

NEWSLETTER



# FINANCE

TALK  
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## ADJUSTMENTS TO PROVINCIAL FISCAL FRAMEWORK

# ADJUSTMENTS TO PROVINCIAL FISCAL FRAMEWORK



MEC for Finance Kenetswe Mosenogi hands over adjustment budget documents to the Speaker of Legislature Dr. Desbo Mohono.

## By Lemogang Mayekiso

Delivering the 2025/26 Provincial Adjustment Budget MEC of Finance Kenetswe Mosenogi says adjustment takes into consideration the recent fiscal updates, changes to certain conditional grants allocations and additions to the Provincial Equitable Share.

MEC Mosenogi indicated that the Adjustment Budget reflects technical changes and in-year reprioritisation to better address immediate service delivery imperatives.

The 2025/26 Fiscal Framework has been adjusted upwards by R1.432 billion from R55.798 billion to R57.231 billion through rollovers, additions to

Conditional Grants as well as additional Equitable Share.

The Office of the Premier receives an additional amount of R82.581, increasing the budget from R519.498 million to R602.079 million.

As a result of the centralisation of licenses in the Office of the Premier, the budget for Health was reduced by R6.9 million, Arts Culture Sports and Recreation by R1.5 million, R3.8 million from Community Safety and Transport Management, R1.3 million from Economic Development, Environment, Conservation and Tourism, R2.8 million from Provincial Treasury, Cooperative Governance and Traditional Affairs R2.8 million, Public Works and Roads R3 million, Social Development R5.6

million, Agriculture and Rural Development R2.1 million and Human Settlements R2.8 million. The same amounts will be reduced from these Departments over the next two years of the MTEF.

The allocation of the North West Provincial Legislature increased by R50 million from the main appropriation of R522.583 million to R572.583 million.

The budget for the Department of Arts Culture Sports Recreation has been increased from R776.063 million to R837.563 million due to a rollover of R9.004 million for Community Library services grant and another roll over of R3.996 million for the refurbishment of Mmabana Arts, Culture and Sports Foundation facilities. R50 million has

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MEC for Finance Kenetswe Mosenogi and HOD Ndlela Kunene together with officials from Provincial Treasury following tabling of adjustment budget.

been made available to support athletes, artists, relevant federations, rehabilitation of recreational centres and film development as well as any incidental costs related to the support of artists.

The scholar transport in the Department of Community Safety and Transport Management, is receiving an additional R10 million. A further R10 million has been availed to facilitate the finalisation of the White fleet decentralisation process. This therefore adjusts the budget for the department from R2.446 billion to R2.463 billion.

The Department of Economic Development, Environment, Conservation and Tourism receives a roll over amount of R7.211 million for refurbishment and upgrades at Taung Hotel School as well as R4.980 million from BankSETA for skills development programme of entrepreneurship and therefore increases the departmental budget from R1.013 billion to R1.024 billion.

The budget of the Provincial Treasury is reduced by R102.8 million from R695.181 million to R592.381 million. The budget of the Department of Education is increased by R463.215

million. The budget of the Department of Education is therefore increased from R22.895 billion to R23.358 billion. The budget for the Department of Cooperative Governance and Traditional Affairs is adjusted downward from R681.869 million to R679.069 million.

The Department of Public Works and Roads receive R265 million of which R100 million is allocated towards the Provincial Road Maintenance Grant for Disaster relief, a top-up of R50 million for intervention of disasters on provincial roads and R115 million for rural roads maintenance projects, contractor development as well as procurement of necessary equipment for patching of potholes. A roll over of R2.477 million is received for design and building of seven (7) houses at Ga-Lowe Parliamentary Village for Members of the Legislature and R2.662 million for Provincial roads maintenance grant. The budget for the department of Public Works and Roads therefore increases from R4.207 billion to R4.465 billion.

The budget of the Department of Social Development is adjusted from R1.876 billion to R1.921 billion.

Additions to the Department of Agriculture and Rural Development relate to rollovers for both Equitable Share and Conditional Grants. An amount of R35.028 million is rolled over in respect of Comprehensive Agricultural Support Programme (CASP) for the support of farmers to ensure sustained food security. Illima/Letsema Grant receives a rollover of R1.960 million to settle previous year invoices. The allocation of the Department of Agriculture and Rural Development is therefore revised upwards from R1.277 billion to R1.317 billion.

Department of Human Settlements is adjusted from R1.848 billion to R1.856 billion through a rollover amounting to R640 thousand for Human Settlements Development Grant as well as additional R10 million for Compensation of Employees and other budget pressures.

“This Adjustment Budget stands as a transparent assessment of our province's financial position, the challenges we continue to confront and the strategic decisions required to safeguard long-term stability and strengthen our province,” said MEC Mosenogi



The panel of discussion during the Gender Based Violence and Femicide awareness workshop facilitated by Ms Gomolemo Mothibi.

# North West Provincial Treasury Takes a Firm Stand Against Gender-Based Violence and Femicide

By Gomolemo Mothibi



Mr Gordon Letlhogile, Director for Strategic Management, stressed the importance of collective action in addressing GBVF.

The North West Provincial Treasury (NWPT), through its Special Programmes Sub-Directorate, hosted a Gender-Based Violence and Femicide (GBVF) Dialogue Awareness Workshop as part of ongoing efforts to combat GBVF, following its declaration as a national disaster in South Africa.

The workshop focused on prevention, education, and community action, featuring a dynamic programme designed to empower individuals and strengthen society's response to GBVF. Highlights included:

- Self-defence training sessions
- A powerful awareness play by

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learners from Ipeleng Primary School

- A survivor's testimony session
- A panel discussion on raising boy child positively, addressing harmful cultural norms, and examining the wider societal impact of GBVF

The high-level panel featured:

- Ms Mulalo Nemataheni – Commissioner, Commission for Gender Equality
- Mr Mokoena – Men for Real
- Ms Onalenna – Ambassadors for Change

Key discussions focused on how harmful cultural practices perpetuate GBVF, the need to raise respectful and responsible young men, and the devastating impact of GBVF on individuals, families, and communities. The department reaffirmed its commitment to fostering accountability, awareness, and meaningful societal change.

In his address, Mr Gordon Letlhogile, Director for Strategic Management, stressed the importance of collective action in addressing GBVF.

“It is critical for the NWPT to stand shoulder to shoulder with the rest of the country in confronting this crisis,” he said. He further reminded participants that “as a community, we are a chain, and a chain is only as strong as its weakest link.”

Recognising that personal safety skills are more important than ever, the Mmabana Arts, Culture and Sports Foundation facilitated practical self-defence demonstrations aimed at



empowering participants and building confidence, particularly among women and young people.

The North West Provincial Treasury stands united with the global community in the fight against Gender-Based Violence and Femicide, and remains steadfast in its commitment to building safer, more resilient, and equitable communities.

has passed laws to protect the rights of individuals against abuse?

#### **THEY ARE:**

- The Domestic Violence Act of 1998
- The Children's Act of 2005
- The Maintenance Act of 1998
- The Promotion of Equity and Prevention of Unfair Discrimination Act of 2000
- The Criminal Law (Sexual Offences and Related Matters Act) Amendment Act of 2007



Ethics and Fraud officer Ms. Nombulelo Stuurman during International Fraud Awareness week.

# INTERNATIONAL FRAUD AWARENESS WEEK

**By Kelepile Mokaila**

In observing the annual International Fraud Awareness week 17<sup>th</sup> to 21<sup>st</sup> November 2025, the department through its Risk and Integrity management unit conducted a series of fraud awareness educational campaigns to educate officials about the impact of fraud and corruption especially in the public sector.

The International Fraud Awareness Week serves as a reminder of the collective responsibility to combat fraud, corruption, and unethical conduct. The fraud awareness week is a call to action to citizens and public servants to report any cases of fraudulent activities wherever it rears its head.

Throughout engagement with staff members, the key messages being relayed was that of promoting highest ethical standards, integrity, accountability and transparency in the public sector.

Ms Nombulelo Stuurman, Assistant Director Integrity Management emphasised to officials the significance of promoting integrity and high ethical standards in the public service.

“We would like to encourage our officials to maintain high standard of professional and ethical conduct in the public service. Our code of conduct calls upon public servants to lead in reporting fraud and corruption. Ethics is at the heart of the fight against fraud

and corruption and without strong ethical principles, laws and controls alone are not enough to prevent dishonest behavior,” she said.

Ethics strengthen prevention, promotes integrity, builds trust and ensures sustainable development.

“Without ethics, rules can be bent and systems manipulated and corruption will persist.”

She added that in terms of public service regulations, public servants must report to the relevant authorities fraud, corruption nepotism and maladministration and any other act which constitutes contravention of any law.

Employees were encouraged to remain vigilant and play an active role in combating fraud and corruption in the public service. Employees can assist in preventing fraud and corruption by acting with integrity, reporting wrongdoing and supporting a culture of accountability and transparency.

Ms Stuurman stated that the department remains committed to zero tolerance against fraud and corruption and strives to create an environment free from such malfeasance.

Topics that were discussed at length include public servants refraining from doing business with any organ of the state, declaration of gifts and applying and obtaining approval for remunerative work outside the public service



*Mr Obakeng Thwane engages staff following his presentation on fraud awareness*

Officials were encouraged to report alleged cases of fraud and corruption on The National Anti-Corruption Hotline for the Public Service. The hotline ensures that all cases of alleged corruption are reported centrally and re-directed to the relevant departments/provincial administration for further attention.

**To report acts of corruption or fraud, dial the toll-free number 0800 701 701 or SMS 39772.**

**The departmental hotline number is 0801 413 666 or alternatively whistleblowers can send tip offs via SMS number 30916 or email [nwpt@thehotline.co.za](mailto:nwpt@thehotline.co.za)**

**Join the global effort to minimize the impact of fraud by promoting anti-fraud awareness and education**



*Ethics and Fraud officers pictured at International Fraud Awareness campaign.*



# North West Provincial Treasury Champions Financial Excellence with Key Accounting Standards Workshop

Provincial Treasury's Chief Financial Officer Ms Ayesha Hassim making inputs during Modified Cash Standard workshop.

**By Aobakwe Olehile & Tshepang Phetlhu**

The North West Provincial Treasury convened a two-day workshop focused on updating provincial departments on the Modified Cash Standards (MCS). This initiative is a crucial step in preparing Annual Financial Statements (AFS) and aims to bolster sound financial management practices across the province, with the ultimate goal of achieving credible and clean audit outcomes across board.

## Strengthening Financial Reporting Compliance

In accordance with the PFMA and subsequent Treasury regulations, all departments' Accounting Officers are mandated to ensure their AFS are prepared on a modified cash basis using

the specific formats prescribed by the National Treasury. The MCS provides a balanced approach to accounting, offering practical and cost-effective insights into inventory and asset values without the full complexities of accrual accounting, thereby facilitating better internal financial management and decision-making.

Key areas highlighted for accurate reporting during the workshop centered around:

- Capital commitments
- Operating and finance leases
- Assets and liabilities
- Financial statement presentation and accounting policies, and
- Estimates, errors, revenue, expenditure, and the appropriation statement.

By delving into these technical subjects,

the session empowered officials with practical, insightful knowledge necessary to enhance reporting processes and apply effective MCS requirements, proactively preventing material errors in financial reporting.

## Guidance for Improved Audit Outcomes

A key feature of the session was a comprehensive FAQ segment, providing officials with practical guidance designed to improve accuracy, consistency, and compliance of financial statements. This hands-on approach is expected to lead directly to the strengthening of financial management within all provincial departments.

The information shared during the

Continues on Pg 09

workshop emphasized that Accounting Officers must strictly adhere to the updated MCS guidelines and formats. Reporting on critical areas such as capital commitments, leases, and asset management must align precisely with the technical knowledge shared in the workshop.

### Call to Action: Implementation and Monitoring

Departments are urged to integrate the practical guidance from the workshop into their daily financial operations and implement enhanced internal controls and review processes to proactively identify and prevent material errors.

The North West Provincial Treasury has pledged continuous support and will conduct follow-up monitoring to ensure uniform implementation across all departments. With the ultimate goal being to leverage improved financial statement quality and compliance in order to achieve unqualified (clean) audit outcomes for every provincial department, which is a core requirement of the PFMA.



Provincial Accountant Mr Geo Paul during presentation at the MCS workshop.



MCS workshop attendees from various provincial departments.

Officials from various government departments who attended the workshop.





# PROVINCIAL SUPPLY CHAIN HOSTS FIRST FORUM for the financial year

*First seating of PSCM forum for the 2025/26 financial year.*

**By Priscilla Masigo**

The Provincial Supply Chain Management held their first quarterly provincial supply chain forum for Supply Chain Management (SCM) practitioners from all provincial departments and entities to share best practices, challenges and solutions to the problems they face daily in their line of work.

A supply chain forum's main objective is to help industry professionals and stakeholders collaborate, share knowledge, and network in order to address issues and foster innovation in supply chain management, with an emphasis on objectives like improving sustainability, resilience, and efficiency.

Forums offer a platform to learn about new research, discuss solutions to operational issues like demand and inventory management, and build consensus on best practices and policy recommendations.

The forum reflected on 2024/25

financial year performance report, shared insights on the supply chain management progress reports and resolution on the way forward as a province, findings on the AGSA reports, changes in the SBD 4, amended legislation on SITA and discussions with the National treasury.

Provincial Internal Audit made presentation on the changes made on the SBD4 point 2.3 on declaration of companies and to take resolution as a way forward as a province. Managers deliberated on the changes and the effect it has on their daily operations as officers and the decisions on the Bid document which is crucial for a transparent and competitive bidding process, serving as the basis for the potential contract if the bidder is successful.

Ms. Valieta Barnard from National Treasury also made presentation on the updates that have been made on the Central Supplier Database (CSD) which interfaces with various third party systems to reduce the administrative

burden for business and government. She emphasized that it is important to follow request for quotations process, compliance check, document validation and consequence management.

While public private partnerships are a contract between government and private party, Mr. Pontsho Nchodu from Government Technical Advisory Centre (GTAC) reviewed the PPPS and the impact they have on supply chain management process.

He mentioned that the collaboration between government and private sectors helps mitigate supply chain risk and reward while ensuring improved efficiency, improved project and service delivery and that there is proper contract management in place.

To make the procurement process as effective and efficient as possible, the forum seeks to address a number of potential obstacles, difficulties, and ambiguities in SCM laws, rules, and published circulars.



# Accurate Indigent Register helps municipalities ensure that subsidies for indigent households are financially sustainable and properly integrated into municipal budgets.

Chief Director - Municipal Finance Management Ms. Linda Nengovhela & Ms. Ntombazanyana Nkosi engage a community member during Thuntsha Lerole in Tswaing Municipality.

## By Gomolemo Mothibi

The Thuntsha Lerole Accelerated Service Delivery Programme is a flagship initiative of the North West Provincial Government aimed at fast-tracking the delivery of essential services to communities, particularly those in previously underserved and rural areas.

The programme embodies a people-centric, integrated, and responsive approach to governance, rooted in the principles of the South African Constitution and the Batho Pele (“People First”) ethos.

Building on lessons from Phase Four (04), Phase Five (05) of the programme adopts a more coordinated, accountable, and results-driven implementation strategy.

The execution of this phase is anchored

in interdepartmental collaboration, evidence-based planning, and improved oversight. Under the strategic oversight of the provincial government, this accelerated service delivery initiative delivers coordinated interventions to address service backlogs, strengthen revenue collection, and empower vulnerable communities across the province.

Key to the collaborative support, Provincial Treasury and Department of Co-operative Governance and Traditional Affairs have engaged municipalities on updating Indigent Registers. “Ongoing support should be provided to municipalities to update their indigent registers regularly.

By actively reaching out to potential beneficiaries and encouraging registration, municipalities can ensure that the programme reaches those who genuinely require assistance,” said Provincial Treasury’s Chief Director for

Municipal Finance Management, Linda Nenghovela.

Accurate Indigent Registers help municipalities ensure that subsidies for indigent households are financially sustainable and properly integrated into municipal budgets.

Engaging with community members in Matshelapad in Tswaing Local Municipality, Nenghovela urged residents to register on the municipal Indigent Register.

“Citizens are unaware that they qualify for support or how to apply. Registering ensures that residents are included in municipal planning and budgeting for free or subsidised services.

Only registered households can access free basic services such as water, electricity, sanitation, refuse removal, and rate relief. We must ensure that everyone who qualifies is registered. This is how we promote fairness,

# PROVINCIAL TREASURY CONTINUES ITS PROVINCE-WIDE OUTREACH IN NGAKA MODIRI MOLEMA, CHAMPIONING FREE SUPPLIER REGISTRATION AND COMBATING CONSULTANCY FRAUD



*PSCM officials offer on-site support for CSD & NW Business Enterprise Database registrations at NMMD municipality.*

## By Aobakwe Olehile

The North West Provincial Treasury has successfully conducted district-wide outreach programme in Ngaka Modiri Molema Municipalities. This initiative, spearheaded by the Provincial Supply Chain Management (PSCM) unit, is aimed at empowering local businesses and Non-Profit Organizations (NPOs) by providing crucial, free on-site support for registration on the Central Supplier Database (CSD) and the recently launched North West Business Enterprise Database (NWBED).

The core objective of the initiative is to

ensure that all supplier details are accurate, up-to-date, verified, and fully compliant with all legal and South African Revenue Service (SARS) prescripts, thereby streamlining the process of conducting business with the government.

### A Proactive Stance against Fraudulent Consultants

A primary motivation behind the Provincial Treasury's tireless efforts is to combat the costly and often illegal services offered by 'CSD consultants'. By offering this critical service for free, the department is actively committed to

reaching all corners of the province to protect the public from potential fraud and identity theft associated with these unscrupulous third parties.

The campaign serves a dual purpose, that is, to secure pathway to registration but also raises awareness about the necessary documentation and processes required to conduct business with the government, ensuring enterprises remain active and compliant. Significant Progress and Key Outcomes The outreach made significant progress within the Ngaka Modiri Molema district.

### Key statistics from the initiative

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**include:**

- 19 new suppliers successfully registered on the CSD.
- 60 existing enterprises updated their information on the database.
- 66 prospective registrants received guidance on required documentation.
- 25 enterprises enrolled in the new NWBED initiative.

All participants were thoroughly educated on the necessary tendering process and compliance requirements for conducting business with the government.

Mr. Lucky Mtjali of the PSCM unit highlighted the common challenges faced by suppliers. He strongly encouraged SMMEs and NPOs to consistently pay their annual fees to both SARS and the CIPC to maintain their active status, a critical factor for government procurement eligibility.

He also reiterated a strong warning that "The public must refrain from using the services of the so-called CSD consultants as this ends up complicating their CSD profiles, which may result in unscrupulous activities such as fraud and identity theft."

**Essential Documents for CSD**



*PSCM officials during CSD and NWBED outreach programme.*

**Registration**

To successfully register on the CSD, businesses require the following documents:

- Valid tax clearance certificate
- BEE registration certificate
- Valid CIPC registration
- ID documents of owners, partners, etc.
- Bank account details
- Proof of address

This vital CSD and NWBED outreach programme is scheduled to continue across the entire North West province, reinforcing the importance of compliance, transparency, and integrity in all government procurement processes while tackling the technological and geographical barriers faced by communities in rural areas.



*PSCM personnel with a local business woman.*



*Hands on deck: CSD registration on course.*





MEC Kenetswe Mosenogi with MFM Chief Director Linda Nengovhela at PERs meeting.

# INTERVENTION MUST PRODUCE TANGIBLE RESULTS

The North West Provincial Treasury's interventions in municipalities must yield desired results and should not just be a compliance exercise.

MEC of Finance Kenetswe Mosenogi stated recently during her meeting with the five remaining Provincial Exco Representatives (PER'S), She expressed this view to the PERs deployed to municipalities to drive the implementation of the Financial Recovery Plan (FRP). The meeting reviewed the tightening of the nuts and bolt of the implementation plan, its impact and whether it translates into palpable changes on the ground and challenges that hinder its implementation.

"Interventions must be backed by

support and we cannot have interventions that does not yield any desired results. People expect when Provincial Treasury intervenes things must improve. It's always important to review the programme and what can be done to improve it and that once we unplug it remains sustainable," says MEC Mosenogi.

It is envisaged that municipalities must be the driving force post interventions provincial treasury to provide support on focus areas.

The meeting formed part of oversight and monitoring function by the Provincial Treasury and what form and shape interventions must take in future in order to create institutions with integrity and that

serve communities better.

Inhibiting factors that came to the fore during discussions were that there is no uniform implementation of the financial recovery plan, it is not institutionalized, leadership capacity and that the successful implementation hinges on conducive ground and that there is a need for a culture change in municipalities.

Lack of enforceability was also highlighted as having a negative impact.

"We need to recalibrate the programme and identify with a pointed, structured approach key focus areas with PER's because they are the driving force on the ground behind its effective. implementation," says MEC Mosenogi.

# Department Reviews Mid Year Performance and Strategic Planning Session

*HOD Ndlela Kunene and MEC Kenetswe Mosenogi leading departmental strategic planning session.*

## By Moemedi Kotsedi

The North West Provincial Treasury recently hosted its annual departmental quarterly performance review and 2026/2027 performance planning session, bringing together senior management and key partners to evaluate the department's mid-term progress across three core areas: financial performance, non-financial achievements, and risk management.

This session forms part of the department's continuous efforts to ensure its operations remain aligned with national and provincial priorities, particularly in promoting efficient resource management and sustainable economic growth across the North West Province.

### Aligning Performance with Provincial Priorities

The review session provided a valuable platform for participants to assess progress against set targets while addressing outstanding commitments from previous quarters. By integrating these lessons into current planning processes, the department aims to strengthen performance accountability and enhance the consistency of service delivery outcomes.

Officials from various departmental units, along with strategic partners such as the Department of Cooperative Governance and Traditional Affairs (COGTA) and the Auditor-General of South Africa (AGSA), participated actively in deliberations and presentations. Discussions centered on key challenges, emerging risks, and opportunities for improvement in both financial and non-financial performance areas.

In her opening remarks, MEC for

Finance, Hon. Kenetswe Mosenogi, emphasized the Treasury's vital role in supporting municipalities and provincial departments in achieving their performance objectives.

"As we assess the journey we have embarked upon in bettering the province, we must look back on the lessons learned and determine how we can apply them to improve governance and service delivery," said MEC Mosenogi.

### Strengthening Financial Performance and Accountability

Financial performance featured prominently during the session, Chief Financial Officer (CFO) Ms. Ayesha Hassim presented a detailed analysis of the department's financial management performance, highlighting areas of progress and those requiring further attention.

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CFO Ms. Ayesha Hassim, Chief Audit Executive Mr. Andre Nel & Chief Director Public Finance and Budget Management Mr. Lucky Sidumo presenting their respective units strategic objectives.

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Ms. Hassim pointed out challenges such as an aging workforce and high vacancy rates, which threaten the retention of institutional knowledge and continuity in service delivery. Despite these constraints, the CFO's office remains committed to maintaining clean administration through sound financial management practices that ensure public funds are utilized efficiently, effectively, and economically.

Complementing this, the Budget and Public Finance Management Unit, led by Mr. N. Sidumo, reviewed the state of budget implementation and provincial expenditure. The unit identified low revenue collection among public entities and municipalities as a significant concern, with implications for long-term fiscal sustainability. The unit continues to provide expert oversight and technical support to strengthen budget discipline and promote fiscal responsibility throughout the provincial government.

Integrating planning through the Provincial Growth and Development Strategy (PGDS), a major highlight of the session was the presentation by Dr. Kenneth Lesedi from the Office of the Premier, who provided an update on the reviewed PGDS.

The PGDS, approved by the Executive Council (EXCO) on 7 May 2025, serves as the strategic blueprint for coordinating the province's development agenda. It aligns the work of provincial departments, municipalities, and public entities around shared priorities such as:

- Economic diversification and job creation
- Social inclusion and poverty reduction
- Sustainable development and environmental resilience

By fostering stronger intergovernmental coordination, the PGDS ensures that every policy, programme, and project contributes meaningfully to the overarching goal of improving the quality

of life for the people of the North West Province. Each department and municipality will be required to align their strategic and operational plans with the

### **Building a Future of Accountability and Inclusive Growth**

As the North West Provincial Treasury continues to drive fiscal discipline, transparency, and accountability, sessions such as these reinforce the department's commitment to evidence-based planning, collaborative governance, and continuous improvement.

Through reflection, partnership, and alignment with strategic frameworks like the PGDS, the department is not only monitoring performance but actively shaping a future where public resources are managed optimally to achieve inclusive growth and tangible service delivery outcomes for all citizens of the North West Province

# PROVINCIAL

## ADJUSTMENT BUDGET SPEECH HIGHLIGHTS

2025/2026

The 2025 Provincial Adjustment Budget prioritises service delivery support, debt and accrual management, disaster relief, and ICT modernisation. Key beneficiaries include Health, Education, Public Works, Arts & Culture, and Agriculture, while centralised ICT reforms result in recurring savings. The adjustments collectively expand the provincial fiscal framework by R1.432 billion.

The Adjustment Budget incorporates updated national fiscal information, changes to conditional grant allocations, and additions to the Provincial Equitable Share. It mainly reflects technical revisions, rollovers, and in-year budget reprioritisation to strengthen immediate service delivery.

### 1. OVERALL FISCAL FRAMEWORK

- The 2025/26 Provincial Fiscal Framework increases by R1.432 billion, rising from R55.798 billion to R57.231 billion. This increase is driven by rollovers, additional conditional grants, and an Equitable Share supplementation.

### 2. MAJOR DEPARTMENTAL ADJUSTMENTS

#### Office of the Premier

- Increase: R82.581 million
  - R35m for SMARTGOV
  - R15m for municipal support
  - R32.581m for centralised Microsoft licences
- Budget rises from R519.498m to R602.079m.
- Centralisation of ICT licensing leads to budget reductions across multiple departments, to be applied for the next two years.

#### Provincial Legislature

- Increase: R50 million
  - R15m for committee work, public hearings, and MPL training
  - R35m retained revenue
- Budget increases from R522.583m to R572.583m.

### 3. SOCIAL SECTOR ADJUSTMENTS

#### Department of Health

- Increase: R503.467 million (from R17.040b to R17.544b)
- Key components:
  - R40.414m rollover for National Tertiary Services (NTS) grant invoices
  - R25m reduction due to national-level technical grant reallocation
  - R466.467m from national for COE, Goods & Services, accruals
  - R60m top-up for accruals
  - R7.703m to offset PEPFAR withdrawal

#### Department of Education

- Increase: R463.215 million (to R23.358b)
- Includes:
  - R104.010m conditional grants
  - R276.766m equitable share
  - R82.439m rollovers (ECD, infrastructure, MST, LTSM)
- ECD subsidy increases:
  - Centre-based: R17 → R24
  - Non-centre-based: R6 → R9

#### Department of Social Development

- Net increase: R45 million (to R1.921b)
  - R50m for COE and Goods & Services
  - R5.6m reduction for centralised ICT licensing

#### Department of Arts, Culture, Sports & Recreation

- Increase: R61.5 million (to R837.563m)
- Includes:
  - R9.004m rollover for Community Library Services grant
  - R3.996m rollover for Mmabana facility refurbishment
  - R50m to support artists, athletes, federations, and recreational facilities

### 4. ECONOMIC AND INFRASTRUCTURE SECTOR ADJUSTMENTS

#### Department of Community Safety & Transport Management

- Increase: R17 million (to R2.463b)
  - R10m for scholar transport
  - R10m for decentralisation of the White Fleet
  - R3.8m reduction due to ICT licence centralisation

#### Department of Economic Development, Environment, Conservation & Tourism

- Increase: R12.191 million (to R1.024b)
  - R7.211m rollover for Taung Hotel School upgrades
  - R4.980m BankSETA funding for entrepreneurship skills
  - R1.3m licence budget cut

#### Provincial Treasury

- Reduction: R102.8 million (to R592.381m)
  - R100m redirected to the Provincial Revenue Fund pending the launch of the NW Development Fund
  - R2.8m ICT licence centralisation cut

#### Department of Public Works & Roads

- Increase: R258.139 million (to R4.465b)
  - R100m for disaster relief (Provincial Road Maintenance Grant)
  - R50m for disaster interventions on roads
  - R115m for rural road maintenance & equipment
  - R5.139m in rollovers for legislative village housing and road maintenance

#### Department of Agriculture & Rural Development

- Increase: R40.679 million (to R1.317b)
  - R35.028m CASP rollover for farmer support
  - R1.960m Letsema grant rollover
  - R5.691m equitable share rollovers for research farms
  - R2.1m reduction for ICT licensing

#### Department of Human Settlements

- Increase: R8.64 million (to R1.856b)
  - R640k Human Settlements Development Grant rollover
  - R10m for Compensation of Employees and budget pressures
  - R2.8m reduction for ICT licensing

### 5. CROSS-CUTTING ADJUSTMENT: ICT LICENCE CENTRALISATION

The movement of Microsoft licence budgets to the Office of the Premier results in reductions across several departments, including:

*Health, Arts & Culture, Community Safety & Transport, Economic Development, Treasury, COGTA, Public Works, Social Development, Agriculture, and Human Settlements.*

**THESE CUTS APPLY FOR THE NEXT TWO YEARS.**





## provincial treasury

Department:  
Provincial Treasury  
North West Provincial Government  
Republic of South Africa

# NORTH WEST BUSINESS ENTERPRISE DATABASE REGISTRATION



Please Scan/ Follow the Link **OR**  
WhatsApp Community below  
<https://forms.office.com/r/jVZPNypDe2>

SCAN SCAN SCAN  
HERE HERE HERE

SCAN SCAN SCAN  
HERE HERE HERE

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