

Vote 27

Environmental Affairs and Tourism

2006/07				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	2 018 053	2 061 804	-	43 751
<i>of which:</i>				
Current payments	615 129	560 093	(55 036)	-
Transfers and subsidies	1 388 862	1 484 869	-	96 007
Payments for capital assets	14 062	16 842	-	2 780
Executive authority	Minister of Environmental Affairs and Tourism			
Accounting officer	Director-General of Environmental Affairs and Tourism			

Aim

The aim of the Department of Environmental Affairs and Tourism is to lead sustainable development of South Africa's environment and tourism for a better life for all.

Changes to programme purposes and measurable objectives

No changes were made to programme purposes or measurable objectives.

Adjusted Estimates of National Expenditure 2006

Table 27.1: Environmental Affairs and Tourism

Programme		2006/07					
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	185 309	-	-	17 553	-	17 553	202 862
2. Environmental Quality and Protection	216 599	-	-	(1 798)	-	(1 798)	214 801
3. Marine and Coastal Management	260 723	41 951	-	445	-	42 396	303 119
4. Tourism	559 254	-	-	(2 500)	-	(2 500)	556 754
5. Biodiversity and Conservation	348 508	-	1 800	(13 700)	-	(11 900)	336 608
6. Social Responsibility and Projects	447 660	-	-	-	-	-	447 660
Total	2 018 053	41 951	1 800	-	-	43 751	2 061 804

Table 27.1: Environmental Affairs and Tourism (continued)

2006/07							
R thousand	Main appropriation	Additional appropriation				Adjusted appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		Total additional appropriation
Economic classification							
Current payments	615 129	-	-	(55 036)	-	(55 036)	560 093
Compensation of employees	273 090	-	-	(7 738)	-	(7 738)	265 352
Goods and services	342 039	-	-	(47 298)	-	(47 298)	294 741
Transfers and subsidies	1 388 862	35 000	1 800	59 207	-	96 007	1 484 869
Provinces and municipalities	304	-	-	(145)	-	(145)	159
Departmental agencies and accounts	993 676	35 000	1 800	6 700	-	43 500	1 037 176
Foreign governments and international organisations	-	-	-	4 500	-	4 500	4 500
Non-profit institutions	-	-	-	43 800	-	43 800	43 800
Households	394 882	-	-	4 352	-	4 352	399 234
Payments for capital assets	14 062	6 951	-	(4 171)	-	2 780	16 842
Buildings and other fixed structures	-	6 951	-	(6 951)	-	-	-
Machinery and equipment	13 772	-	-	2 780	-	2 780	16 552
Software and other intangible assets	290	-	-	-	-	-	290
Total	2 018 053	41 951	1 800	-	-	43 751	2 061 804

Details of adjustments to Estimates of National Expenditure 2006

Roll-overs – R41,951 million

Programme 3: Marine and Coastal Management

R6,951 million has been rolled over for the completion of the project to replace the Marion Island Base, used for important weather observations and national and international scientific research.

R35 million has been rolled over for patrol and research vessels for operational costs.

Unforeseeable and unavoidable expenditure – R1,8 million

Programme 5: Biodiversity and Conservation

R1,8 million has been allocated for flood damage to roads and tourism accommodation in the Karoo National Park.

Virements

Table 27.2: Details on virements per programme and economic classification

Programme / Economic classification	R thousand		Motivation
	From	To	
1. Administration	(29)	17 582	
Current payments	-	13 082	
Compensation of employees	-	2 250	Funds shifted from goods and services (in programme 5) will be used for legal issues related to marine and coastal management, as well as litigation and law reform.
Goods and services	-	10 832	Funds shifted from goods and services (in programme 5) will be used for the learnership development programme and other human resources projects. International obligations also require increased funding to the ministry.
Transfers and subsidies	(29)	4 500	
Provinces and municipalities	(29)	-	Savings arose because RSC levies were phased out after June 2006.
Foreign governments and international organisations	-	4 500	Funds shifted from goods and services (in programme 5) will be used for support to the Kenyan government to host the 12th session of the Conference of Parties (COP 12) to the UN Framework Convention on Climate Change and the 3rd meeting of parties to the Kyoto Protocol.
2. Environmental Quality and Protection	(1 798)	-	
Current payments	(1 793)	-	
Goods and services	(1 793)	-	Savings arose because of an overestimated contractual commitment in the Air Quality Management subprogramme.
Transfers and subsidies	(5)	-	
Provinces and municipalities	(5)	-	Savings arose because RSC levies were phased out after June 2006.
3. Marine and Coastal Management	(6 955)	7 400	
Current payments	-	4 955	
Goods and services	-	4 955	R6,951 million, incorrectly classified, was shifted here from buildings and other fixed assets for the Marion Island base. Other savings in goods and services (R1,996 million) were reprioritised for the Marine Living Resources Fund.
Transfers and subsidies	(4)	2 000	
Provinces and municipalities	(4)	-	Savings arose because RSC levies were phased out after June 2006.
Departmental agencies and accounts	-	2 000	Funds shifted from goods and services (in this programme) have been allocated to the Marine Living Resources Fund for additional work on the long-term rights allocation process.
Payments for capital assets	(6 951)	445	
Buildings and other fixed structures	(6 951)	-	These funds for the Marion Island base were incorrectly classified here and have been shifted to goods and services.
Machinery and equipment	-	445	Funds shifted from goods and services (in programme 2) will be used to replace equipment in Antarctica and on Marion and Gough islands to enable satellite communication.
4. Tourism	(52 500)	50 000	
Current payments	(52 487)	-	
Goods and services	(52 487)	-	R50 million, wrongly classified as goods and services, has been shifted to transfers and subsidies. Savings of R2,5 million are due to the reallocation of tourism support functions.
Transfers and subsidies	(13)	50 000	
Provinces and municipalities	(13)	-	Savings arose because RSC levies were phased out after June 2006.
Departmental agencies and accounts	-	8 000	Incorrectly classified funds shifted from goods and services (in this programme) are for the Tourism Grading Council (R3 million) and for establishing the tourism satellite account (R5 million).
Non-profit institutions	-	42 000	Incorrectly classified funds shifted from goods and services (in this programme) are for the Tourism Enterprise Programme (R37 million) and the Tourism SMME Development Programme (R5 million).

Table 27.2: Details on virements per programme and economic classification (continued)

Programme / Economic classification	R thousand		Motivation
	From	To	
5. Biodiversity and Conservation	(16 110)	2 410	
Current payments	(12 801)	-	
Goods and services	(12 801)	-	Savings arose because of delays in projects in transfrontier conservation areas and because incorrectly classified funds from departmental agencies and accounts were shifted here.
Transfers and subsidies	(3 309)	1 800	
Provinces and municipalities	(9)	-	Savings arose because RSC levies were phased out after June 2006.
Departmental agencies and accounts	(3 300)	-	R6,5 million, incorrectly classified in the ENE as transfer payments to SA National Parks, was shifted to goods and services (in this programme). Subsequently, funds were shifted back from goods and services, following savings there, to SA National Parks.
Non-profit institutions	-	1 800	Funds shifted from goods and services (in this programme) will be used for the transfer payment to the International Conservation Union for the Blyde River Canyon National Park.
Payments for capital assets	-	610	
Machinery and equipment	-	610	Funds shifted from goods and services (in this programme) will be used for furniture and other office equipment for staff.
6. Social Responsibility and Projects	(10 073)	10 073	
Current payments	(9 988)	3 996	
Compensation of employees	(9 988)	-	Savings are due to vacant posts.
Goods and services	-	3 996	Funds shifted from compensation of employees (in this programme) will be used for goods and services needed by new staff.
Transfers and subsidies	(85)	4 352	
Provinces and municipalities	(85)	-	Savings arose because RSC levies were phased out after June 2006.
Households	-	4 352	Funds shifted from compensation of employees (in this programme) will be used for poverty relief projects.
Payments for capital assets	-	1 725	
Machinery and equipment	-	1 725	Funds shifted from compensation of employees (in this programme) will be used for the IT and other equipment needed for new staff.
Total for vote	(87 465)	87 465	

Other adjustments – R4,5 million

Gifts, donations and sponsorships

Financial support to the Kenyan Government with regard to arranging the twelfth conference of parties (COP12) and the third members of parties (MOP3) meetings of the United Nations Framework Convention on Climate Change to be held in Nairobi, Kenya and November 2006.

Expenditure 2005/06 and preliminary expenditure 2006/07

Table 27.3: Environmental Affairs and Tourism

Programme	2005/06				2006/07		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2005 - Sep 2005	Apr 2005 - Mar 2006	Apr 05 - Mar 06 % of adjusted appropriation	Adjusted appropriation	Apr 2006 - Sep 2006	% change 05/06 - 06/07 Apr - Sep
1. Administration	184 797	81 129	191 817	103,8	202 862	104 875	29,3
2. Environmental Quality and Protection	194 892	67 760	185 284	95,1	214 801	88 407	30,5
3. Marine and Coastal Management	272 001	120 444	262 428	96,5	303 119	182 681	51,7
4. Tourism	418 097	334 855	427 235	102,2	556 754	390 003	16,5
5. Biodiversity and Conservation	297 052	153 090	293 179	98,7	336 608	167 123	9,2
6. Social Responsibility and Projects	416 000	153 545	416 408	100,1	447 660	309 900	101,8
Total	1 782 839	910 823	1 776 351	99,6	2 061 804	1 242 989	36,5
Current payments	525 520	221 591	512 907	97,6	560 093	260 079	17,4
Compensation of employees	225 714	100 374	209 664	92,9	265 352	122 039	21,6
Goods and services	299 806	121 103	303 072	101,1	294 741	137 981	13,9
Financial transactions in assets and liabilities	-	114	171	-	-	59	(48,2)
Transfers and subsidies	1 201 240	666 738	1 207 309	100,5	1 484 869	969 368	45,4
Provinces and municipalities	578	296	595	102,9	159	159	(46,3)
Departmental agencies and accounts	818 558	531 933	806 058	98,5	1 037 176	678 155	27,5
Foreign governments and international organisations	-	-	6 000	-	4 500	-	-
Non-profit institutions	-	-	12 000	-	43 800	-	-
Households	382 104	134 509	382 656	100,1	399 234	291 054	116,4
Payments for capital assets	56 079	22 494	56 135	100,1	16 842	13 542	(39,8)
Buildings and other fixed structures	51 786	17 968	44 836	86,6	-	7 666	(57,3)
Machinery and equipment	4 293	4 354	10 799	251,5	16 552	4 758	9,3
Software and other intangible assets	-	172	500	-	290	1 118	550,0
Total	1 782 839	910 823	1 776 351	99,6	2 061 804	1 242 989	36,5

Selected expenditure trends for the first half of the 2006/07 financial year

Expenditure in the first six months of 2006/07 increased by 36,5 per cent compared to the same period of the previous financial year.

The main increases are due to spending on the *Social Responsibility Policy and Projects* programme, and increased transfers to public entities for infrastructure development for 2010. Payments for capital assets decrease because the Marion Island base building project will come to an end in 2007.

Summary of changes to transfers and subsidies, and conditional grants

Table 27.4: Summary of changes to transfers and subsidies per programme

2006/07							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
1. Administration	580	-	-	4 471	-	4 471	5 051
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	80	-	-	(29)	-	(29)	51
Regional Services Council levies	80	-	-	(29)	-	(29)	51
Foreign governments and international organisations							
Current	-	-	-	4 500	-	4 500	4 500
Cop 12, Kenya	-	-	-	4 500	-	4 500	4 500
2. Environmental Quality and Protection	114 413	-	-	(5)	-	(5)	114 408
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	20	-	-	(5)	-	(5)	15
Regional Services Council levies	20	-	-	(5)	-	(5)	15
3. Marine and Coastal Management	121 117	35 000	-	1 996	-	36 996	158 113
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	60	-	-	(4)	-	(4)	56
Regional Services Council levies	60	-	-	(4)	-	(4)	56
Departmental agencies and accounts							
Entities							
Current	59 110	35 000	-	2 000	-	37 000	96 110
Marine Living Resources Fund	59 110	35 000	-	2 000	-	37 000	96 110
4. Tourism	457 211	-	-	49 987	-	49 987	507 198
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	24	-	-	(13)	-	(13)	11
Regional Services Council levies	24	-	-	(13)	-	(13)	11
Departmental agencies and accounts							
Entities							
Current	457 187	-	-	8 000	-	8 000	465 187
South African Tourism	457 187	-	-	8 000	-	8 000	465 187
Non-profit institutions							
Current	-	-	-	42 000	-	42 000	42 000
National Business Trust	-	-	-	42 000	-	42 000	42 000

Table 27.4: Summary of changes to transfers and subsidies per programme (continued)

2006/07							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
5. Biodiversity and Conservation	300 559	-	1 800	(1 509)	-	291	300 850
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	20	-	-	(9)	-	(9)	11
Regional Services Council levies	20	-	-	(9)	-	(9)	11
Departmental agencies and accounts							
Entities							
Current	201 839	-	-	(3 300)	-	(3 300)	198 539
South African National Parks	104 440	-	-	(3 300)	-	(3 300)	101 140
Capital	98 700	-	1 800	-	-	1 800	100 500
South African National Parks	84 500	-	1 800	-	-	1 800	86 300
Non-profit institutions							
Current	-	-	-	1 800	-	1 800	1 800
International Conservation Union	-	-	-	1 800	-	1 800	1 800
6. Social Responsibility and Projects	394 982	-	-	4 267	-	4 267	399 249
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	100	-	-	(85)	-	(85)	15
Regional Services Council levies	100	-	-	(85)	-	(85)	15
Households							
Social benefits							
Current	394 882	-	-	4 352	-	4 352	399 234
Expanded public works programme	394 882	-	-	4 352	-	4 352	399 234

