

Vote 26

Environmental Affairs and Tourism

2007/08				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	2 590 771	2 790 521	–	199 750
<i>of which:</i>				
Current payments	639 646	672 879	–	33 233
Transfers and subsidies	1 947 449	2 111 221	–	163 772
Payments for capital assets	3 676	6 421	–	2 745
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.

Adjusted Estimates of National Expenditure 2007

Table 26.1: Adjusted estimates

2007/08							
Programme							
		Additional appropriation					
R thousand	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	Adjusted appropriation
1. Administration	156 784	–	–	10 750	(250)	10 500	167 284
2. Environmental Quality and Protection	245 977	–	–	–	–	–	245 977
3. Marine and Coastal Management	333 845	–	–	7 100	–	7 100	340 945
4. Tourism	624 114	–	–	(7 800)	–	(7 800)	616 314
5. Biodiversity and Conservation	369 540	–	–	(6 550)	–	(6 550)	362 990
6. Sector Services and International Relations	860 511	200 000	–	(3 500)	–	196 500	1 057 011
Total	2 590 771	200 000	–	–	(250)	199 750	2 790 521
Economic classification							
Current payments	639 646	30 000	–	3 483	(250)	33 233	672 879
Compensation of employees	296 230	16 500	–	31 582	–	48 082	344 312
Goods and services	343 416	13 500	–	(28 099)	(250)	(14 849)	328 567
Transfers and subsidies	1 947 449	170 000	–	(6 228)	–	163 772	2 111 221
Departmental agencies and accounts	1 363 849	–	–	17 114	–	17 114	1 380 963
Universities and technikons	–	–	–	300	–	300	300
Non-profit institutions	86 350	–	–	1 704	–	1 704	88 054
Households	497 250	170 000	–	(25 346)	–	144 654	641 904
Payments for capital assets	3 676	–	–	2 745	–	2 745	6 421
Machinery and equipment	3 371	–	–	2 745	–	2 745	6 116
Software and other intangible assets	305	–	–	–	–	–	305
Total	2 590 771	200 000	–	–	(250)	199 750	2 790 521

Details of adjustments to Estimates of National Expenditure 2007

Roll-overs – R200 million

R200 million has been rolled over for projects in the expanded public works programme.

Virements

Table 26.2: Details on virements per programme and economic classification

Programme / Economic classification	R thousand		Motivation
	From	To	
1. Administration	–	10 750	
Current payments	–	10 275	
Compensation of employees	–	1 382	Funds shifted from goods and services will be used for a shortfall in the Ministry.
Goods and services	–	8 893	Funds shifted from goods and services in programmes 4, 5 and 6 will be used for communications for Mapungubwe (R800 000), IT for the master systems plan (R1.6 million), administrative support for the department's wellness campaign (R500 000), commitments for the new departmental building (R5 million) and CFO consultants (R1 million) and for operational costs for the Ministry (R1.85 million). Savings of R1.382 million have been shifted to compensation of employees and R475 000 to machinery and equipment.
Payments for capital assets	–	475	
Machinery and equipment	–	475	Funds shifted from goods and services will be used to fund machinery and equipment for newly appointed staff.
2. Environmental Quality and Protection	(6 884)	6 884	
Current payments	(6 884)	6 000	
Compensation of employees	–	6 000	Funds shifted from goods and services will be used for the environmental impact assessment consultant allocation was translated to compensation of employees.
Goods and services	(6 884)	–	R6 million allocated to consultants was shifted to compensation of employees because departmental staff will do the work. R500 000 was reclassified to non-profit institutions. R384 000 was reclassified to machinery and equipment.
Transfers and Subsidies	–	500	
Non-profit institutions	–	500	Funds shifted from goods and services will be used for a contribution to the National Association for Clean Air.
Payments for capital assets	–	384	
Machinery and equipment	–	384	Funds shifted from goods and services to fund the machinery and equipment for newly appointed staff
3. Marine and Coastal Management	(19 782)	26 882	
Current payments	(19 782)	25 400	
Compensation of employees	–	25 400	Funds shifted from goods and services (R19.5 million) and departmental agencies and accounts (R800 000) in this programme, from goods and services in programme 4 (R600 000) and from compensation of employees (R4.5 million) in programme 6 will be used for upgrading posts from level 1-3 to level 4.
Goods and services	(19 782)	–	R19.5 million, a once-off payment from the Department of Public Works, linked to the construction of the Marion Island base, for managing and maintaining the Antarctic supply vessel was reclassified to compensation of employees. R282 000 was reclassified to machinery and equipment.
Transfers and Subsidies	–	1 200	
Departmental agencies and accounts	–	1 200	R2 million shifted from programme 5 will be used for a community conference. R800 000 was reclassified to compensation of employees.
Payments for capital assets	–	282	
Machinery and equipment	–	282	Funds shifted from goods and services will be used for the Antarctic and island support services.
4. Tourism	(18 150)	10 350	
Current payments	(18 150)	3 000	
Compensation of employees	–	3 000	Funds shifted from goods and services will be used for tourism development.
Goods and services	(18 150)	–	R6.1 million has been reclassified to departmental agencies and accounts and R800 000 to non-profit institutions. Savings of R11.25 million due to the cancellation of various tourism research projects have been shifted to goods and services in programme 1 and 3.
Transfers and Subsidies	–	7 350	
Departmental agencies and accounts	–	6 550	Funds shifted from goods and services will be transferred to SA Tourism for operational expenditure for the BEE Charter Council (R3 million), Tourism Month activities in Eastern Cape (R1.2 million), a tourism conference (R1.9 million), and transfrontier conservation (R450 000).
Non-profit institutions	–	800	Funds shifted from goods and services will be used for the Hospitality Investment Conference Africa 2007 (R500 000) and the Federated Hospitality Association for South Africa (R300 000).

Table 26.2: Details on virements per programme and economic classification (continued)

Programme / Economic classification	R thousand		Motivation
	From	To	
5. Biodiversity and Conservation	(13 325)	6 775	
Current payments	(13 325)	–	
Goods and services	(13 325)	–	Savings due to the reclassification of funds and the postponement of projects have been shifted to departmental agencies and accounts in this programme (R5.861 million), departmental agencies and accounts in programme 4 (R450 000) and programme 6 (R2.5 million), and to universities and technikons (R300 000), non-profit institutions (R404 000) and machinery and equipment (R210 000) in this programme. R2 million was reclassified to departmental agencies and accounts in programme 3 and R1.6 million to goods and services in programme 1.
Transfers and Subsidies	–	6 565	
Departmental agencies and accounts	–	5 861	Funds reclassified from goods and services will be transferred to iSimanagalis Wetland Park Authority for marketing the Lebombo Route (R120 000), to SANBI for elephant research (R1 million) and to Blyde National Park (R4.741 million).
Universities and technikons	–	300	Funds shifted from goods and services will be transferred to the Nelson Mandela Metro University for a biology conference.
Non-profit institutions	–	404	Funds shifted from goods and services will be transferred to the Botanical Society for the development of a framework of environmental management instruments.
Payments for capital assets	–	210	
Machinery and equipment	–	210	Funds shifted from goods and services will be used for machinery and equipment for newly appointed staff.
6. Sector Services and International Relations	(29 546)	26 046	
Current payments	(4 200)	21 149	
Compensation of employees	(4 200)	–	Saving due to vacant posts not filled have been transferred to compensation of employees in programme 3.
Goods and services	–	21 149	R25.346 million reclassified from households will be used for consultants for feasibility studies for the expanded public works programme. R1.003 million has been reclassified to departmental agencies and accounts and R1.394 million to machinery and equipment. Savings of R1.8 million on projects that started later than anticipated have been shifted to compensation of employees (R300 000) in programme 3 and goods and services (R1.5 million) in programme 1.
Transfers and Subsidies	(25 346)	3 503	
Departmental agencies and accounts	–	3 503	R1.003 million reclassified from goods and services in this programme will be transferred to the CSIR for support of the Earth Observation Service Centre. R2.5 million reclassified from goods and services in programme 5 will be transferred to SANBI to buy land at Nieuwoudville.
Households	(25 346)	–	Funds have been reclassified to goods and services.
Payments for capital assets	–	1 394	
Machinery and equipment	–	1 394	Funds shifted from goods and services in this programme will be used for machinery and equipment for newly appointed staff.
Total for Vote	(87 687)	87 687	

Other adjustments – (R250 000)

Shifting of funds between votes

Programme 1: Administration

R250 000 will be transferred to Government Communication and Information System for the mass communications campaign on second economy interventions.

Expenditure 2006/07 and preliminary expenditure 2007/08

Table 26.3: Expenditure trends

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr - Sep
1. Administration	202 862	104 875	212 306	104.7	167 284	92 929	(11.4)
2. Environmental Quality and Protection	214 801	88 407	199 232	92.8	245 977	130 990	48.2
3. Marine and Coastal Management	303 119	182 680	324 048	106.9	340 945	205 692	12.6
4. Tourism	556 754	390 003	547 248	98.3	616 314	368 787	(5.4)
5. Biodiversity and Conservation	336 608	167 123	329 279	97.8	362 990	213 402	27.7
6. Sector Services and International Relations	447 660	309 900	447 551	100.0	1 057 011	559 660	80.6
Total	2 061 804	1 242 988	2 059 664	99.9	2 790 521	1 571 460	26.4

Table 26.3: Expenditure trends (continued)

R thousand	2006/07 Expenditure outcome				2007/08 Preliminary expenditure		
	Adjusted appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr - Sep
Current payments	560 093	261 702	543 802	97.1	672 879	318 298	21.6
Compensation of employees	265 352	122 039	262 506	98.9	344 312	169 563	38.9
Goods and services	294 741	139 604	281 093	95.4	328 567	148 674	6.5
Financial transactions in assets and liabilities	–	59	203	–	–	61	3.4
Transfers and subsidies	1 484 869	969 807	1 505 963	101.4	2 111 221	1 246 277	28.5
Provinces and municipalities	159	158	160	100.6	–	–	(100.0)
Departmental agencies and accounts	1 037 176	678 595	1 042 176	100.5	1 380 963	756 828	11.5
Universities and technikons	–	–	–	–	300	–	(100.0)
Foreign governments and international organisations	4 500	–	12 421	276.0	–	–	(100.0)
Non-profit institutions	43 800	–	44 622	101.9	88 054	85 750	(100.0)
Households	399 234	291 054	406 584	101.8	641 904	403 699	38.7
Payments for capital assets	16 842	11 479	9 899	58.8	6 421	6 885	(40.0)
Buildings and other fixed structures	–	6 511	–	–	–	–	(100.0)
Machinery and equipment	16 552	3 850	7 036	42.5	6 116	6 759	75.6
Software and other intangible assets	290	1 118	2 863	987.2	305	126	(88.7)
Total	2 061 804	1 242 988	2 059 664	99.9	2 790 521	1 571 460	26.4

Selected expenditure trends for the first half of 2007/08

Expenditure in the first six months of 2007/08 was R1.571 billion or 56.3 per cent of the adjusted appropriation of R2.79 billion for the year as a whole. Expenditure in the first six months of 2007/08 increased by 26.4 per cent compared to the first six months of 2006/07.

The increase compared to 2006/07 is mainly related to higher expenditure on expanded public works projects.

Expenditure in 2006/07 was 99.9 per cent of the adjusted appropriation for that year.

Changes to transfers and subsidies

Table 26.4: Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	2007/08 Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	Total additional appropriation	
2. Environmental Quality and Protection	140 712	–	–	500	–	500	141 212
Non-profit institutions							
Current	20 600	–	–	500	–	500	21 100
National Associations for Clean Air	–	–	–	500	–	500	500

Table 26.4: Summary of changes to transfers and subsidies per programme (continued)

	2007/08						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
R thousand		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
3. Marine and Coastal Management	146 612	–	–	1 200	–	1 200	147 812
Departmental agencies and accounts							
Departmental agencies (non-business entities)							
Current	126 612	–	–	1 200	–	1 200	127 812
Marine Living Resources Fund	126 612	–	–	1 200	–	1 200	127 812
Departmental agencies and accounts							
Departmental agencies (non-business entities)							
Current	510 446	–	–	6 550	–	6 550	516 996
South African Tourism	510 446	–	–	6 550	–	6 550	516 996
Non-profit institutions							
Current	65 750	–	–	800	–	800	66 550
Federated Hospitality Association of Southern Africa (FEDHASA)	–	–	–	300	–	300	300
Tourism Business Council	–	–	–	500	–	500	500
Departmental agencies and accounts							
Departmental agencies (non-business entities)							
Current	256 101	–	–	5 861	–	5 861	261 962
iSimangaliso Wetland Park Authority	18 049	–	–	120	–	120	18 169
South African National Biodiversity Institute	109 696	–	–	1 000	–	1 000	110 696
Blyde National Park	–	–	–	4 741	–	4 741	4 741
Universities and technikons							
Current	–	–	–	300	–	300	300
Nelson Mandela Metro University	–	–	–	300	–	300	300
Non-profit institutions							
Current	–	–	–	404	–	404	404
Botanical Society	–	–	–	404	–	404	404
Departmental agencies and accounts							
Departmental agencies (non-business entities)							
Current	497	–	–	1 003	–	1 003	1 500
Council for Scientific and Industrial Research	497	–	–	1 003	–	1 003	1 500
Capital	266 981	–	–	2 500	–	2 500	269 481
South African National Biodiversity Institute	10 000	–	–	2 500	–	2 500	12 500
Households							
Social benefits							
Current	497 250	170 000	–	(25 346)	–	144 654	641 904
Expanded Public Works Programme	497 250	170 000	–	(25 346)	–	144 654	641 904

