

## **FOREWORD**

PJ MOLEKETI – MEC for FINANCE AND ECONOMIC AFFAIRS

**004** sees South Africa prepare to celebrate 10 years of democracy. Ours is a stable and maturing democracy and we are certainly regarded as the benchmark in the world. We are looked upon as a leader amongst our peers and have certainly driven key global initiatives.

When looking back over the past ten years, we can feel truly proud. Our democracy is vibrant, allowing for open debate and engagement. No subject is taboo. Development in our country is almost unparalleled when compared to elsewhere in the world. South Africans are passionate about our country and are positive about its future.

The management of our economy has been nothing short of spectacular. Access to and provision of basic social services today does not discriminate on the basis of race, colour or creed. Each of our children has the same opportunities to education, our public health care is open to all and our most vulnerable, the aged and the children have access to a social security safety net.

In spite of these advances though, South Africa has a long way to go in overcoming the challenges that we face. Unemployment, poverty, HIV/Aids, homelessness and crime are still major challenges that we face. In dealing with these challenges we can certainly make South Africa a country which guarantees "a better life for all".

The challenges form the basis of the framework that shapes our priorities as a provincial government that is then translated into our budget. This budget sets out just how these priorities will be tackled through the various programmes and projects of the Gauteng Provincial Government over the next three financial years. Clearly, we are not able to overcome all of the challenges over such a short space of time. But in building on the previous budgets, the next three years sees us make significant strides in contributing to the attainment of these objectives.

Our commitment to transparency and accountability is unwavering.

I trust that you find this document useful in contributing to the understanding and analysis of the budget and in so doing further deepens and strengthens our democracy.

Budget **Statement** - 2004/05

## **TABLE OF CONTENTS**

List of Illustrations
List of tables
List of figures
Forewordi
Budget Statement I
I. BUDGET STRATEGY AND AGGREGATES Summary Budget Aggregates Financing
2. BUDGET PROCESS and THE MEDIUM TERM EXPENDITURE FRAMEWORK
3. ENVIROMENTAL SCAN
4. PROGRESS ON THE INDUSTRIAL STRATEGY
5. REVENUE
6. EXPENDITURE
7. NON –FINANCIAL DATA FOR SOCIAL SECTORS
Budget Statement 2 (Departmental Estimates)
Vote I Office of the Premier

Departmental Revenue Collection

Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
I. Political Representation
2. Office of the Speaker and Secretary
3. Parliamentary Operations
4. Institutional Support Services
5. Operational Support
6. Information and Liaison
Key Departmental Outputs
Personnel estimates
Vote 3 Department of Finance and Economic Affairs
Overview
Review FY 2003-2004
Outlook FY2004-2005
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
Summary of Transfers
I. Management
2. Support Services
3. Provincial Treasury
4. Economic Affairs
5. Blue IQ
6. Corporate IT
Key Departmental Outputs
Personnel estimates
Personnel estimates  Gender Budget
Gender Budget
Gender Budget  Vote 4 Department of Health
Gender Budget  Vote 4 Department of Health
Gender Budget  Vote 4 Department of Health
Vote 4 Department of Health
Vote 4 Department of Health
Vote 4 Department of Health  Overview Review FY 2003-2004 Outlook FY2004-2005 Revenue and Financing Departmental Revenue Collection
Vote 4 Department of Health Overview Review FY 2003-2004 Outlook FY2004-2005 Revenue and Financing Departmental Revenue Collection Basic Delivery Trends
Vote 4 Department of Health Overview Review FY 2003-2004 Outlook FY2004-2005 Revenue and Financing Departmental Revenue Collection Basic Delivery Trends Summary of Expenditure
Vote 4 Department of Health
Vote 4 Department of Health
Vote 4 Department of Health  Overview Review FY 2003-2004 Outlook FY2004-2005 Revenue and Financing Departmental Revenue Collection Basic Delivery Trends Summary of Expenditure GFS Classification of Expenditure Summary of Transfers  I.Administration
Vote 4 Department of Health Overview Review FY 2003-2004 Outlook FY2004-2005 Revenue and Financing Departmental Revenue Collection Basic Delivery Trends Summary of Expenditure GFS Classification of Expenditure Summary of Transfers  1. Administration 2. District Health Services
Vote 4 Department of Health
Gender Budget  Vote 4 Department of Health

Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
I.Administration
2. Public Ordinary Schools Education
3. Independent School Education
4. Public Special School Education
5. Further Education and Training
6. Adult Basic Education and Training
7. Early Childhood Development
8. Auxiliary and Associated Services
Key Departmental Outputs
Personnel estimates
Gender Budget
Vote 6 Department of Social Services and Population Development
Overview
Review FY 2003-2004
Outlook FY 2003-2004
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
Summary of Transfers
1. Administration
2. Social Assistance Grants
3. Social Welfare Services
4. Development and Support Services
5. Population Development and Demographic Trends
6. Population Unit
7. Welfare Facilities Development and Maintenance
8. Auxiliary and Associated Services
Key Departmental Outputs
Personnel estimates
Gender Budget
Vote 7 Department of Housing
Overview
Review FY 2003-2004
Outlook FY 2003-2004
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
I. Management and Administration
2. Policy and Planning
3. Strategic Intervention
4. Housing
5. Development Agency
6. Land & Assets Management
7. Alexandra Renewal Project
8. Urban Regeneration Agency
9. Gauteng Partnership Agency

Outlook FY2004-2005

Key Departmental Outputs

Gender Budget

Personnel estimates
Vote 8 Department of Development Planning and Local Government
Overview
Review FY 2003-2004
Outlook FY 2003-2004
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
Summary of Transfers
I.Transformed Local Government
2. Quality Service Delivery
3. Integrated Development Planning
4. Democratic and Co-operative Governance
5. Effective Business Processes
Key Departmental Outputs
Personnel estimates
Gender Budget
V. 05
Vote 9 Department of Transport, Roads and Public Works
Review FY 2003-2004 Outlook FY2003-2004
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
I. Management Services
2. Strategic Planning
3. Transport Infrastructure
4. Transportation Management
5. Maintenance and Community- based Public Works
6. Professional Services
Key Departmental Outputs
Personnel estimates
Gender Budget
Vote 10 Department of Safety and Liaison
Overview
Review FY 2003-2004
Outlook FY2003-2004
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
I. Management and Administration
2. Community Police Relations
3. Crime Prevention
4. Monitoring and Evaluation
5. Communication
Key Departmental Outputs
Personnel estimates

Vote 11 Department of Agriculture, Conservation and Environment
Overview
Review FY 2003-2004
Outlook FY2004-2005
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
Summary of Transfers
I. Management
2. Veterinary Services
3. Agriculture
4. Natural Resource Management
5. Conservation
6. Environmental Planning and Assessment
7. Waste and Pollution Abatement
8. World Heritage Site
9. Dinokeng (North Eastern Gauteng Initiative)
10. Legal
11. Compliance and Enforcement
12. Management Information Systems
13. Communication and Awareness
14. Human Resource
15. General Administration
16. Financial Management
Key Departmental Outputs
Personnel estimates
Gender Budget
Vote 12 Department of Sport, Recreation, Arts and Culture
Overview
Review FY 2003-2004
Outlook FY2004-2005
Revenue and Financing
Departmental Revenue Collection
Basic Delivery Trends
Summary of Expenditure
GFS Classification of Expenditure
I. Management Support
2. Facilities Development
3. Region Co-ordination and Implementation
4. Arts, Culture and Heritage
5. Library and Information Services
6. Sports and Recreation
7. Financial Management
8. Youth Development
Key Departmental Outputs
Personnel estimates
Gender Budget
Vote 13 Gauteng Shared Services Centre
Overview
Review FY 2003-2004
Outlook FY2004-2005
Revenue and Financing
Departmental Revenue Collection

## Budget **Statement** - 2004/05

Table 16: Summary of training expense

Basic Delivery Trends

Summary of Expenditure
GFS Classification of Expenditure
I. Internal Auditing Services
2. Human Resources Services
3. Procurement Services
4. Finance Services
5. Provincial IT
Key Departmental Outputs
Personnel estimates
Gender Budget
Control Budget
Budget Statement 3
Overview
Allocation between capital expenditure
Allocation between municipal areas
Outlook
Summary of Capital Expenditure
Details per Vote
Vote3 Department of Finance and Economic Affairs
Vote 4 Department of Health
Vote 5 Department of Education
Vote 6 Department of Social Services and Population Development
Vote 7 Department of Housing
Vote8 Department of Development Planning and Local Government
Vote 9 Department of Public Transport, Roads and Works
Vote 11 Department of Agriculture, Conservation, Environment and Land Affairs
Vote 12 Department of Sport, Recreation, Arts and Culture
Separament of operative and culture
Glossary
Glossary
List of illustrations
Budget Statement I
List of tables
Table 1: Provincial Budget Summary
Table 2: Population size distribution regions in Gauteng 2001
Table 3: Gender and age distribution in Gauteng, 2001
Table 4: Income distribution in Gauteng, 2001
Table 5: Gross domestic product per industry
Table 6: Summary of provincial receipts
Table 7: Summary of provincial receipts by Vote
Table 8: Summary of Conditional grants by grant
Table 9: Summary of Conditional grants by grant
Table 10: Summary of provincial payments and estimates by Vote
Table 11: Summary of provincial payments and estimates by Economic classification
Table 12: Summary of provincial payments and estimates by policy area
Table 13: Summary of provincial transfers to public entities by tranfering department
Table 14: Summary of provincial transfers to local government by Category
Table 15: Summary of personnel numbers and cost

List of Charts
Qualifications of people older than 20 years
Socio-economic indicators
Income distribution
Payments and Estimates trend
Social and Non-social Sector Allocation split: 2004/05
Expenditure breakdown mainly indicating Social Sector split: 2004/05
Payments and Estimates by Economic Classification for 2004/05
Personnel numbers per year

## **Budget Statement 3**

Table 1: Summary of Capital Allocation
Table 2:Trends in capital allocation

Table 3:Trends in actual Capital spending

Table 4: Capital Allocation amongst departments

Table 5: Allocation amongst Capital Expenditure Categories

Table 6: Allocation amongst the municipal areas

Figure 1: Capital Allocation amongst departments

Figure 2: Allocation amongst expenditure

Figure 3: Allocation amongst municipal area

Budget **Statement** - 2004/05