets	Intangible assets	Heritage assets	Machinery and equipment	Biological assets	Total
Number of R1 minor assets	-	-	-	1	-	1
Number of minor assets at cost	108	-	-	17,228	-	17,336
TOTAL NUMBER OF MINOR ASSETS	108	-	-	17,229	-	17,337

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2016

Minor Capital Assets under investigation

	Number	Value R'000
Included in the above total of the minor capital assets per the asset register are assets that are under investigation:		
Machinery and equipment	273	427

1. The above assets could not been found during the Asset Verification.

2. These assets were sent to all Heads of the respective components to do an investigation.

MOVEMENT IN MINOR ASSETS PER THE ASSET REGISTER FOR THE YEAR ENDED AS AT 31 MARCH 2015

	Specialised military assets R'000	Intangible assets R'000	Heritage assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
Opening balance	216	15	-	23,402	-	23,633
Prior period error	19	(15)	-	1,796	-	1,800
Additions	-	-	-	726	-	726
Disposals	-	-	-	392	-	392
TOTAL MINOR ASSETS	235	-	-	25,532	-	25,767

	Specialised military assets	Intangible assets	Heritage assets	Machinery and equipment	Biological assets	Total
Number of R1 minor assets	-	-	-	1	-	1
Number of minor assets at cost	100	6	-	16,151	-	16,257
TOTAL NUMBER OF MINOR ASSETS	100	6	-	16,152	-	16,258

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 March 2016**

29.4.1 Prior period error

	<i>Note</i>	2014/15 R'000
Nature of prior period error		
Relating to 2015/16 <i>[affecting the opening balance]</i>		
E.E Gariep assets transferred to Agriculture.		1,800
Maria Maroka Handover assets capitalised from prior year. Sandveld and Seekoeivlei assets		(119)
Prior period errors.		1,203
		716
Relating to 2014/15		
Incorrect application of modified cash standard on biological assets		(40,691)
Total prior period errors		<u>(38,891)</u>

29.5 S42 Movable capital assets

MAJOR ASSETS SUBJECTED TO TRANSFER IN TERMS OF S42 OF THE PFMA - 31 MARCH 31 MARCH 2015

	Specialised military assets R'000	Intangible assets R'000	Heritage assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
No. of Assets				70		70
Value of the assets (R'000)				527		527

MINOR ASSETS SUBJECTED TO TRANSFER IN TERMS OF S42 OF THE PFMA - 31 MARCH 31 MARCH 2015

	Specialised military assets R'000	Intangible assets R'000	Heritage assets R'000	Machinery and equipment R'000	Biological assets R'000	Total R'000
No. of Assets				238		238
Value of the assets (R'000)				633		633

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

30. Intangible Capital Assets

30.1 Movement for 2014/15

MOVEMENT IN INTANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2015

	Opening balance	Prior period error	Additions	Disposals	Closing Balance
	R'000	R'000	R'000	R'000	R'000
SOFTWARE	45	(45)	-	-	-
TOTAL INTANGIBLE CAPITAL ASSETS	45	(45)	-	-	-

30.1.1 Prior period error

	Note	2014/15 R'000
Nature of prior period error		
Relating to 2014/15 <i>[affecting the opening balance]</i>		
Derecognised intangible asset		(45)
Relating to 2014/15		
Total prior period errors		<u>(45)</u>

31. Immovable Tangible Capital Assets

MOVEMENT IN IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016

	Opening balance	Value adjustments	Additions	Disposals	Closing Balance
	R'000		R'000	R'000	R'000
BUILDINGS AND OTHER FIXED STRUCTURES	47,734	-	14,207	18,139	43,802
Dwellings					
Non-residential buildings					
Other fixed structures	47,734	-	14,207	18,139	43,802
HERITAGE ASSETS	-	-	-	-	-
Heritage assets					

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

LAND AND SUBSOIL ASSETS	-	-	-	-	-
Land					
Mineral and similar non-regenerative resources					
Capital	Work-in-progress				
<i>(Effective 1 April 2016)</i>	<i>(Effective 1 April 2016)</i>				
TOTAL IMMOVABLE TANGIBLE CAPITAL ASSETS	47,734	-	14,207	18,139	43,802

31.1 Additions

ADDITIONS TO IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016

	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
BUILDING AND OTHER FIXED STRUCTURES	14,207	-	-	-	14,207
Dwellings	-	-	-	-	-
Non-residential buildings	-	-	-	-	-
Other fixed structures	14,207	-	-	-	14,207
HERITAGE ASSETS	-	-	-	-	-
Heritage assets					
LAND AND SUBSOIL ASSETS	-	-	-	-	-
Land					
Mineral and similar non-regenerative resources					
TOTAL ADDITIONS TO IMMOVABLE TANGIBLE CAPITAL ASSETS	14,207	-	-	-	14,207

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

31.2 Disposals

DISPOSALS OF IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2016

	Sold for cash	Non-cash disposal	Total disposals	Cash Received Actual R'000
	R'000	R'000	R'000	
BUILDINGS AND OTHER FIXED STRUCTURES		18,139	18,139	
Dwellings				
Non-residential buildings				
Other fixed structures		18,139	18,139	
HERITAGE ASSETS				
Heritage assets				
LAND AND SUBSOIL ASSETS				
Land				
Mineral and similar non- regenerative resources				
TOTAL DISPOSALS OF IMMOVABLE TANGIBLE CAPITAL ASSETS	-	18,139	18,139	-

31.3 Movement for 2014/15

MOVEMENT IN IMMOVABLE TANGIBLE CAPITAL ASSETS PER ASSET REGISTER FOR THE YEAR ENDED 31 MARCH 2015

	Opening balance	Prior period error	Additions	Disposals	Closing Balance
	R'000	R'000	R'000	R'000	R'000
BUILDINGS AND OTHER FIXED STRUCTURES	21,242	18,139	8,353	-	47,734
Dwellings					
Non-residential buildings					
Other fixed structures	21,242	18,139	8,353		47,734
HERITAGE ASSETS					
Heritage assets					
LAND AND SUBSOIL ASSETS					
Land					

DEPARTMENT OF ECONOMIC, SMALL BUSINESS DEVELOPMENT, TOURISM AND ENVIRONMENTAL AFFAIRS

VOTE 3

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2016

Mineral and similar non-regenerative resources					
TOTAL IMMOVABLE TANGIBLE CAPITAL ASSETS	21,242	18,139	8,353	-	47,734

31.3.1 Prior period error

	<i>Note</i>	2014/15 R'000
Nature of prior period error		
Relating to 2014/15		
S42 transfer of immovable assets to Public Works		18,139
Total prior period errors		<u>18,139</u>

31.4 S42 Immovable assets

Assets subjected to transfer in terms of S42 of the PFMA – 2014/15

	Number of assets	Value of assets R'000
BUILDINGS AND OTHER FIXED STRUCTURES	1	18,139
Other fixed structures	1	18,139
TOTAL	<u>1</u>	<u>18,139</u>

32. Prior period errors

32.1 Correction of prior period errors

	2014/15 R'000
Contingent Liabilities	
Claims against the department (rounding difference)	(1)
Intergovernmental payables (unconfirmed balances) (Department did not disclose this amount in note 25 in the annual report)	17
	29
Claims against the department (case not disclosed in the prior year)	